

Yuma/La Paz Counties Community College District

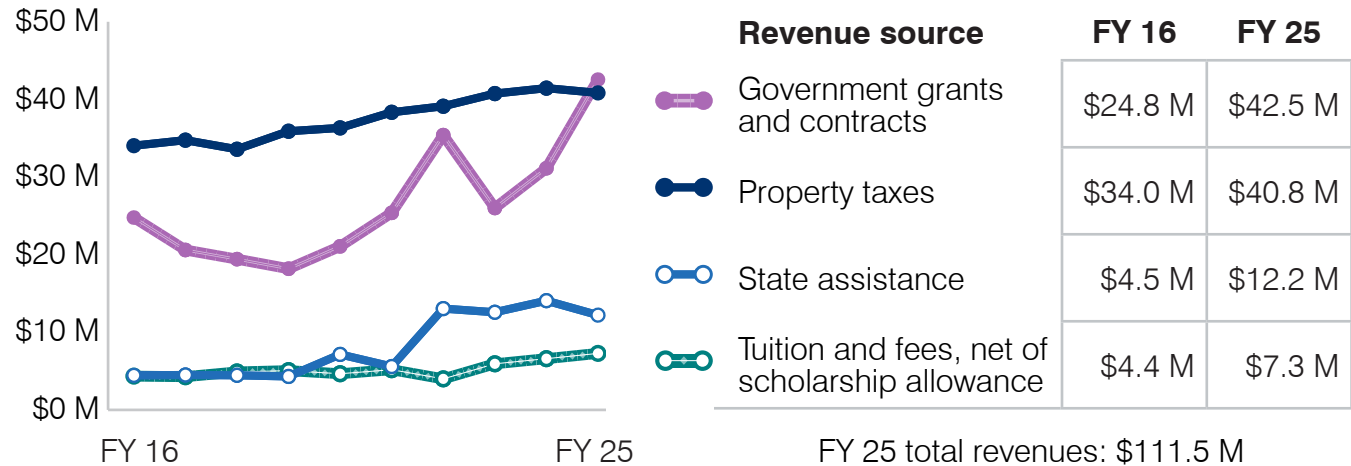
Annual financial statement and compliance audits

The District’s fiscal year 2025 reported financial information is reliable. However, we reported deficiencies and noncompliance over financial reporting and federal compliance, summarized on the subsequent pages.

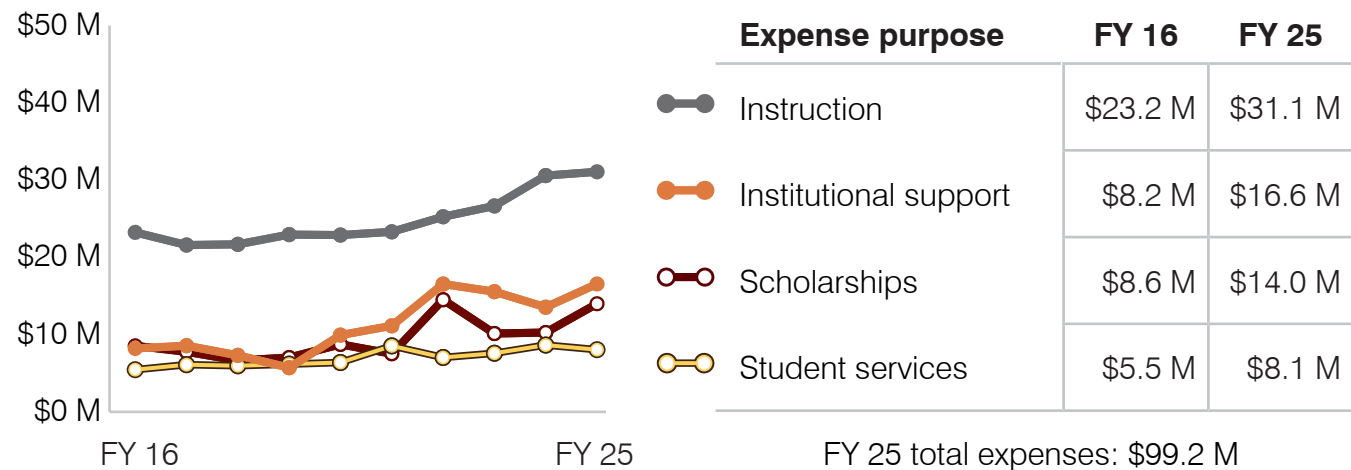
Audits’ purpose

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, in millions (FY 2016 through FY 2025)



Primary expense purposes, in millions (FY 2016 through FY 2025)



Source: Auditor General staff summary of information obtained from the District’s financial statements.

FY 2025 largest primary revenue sources as a percentage of total revenues

▶ **Government grants and contracts, 38.1%**

Includes State and federal government grant programs awarded primarily for student financial aid and contracts to provide educational services.

▶ **Property taxes, 36.6%**

Levied and collected from property owners based on the assessed value of real and personal property within Yuma and La Paz Counties.

FY 2025 largest primary expense purposes as a percentage of total expenses

▶ **Instruction, 31.4%**

Costs to provide instruction for all sessions and online learning, including instruction for general academics, vocational/technical programs, and community education.

▶ **Institutional support, 16.7%**

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 2025

District revenues were \$12.3 million greater than expenses, increasing total net position to \$77.2 million at June 30, 2025. 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. Of the total net position, \$65.3 million is restricted by external parties or is not in spendable form, and the remaining \$11.9 million is unrestricted.

Auditor findings and recommendations

Summarized below are the findings and recommendations included in the District's [Single Audit Report](#) where there is further information and the District's responses.

The District needs to:

- ▶ Develop and implement written procedures for awarding performance-based stipends, including defining and documenting the performance criteria, funding parameters and sources, and the public purpose, in accordance with a District Governing Board-approved policy. We found the District awarded 5 performance-based stipends totaling \$30,000 to members of the president's cabinet during fiscal year 2025 without having written procedures in accordance with a Board-approved policy.

- ▶ Immediately report on the FFATA Subaward Reporting System the required information for its Energy Efficiency and Renewable Energy Information Dissemination, Outreach, Training and Technical Analysis/ Assistance program subaward. Further, the District needs to improve its process for reviewing grant awards prior to authorizing the expenditure of grant funds by developing a procedure to identify all reporting requirements. We found the District failed to report certain information on the federal government's reporting system for \$314,522 in a subaward it made to a subrecipient for the program, resulting in the District's stakeholders and the public not having access to transparent, timely, and accurate information about the District's federal award spending decisions on USA Spending.gov.

Auditor General website report links

- ▶ **June 30, 2025, [Yuma/La Paz Counties Community College District Annual Financial Report and Single Audit Report.](#)**

These highlights summarize the reports above. The full reports explain the District's overall financial picture and our reporting responsibilities.

- ▶ The [District's reports from prior years.](#)
- ▶ **User guides that help explain the important information presented in these reports:**
 - [Financial Report User Guide for Colleges and Universities.](#)
 - [Internal Control and Compliance Reports User Guide.](#)