



**MOHAVE COUNTY COMMUNITY  
COLLEGE DISTRICT**

**REPORT ON AUDIT OF ANNUAL  
BUDGETED EXPENDITURE LIMITATION  
REPORT**

**YEAR ENDED JUNE 30, 2011**

**MOSS-ADAMS<sub>LLP</sub>**

Certified Public Accountants | Business Consultants

*Acumen. Agility. Answers.*

**Mohave County Community College District  
Report on Audit of Annual Budgeted  
Expenditure Limitation Report  
Year Ended June 30, 2011**

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## Report of Independent Auditors

To the Governing Board of  
Mohave County Community College District, Kingman, Arizona  
and  
The Auditor General of the State of Arizona

We have audited the accompanying Annual Budgeted Expenditure Limitation Report of Mohave County Community College District (District) for the year ended June 30, 2011. This report is the responsibility of the District's management. Our responsibility is to express an opinion on this report based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the report is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the report. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall report presentation. We believe that our audit provides a reasonable basis for our opinion.

The accompanying Annual Budgeted Expenditure Limitation Report was prepared for the purpose of complying with the uniform expenditure reporting system as discussed in Note 1, and is not intended to be a presentation in conformity with accounting principles generally accepted in the United States of America.

In our opinion, the Annual Budgeted Expenditure Limitation Report of Mohave County Community College District for the year ended June 30, 2011, referred to above presents fairly, in all material respects, the information required by the uniform expenditure reporting system on the basis of accounting described in Note 1.

This report is intended solely for the information and use of the members of the Arizona State Legislature, the Governing Board, management, and for filing with the Auditor General of the State of Arizona, and is not intended to be or should not be used by anyone other than these specified parties.

*Moss Adams LLP*

Albuquerque, New Mexico  
November 15, 2011

**MOHAVE COUNTY COMMUNITY COLLEGE DISTRICT  
Annual Budgeted Expenditure Limitation Report—Part I  
Year Ended June 30, 2011**

1. Economic Estimates Commission expenditure limitation	\$ 34,950,321
2. Total amount subject to the expenditure limitation (from Part II, Line C)	\$ 35,456,518
3. Less expenditures of monies received pursuant to Arizona Revised Statutes §15 1472 (workforce development)	<u>506,197</u>
4. Adjusted amount subject to the expenditure limitation	<u>34,950,321</u>
5. Amount under the expenditure limitation	<u><u>\$</u></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: H Lynn Cundiff, Vice President for Administration

Telephone Number: (928) 692 3095      Date: \_\_\_\_\_

**MOHAVE COUNTY COMMUNITY COLLEGE DISTRICT**  
**Annual Budgeted Expenditure Limitation Report—Part II**  
**Year Ended June 30, 2011**

Description	Current Funds			Plant Funds		Total
	Unrestricted			Unexpended	Retirement of Indebtedness	
	General	Auxiliary Enterprises	Restricted			
A. Total budgeted expenditures	\$ 35,701,958	900,161	18,921,896	1,586,012	1,626,494	\$ 58,736,524
B. Less exclusions claimed:						
Debt service requirements on bonded indebtedness (Note 2)					145,258	145,258
Debt service requirements on other long term obligations (Note 2)				253,676	1,481,236	1,734,912
Dividends, interest, and gains on the sale or redemption of investment securities (Note 3)	14,752			41		14,793
Grants and aid from the federal government (Note 4)	21,229		14,411,055			14,432,284
Grants, aid, contributions, or gifts from a private agency, organization, or individual except amounts received in lieu of taxes (Note 5)			726,101			726,101
Contracts with other political subdivisions (Note 6)	55,745					55,745
Tuition and fees (Note 7)	5,268,060	900,161	120			6,168,341
Refunds, reimbursements, and other recoveries (Note 8)	2,572					2,572
Total Exclusions claimed	5,362,358	900,161	15,137,276	253,717	1,626,494	23,280,006
C. Amounts subject to the expenditure limitation	\$ 30,339,600		3,784,620	1,332,295		\$ 35,456,515

**MOHAVE COUNTY COMMUNITY COLLEGE DISTRICT**  
**Annual Budgeted Expenditure Limitation Report—Part II**  
**Year Ended June 30, 2011**

**Note 1 Summary of Significant Accounting Policies**

The Annual Budgeted Expenditure Limitation Report (ABELR) is presented on the basis of accounting prescribed by the uniform expenditure reporting system (UERS), as required by Arizona Revised Statutes (A.R.S.) §41 1279.07, which 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 assets, changes in net assets, and cash flows for the District as a whole 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 \$145,258 and \$1,734,912, respectively. The total amount is included in the amount reported as principal paid on capital debt and interest paid on capital debt on the Statement of Cash Flows Primary Government.
- Note 3** The exclusions claimed for dividends, interest, and gains on the sale or redemption of investment securities of \$14,792 was reported in the Statement of Revenues, Expenses, and Changes in Net Assets Primary Government.
- Note 4** The exclusion claimed for grants and aid from the federal government of \$21,229 and \$14,411,055, respectively, was reported in government grants in the Statement of Revenues, Expenses, and Changes in Net Assets Primary Government.
- Note 5** The exclusion claimed for grants, aid, contributions, or gifts from a private agency, organization, or individual, except amounts received in lieu of taxes was reported as private contracts on the Statement of Revenues, Expenses, and Changes in Net Assets Primary Government.
- Note 6** The exclusion claimed for contracts with other political subdivisions of \$55,745 was reported in sales and service revenue in the Statement of Revenues, Expenses, and Changes in Net Assets Primary Government. The remaining sales and services revenues of \$57,368 are nonexcludable.
- Note 7** The District does not budget tuition and fees revenues net of scholarship allowances. Of the gross tuition and fees of \$11,594,440 reported on the Statement of Revenues, Expenses and Changes in Net Assets Primary Government, only \$6,426,004 was expended and claimed as an exclusion. The remaining \$5,168,436 has been carried forward to future years.
- Note 8** The exclusion claimed for refunds, reimbursements, and other recoveries of \$2,572 was reported as operating revenues other on the Statement of Revenues, Expenses, and Changes in Net Assets Primary Government. The remaining other operating revenues of \$13,628 are nonexcludable.