

Yavapai County Community College District Annual financial statement and compliance audits

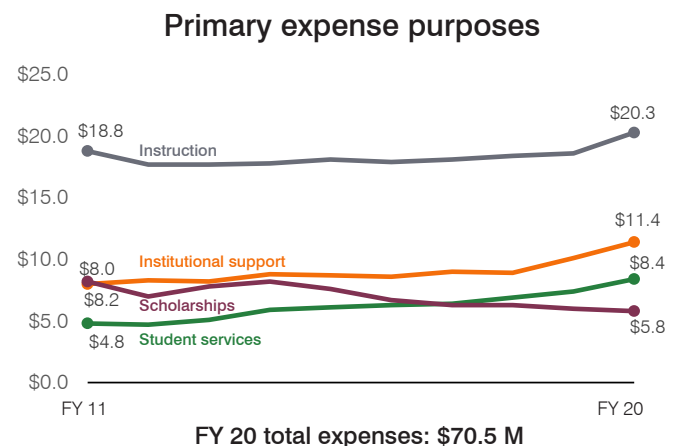
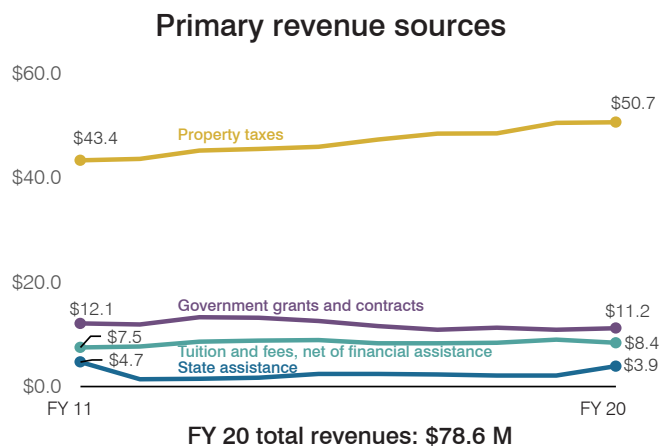
The District's fiscal year 2020 reported financial information is reliable. However, we reported noncompliance over a federal program, summarized on the next page.

Audits' purposes

To express our opinions on the District's financial statements and on compliance with certain federal requirements and, if applicable, to report findings over noncompliance with certain laws and regulations or other financial deficiencies.

Primary revenue sources and how they were spent

Fiscal years 2011 through 2020
(In millions)



Source: Auditor General staff summary of information obtained from the District's CAFRs.

Largest primary revenue sources

- **Property taxes—64.5% FY 20:** Levied and collected from property owners based on the assessed value of real and personal property within Yavapai County.
- **Government grants and contracts—14.2% FY 20:** Includes State and federal government grant programs awarded primarily for student financial aid and contracts to provide educational services.

Largest primary expense purposes

- **Instruction—28.7% FY 20:** Costs to provide instruction for all sessions and online learning, including instruction for general academics, vocational/technical programs, and community education.
- **Institutional support—16.2% FY 20:** Costs for District-wide planning and administrative support, including executive management, general and fiscal operations, information technology, and public relations/development.

District's net position increased in FY 20

District revenues were \$8.1 million greater than its expenses, increasing its total net position to \$145.6 million at June 30, 2020. Net position includes all assets, such as buildings, vehicles, and cash and investments, less all liabilities, such as unpaid pension and other payroll obligations, long-term debt, and accounts payable. None of this net position is unrestricted, meaning some is not in spendable form, and the rest is restricted by external parties.

Auditor findings and recommendations

Summarized below is our finding and recommendation included in the District's [Single Audit Report](#) where there is further information and the District's response.

- The District needs to improve its existing procurement policies to perform and document due diligence procedures before using another government's or purchase cooperative's contracts, such as verifying the other entity used policies that were consistent with those of the District and documenting the rationale for the procurement method and contract type used.

Auditor General website report links

- The June 30, 2020, Yavapai County Community College District Comprehensive Annual Financial Report and Single Audit Report that are summarized in these highlights can be found at this [link](#). These reports should be read to fully understand the District's overall financial picture and our reporting responsibilities.
- The District's reports from prior years are available at this [link](#).
- For help in understanding important information presented in these reports, please refer to our user guides at the following links:
 - [Financial Report User Guide for Colleges and Universities.](#)
 - [Internal Control and Compliance Reports User Guide.](#)