

REPORT HIGHLIGHTS SINGLE AUDIT

Subject

The District is responsible for preparing financial statements, complying with federal and state laws, and maintaining strong internal controls over compliance and financial reporting. As the auditors, our job is to determine whether the District has met its responsibilities. The District's Single Audit Reporting Package includes our report on the District's financial statements, the District's financial statements including its schedule of expenditures of federal awards, and our reports on the District's compliance and internal control.

Our Conclusion

The information in the District's financial statements is fairly stated in all material respects, and the financial statements can be relied upon. The District also maintained adequate internal controls over financial reporting and federal compliance, and complied with the federal program requirements for the programs tested.



2005

Year Ended June 30, 2005

District Revenues and Expenses

During fiscal year 2005, District revenues totaled \$25,103,047, and District expenses totaled \$23,745,145. Revenues increased from the prior year primarily because the District received an increase in state appropriations. District expenses increased approximately \$1.8 million primarily due to increased salaries and benefits provided to employees. District revenues and expenses are summarized in the table to the right and the charts below.

Revenues	2004	2005
State appropriations	\$ 12,525,700	\$ 14,840,400
Government grants and contracts	4,465,653	4,552,700
Other	2,149,225	2,195,033
Property taxes	1,979,305	2,153,831
Tuition and fees	<u>1,751,631</u>	<u>1,361,083</u>
Total revenues	<u>\$ 22,871,514</u>	<u>\$ 25,103,047</u>
Expenses		
Salaries and benefits	\$ 12,804,607	\$ 14,037,632
Contract services	1,228,665	1,355,081
Supplies and other services	1,680,937	1,734,186
Communications and utilities	1,046,906	1,087,269
Scholarships	2,189,133	2,178,874
Depreciation	1,547,055	1,529,982
Other	<u>1,431,838</u>	<u>1,822,121</u>
Total expenses	<u>\$ 21,929,141</u>	<u>\$ 23,745,145</u>

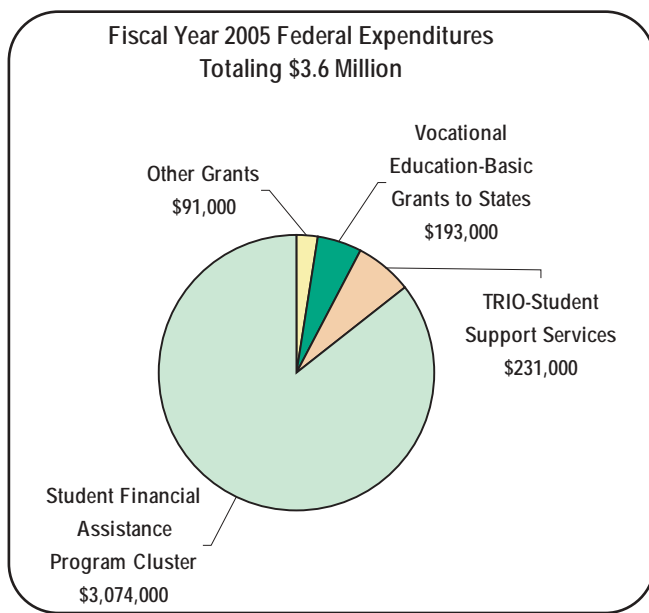


The District Spent \$3.6 Million of Federal Monies

The District spent \$3.6 million of federal monies and additional required district matching monies this past year for nine federal grant programs. The largest federal grants were for student financial assistance. Under the guidelines established by the Single Audit Act,

auditors tested the Student Financial Assistance Program Cluster, which included the following federal programs:

- Federal Supplemental Educational Opportunity Grants
- Federal Work-Study Program
- Federal Pell Grant Program



TO OBTAIN MORE INFORMATION

A copy of the full report
can be obtained by calling
(602) 553-0333



or by visiting
our Web site at:
www.azauditor.gov

Contact person for
this report:
Rebecca Rosenberg

The Single Audit Fact Sheet

- No weaknesses in financial reporting or federal compliance internal controls.
- No violations of federal program compliance requirements.
- No program costs were questioned as a result of our audit.

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Year Ended June 30, 2005