

Cochise County Community College District

Annual Budgeted Expenditure
Limitation Report

Year Ended June 30, 2018

A Report to the Arizona Legislature

Lindsey A. Perry
Auditor General





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TABLE OF CONTENTS

Independent accountants' report	1
Annual Budgeted Expenditure Limitation Report—Part I	3
Annual Budgeted Expenditure Limitation Report—Part II	4
Notes to Annual Budgeted Expenditure Limitation Report	5



MELANIE M. CHESNEY
DEPUTY AUDITOR GENERAL

ARIZONA AUDITOR GENERAL
LINDSEY A. PERRY

JOSEPH D. MOORE
DEPUTY AUDITOR GENERAL

Independent accountants' report

Members of the Arizona State Legislature

The Governing Board of
Cochise County Community College District

We have examined the accompanying Annual Budgeted Expenditure Limitation Report of Cochise County Community College District for the year ended June 30, 2018, and the related notes to the report. The District's management is responsible for presenting this report in accordance with the Uniform Expenditure Reporting System as described in Note 1. Our responsibility is to express an opinion on this report based on our examination.

We conducted our examination in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether this report is presented in accordance with the Uniform Expenditure Reporting System in all material respects. An examination involves performing procedures to obtain evidence about the amounts and disclosures in the report. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material misstatement of the report, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

In our opinion, the Annual Budgeted Expenditure Limitation Report referred to above is presented in accordance with the Uniform Expenditure Reporting System as described in Note 1 in all material respects.

Donna Miller, CPA
Director, Financial Audit Division

April 23, 2019



**Cochise County Community College District
(Cochise College)
Annual Budgeted Expenditure Limitation Report—Part I
Year ended June 30, 2018**

1. Economic Estimates Commission expenditure limitation	\$63,125,907
2. Amount subject to the expenditure limitation (total from Part II, line C)	<u>41,153,548</u>
3. Amount under the expenditure limitation	<u>\$21,972,359</u>

I hereby certify, to the best of my knowledge and belief, that the information contained in this report is accurate and in accordance with the requirements of the Uniform Expenditure Reporting System.

Signature of chief fiscal officer: _____

Name and title: Wendy F. Davis, Vice President for Administration and Human Resources

Telephone number: (520) 515-3623 Date: April 23, 2019

See accompanying notes to report.

**Cochise County Community College District
(Cochise College)
Annual Budgeted Expenditure Limitation Report—Part II
Year ended June 30, 2018**

Description	Current funds			Plant funds		Total
	Unrestricted		Restricted	Unexpended	Retirement of indebtedness	
	General	Auxiliary enterprises				
A. Total budgeted expenditures	\$ 35,193,889	\$ 919,454	\$ 9,963,713	\$ 1,609,386	\$ 3,372,950	\$ 51,059,392
B. Less exclusions claimed:						
Debt service requirements (Note 2)					2,580,188	2,580,188
Grants and aid from the federal government (Note 3)			7,325,656			7,325,656
Total exclusions claimed			7,325,656		2,580,188	9,905,844
C. Amounts subject to the expenditure limitation	<u>\$ 35,193,889</u>	<u>\$ 919,454</u>	<u>\$ 2,638,057</u>	<u>\$ 1,609,386</u>	<u>\$ 792,762</u>	<u>\$ 41,153,548</u>

See accompanying notes to report.

**Cochise County Community College District
(Cochise College)
Notes to Annual Budgeted Expenditure Limitation Report
Year ended June 30, 2018**

Note 1 - Summary of significant accounting policies

The Annual Budgeted Expenditure Limitation Report (ABELR) is presented as prescribed by the Uniform Expenditure Reporting System (UERS), as required by Arizona Revised Statutes (A.R.S.) §41-1279.07. The ABELR excludes expenditures of certain revenues specified in the Arizona Constitution, Article IX, §21, and A.R.S. §§15-792.03, 15-795.01, 15-1444, and 15-1472, as applicable, from the total budgeted expenditures.

The information reported in both the ABELR and the financial statements is derived from the same underlying accounting data. However, the formats of the ABELR and the financial statements differ. The ABELR presents budgeted expenditures, exclusions, and amounts subject to the limitation by fund type as required by A.R.S. §41-1279.07. The financial statements present the net position, changes in net position, and cash flows in accordance with U.S. generally accepted accounting principles.

In accordance with the UERS requirements, a note to the ABELR is presented below for any exclusion reported in the total column on Part II that cannot be traced directly to an amount reported in the annual financial statements.

Note 2

The exclusion of \$2,580,188 reported as debt service requirements consists of \$1,510,000 and \$535,166 reported as principal paid on capital debt and interest paid on capital debt, respectively, on the statement of cash flows—primary government and \$535,022 of interest payable on the statement of net position—primary government.

Note 3

The following schedule presents revenues from which exclusions have been claimed for grants and aid from the federal government:

Statement of revenues, expenses, and changes in net position—primary government:

Government grants	<u>\$7,556,950</u>
Total	<u>\$7,556,950</u>

Annual Budgeted Expenditure Limitation Report:

Grants and aid from the federal government	\$7,325,656
Amount carried forward	14,119
Other revenues (nonexcludable)	<u>217,175</u>
Total	<u>\$7,556,950</u>

