

Mohave County Community College District

Expenditure Limitation Report

Year Ended June 30, 2015

A Report to the Arizona Legislature

Debra K. Davenport
Auditor General





The Auditor General is appointed by the Joint Legislative Audit Committee, a bipartisan committee composed of five senators and five representatives. Her mission is to provide independent and impartial information and specific recommendations to improve the operations of state and local government entities. To this end, she provides financial audits and accounting services to the State and political subdivisions, investigates possible misuse of public monies, and conducts performance audits and special reviews of school districts, state agencies, and the programs they administer.

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Mohave County Community College District
Annual Budgeted Expenditure Limitation Report
Year Ended June 30, 2015

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DEBRA K. DAVENPORT, CPA
AUDITOR GENERAL

STATE OF ARIZONA
OFFICE OF THE
AUDITOR GENERAL

MELANIE M. CHESNEY
DEPUTY AUDITOR GENERAL

Independent Accountants' Report

Members of the Arizona State Legislature

The Governing Board of
Mohave County Community College District

We have examined the accompanying Annual Budgeted Expenditure Limitation Report of Mohave County Community College District for the year ended June 30, 2015. The District's management is responsible for this report. Our responsibility is to express an opinion on this report based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence supporting the amounts and disclosures in the report and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion.

In our opinion, the Annual Budgeted Expenditure Limitation Report referred to above presents, in all material respects, the information prescribed by the uniform expenditure reporting system as described in Note 1.

Jay Zsorey, CPA
Financial Audit Director

June 27, 2016

Mohave County Community College District
Annual Budgeted Expenditure Limitation Report—Part I
Year Ended June 30, 2015

1. Economic Estimates Commission expenditure limitation		\$27,695,757
2. Total amount subject to the expenditure limitation (from Part II, Line C)	\$28,241,555	
3. Less expenditures of monies received pursuant to Arizona Revised Statutes (A.R.S.) §15-1472 (workforce development)	<u>545,798</u>	
4. Adjusted amount subject to the expenditure limitation		<u>27,695,757</u>
5. Amount under the expenditure limitation		\$ <u>0</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: Sonni Marbury, Dean of Business

Telephone Number: (928) 692-3032 Date: June 27, 2016

See accompanying notes to report.

Mohave County Community College District
Annual Budgeted Expenditure Limitation Report—Part II
Year Ended June 30, 2015

Description	Current Funds			Plant Funds		Total
	Unrestricted		Restricted	Unexpended	Retirement of Indebtedness	
	General	Auxiliary Enterprises				
A. Total budgeted expenditures	\$ 32,025,283	\$ 667,147	\$ 11,606,528	\$ 2,316,637	\$ 4,394,529	\$ 51,010,124
B. Less exclusions claimed:						
Debt service requirements on bonded indebtedness (Note 2)					3,645,013	3,645,013
Debt service requirements on other long-term obligations (Note 2)				144,805	749,516	894,321
Dividends, interest, and gains on the sale or redemption of investment securities	7,876			23		7,899
Amounts accumulated for the purchase of land, and the purchase of construction of buildings or improvements				435,550		435,550
Grants and aid from the federal government (Note 3)			7,906,539			7,906,539
Grants, aid, contributions, or gifts from a private agency, organization, or individual, except amounts received in lieu of taxes			426,332			426,332
Tuition and fees (Note 4)	8,886,791	358,216	899			9,245,906
Refunds, reimbursements, and other recoveries (Note 5)	5,462					5,462
Prior years carryforward (Note 6)	201,547					201,547
Total exclusions claimed	9,101,676	358,216	8,333,770	580,378	4,394,529	22,768,569
C. Amounts subject to the expenditure limitation	\$ 22,923,607	\$ 308,931	\$ 3,272,758	\$ 1,736,259	\$ -	\$ 28,241,555

See accompanying notes to report.

Mohave County Community College District
Notes to Annual Budgeted Expenditure Limitation Report
Year Ended June 30, 2015

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, 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 - Exclusions claimed for debt service requirements on bonded indebtedness and debt service requirements on other long-term obligations are \$3,645,013 and \$894,321, respectively. Both amounts are included in the amounts reported as principal paid on capital leases, interest paid on capital leases, and extinguishment of debt on the Statement of Cash Flows—Primary Government.

Note 3 - The \$7,906,539 exclusion claimed for grants and aid from the federal government was reported as government grants on the Statement of Revenues, Expenses, and Changes in Net Position—Primary Government. The remaining \$183,526 in government grants is nonexcludable.

Note 4 - The District does not budget tuition and fees revenue net of scholarship allowances. Of the \$9,246,128 in gross tuition and fees reported on the Statement of Revenues, Expenses, and Changes in Net Position—Primary Government, only \$9,245,906 was expended and claimed as an exclusion. The remaining \$222 in Auxiliary Fund tuition and fees revenue has been carried forward to future years.

Note 5 - The \$5,462 exclusion claimed for refunds, reimbursements, and other recoveries was reported as other operating revenues on the Statement of Revenues, Expenses, and Changes in Net Position—Primary Government. The remaining \$363,235 in other operating revenues are nonexcludable.

Note 6 - Prior years carryforward of \$201,547 in the General Fund consists of constitutionally excludable revenues unexpended in the year of receipt that have been accumulated and were expended in the current year.

