



A REPORT
TO THE
ARIZONA LEGISLATURE

Financial Audit Division

Expenditure Limitation Report

Mohave County Community College District

Year Ended June 30, 2014



Debra K. Davenport
Auditor General

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Mohave County Community College District
Annual Budgeted Expenditure Limitation Report
Year Ended June 30, 2014

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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, 2014. This report is the responsibility of the District's management. 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 of Mohave County Community College District 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

March 12, 2015

Mohave County Community College District
Annual Budgeted Expenditure Limitation Report—Part I
Year Ended June 30, 2014

1. Economic Estimates Commission expenditure limitation		\$36,697,479
2. Total amount subject to the expenditure limitation (from Part II, Line C)	\$33,562,085	
3. Less expenditures of monies received pursuant to Arizona Revised Statutes (A.R.S.) §15-1472 (workforce development)	<u>1,717,603</u>	
4. Adjusted amount subject to the expenditure limitation		<u>31,844,482</u>
5. Amount under the expenditure limitation		<u>\$ 4,852,997</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: Jess Jacobs, Associate Dean of Business

Telephone Number: (928) 757-0803 Date: March 12, 2015

See accompanying notes to report.

Mohave County Community College District
Annual Budgeted Expenditure Limitation Report—Part II
Year Ended June 30, 2014

Description	Current Funds			Plant Funds		Total
	Unrestricted		Restricted	Unexpended	Retirement of Indebtedness	
	General	Auxiliary Enterprises				
A. Total budgeted expenditures	\$ 35,162,423	\$ 702,668	\$ 13,554,768	\$ 4,445,784	\$ 264,713	\$ 54,130,356
B. Less exclusions claimed:						
Debt service requirements on bonded indebtedness (Note 2)					149,525	149,525
Debt service requirements on other long-term obligations (Note 2)				123,694	115,188	238,882
Dividends, interest, and gains on the sale or redemption of investment securities	5,008			20		5,028
Grants and aid from the federal government (Note 3)			9,819,738			9,819,738
Grants, aid, contributions, or gifts from a private agency, organization, or individual, except amounts received in lieu of taxes			542,238			542,238
Tuition and fees (Note 4)	9,108,382	702,668	1,200			9,812,250
Refunds, reimbursements, and other recoveries (Note 5)	610					610
Total exclusions claimed	9,114,000	702,668	10,363,176	123,714	264,713	20,568,271
C. Amounts subject to the expenditure limitation	\$ 26,048,423	\$ -	\$ 3,191,592	\$ 4,322,070	\$ -	\$ 33,562,085

See accompanying notes to report.

Mohave County Community College District
Notes to Annual Budgeted Expenditure Limitation Report
Year Ended June 30, 2014

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 \$149,525 and \$238,882, respectively. Both amounts are included in the amounts reported as principal paid on capital debt and interest paid on capital debt on the Statement of Cash Flows—Primary Government. The remaining other debt service requirements of \$531 are nonexcludable.

Note 3 - The exclusion claimed for grants and aid from the federal government of \$9,819,738 was reported as government grants in the Statement of Revenues, Expenses, and Changes in Net Position—Primary Governments. The remaining government grants of \$277,837 are nonexcludable.

Note 4 - The District does not budget tuition and fees revenue net of scholarship allowances. Of the gross tuition and fees of \$9,952,503 reported on the Statement of Revenues, Expenses, and Changes in Net Position—Primary Government, only \$9,812,250 was expended and claimed as an exclusion. The remaining tuition and fees revenue of \$140,253 has been carried forward to future years.

Note 5 - The exclusion claimed for refunds, reimbursements, and other recoveries of \$610 was reported as other operating revenues on the Statement of Revenues, Expenses, and Changes in Net Position—Primary Government. The remaining other operating revenues of \$89,461 are nonexcludable.

