

YUMA/LA PAZ COUNTIES COMMUNITY COLLEGE DISTRICT

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

YEAR ENDED JUNE 30, 2009

**YUMA/LA PAZ COUNTIES COMMUNITY COLLEGE DISTRICT
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INDEPENDENT AUDITORS' REPORT

Auditor General of the State of Arizona
and Governing Board of
Yuma/La Paz Counties Community College District
Yuma, Arizona

We have audited the accompanying Annual Budgeted Expenditure Limitation Report of Yuma/La Paz Counties Community College District (the District) for the year ended June 30, 2009. 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 U.S. generally accepted auditing standards. 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 U.S. generally accepted accounting principles.

In our opinion, the Annual Budgeted Expenditure Limitation Report of Yuma/La Paz Counties Community College District for the year ended June 30, 2009, 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 and 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.

LarsonAllen LLP

LarsonAllen LLP

Mesa, Arizona
February 22, 2010



**YUMA/LA PAZ COUNTIES COMMUNITY COLLEGE DISTRICT
ANNUAL BUDGETED EXPENDITURE LIMITATION REPORT – PART I
YEAR ENDED JUNE 30, 2009**

1. Economic Estimates Commission expenditure limitation		\$ 38,185,146
2. Total amount subject to the expenditure limitation (from Part II, Line C)	\$ 30,450,184	
3. Less expenditures of monies received pursuant to Arizona Revised Statutes §15-1472 (workforce development)	<u>665,283</u>	
4. Adjusted amount subject to the expenditure limitation		<u>29,784,901</u>
5. Amount under the expenditure limitation		<u><u>\$ 8,400,245</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: Daniel D. Hann, Vice President for Administrative Services

Telephone Number: 928-344-7515 Date: 03-04-10

**YUMA/LA PAZ COUNTIES COMMUNITY COLLEGE DISTRICT
ANNUAL BUDGETED EXPENDITURE LIMITATION REPORT – PART II
YEAR ENDED JUNE 30, 2009**

Description	Current Funds			Plant Funds		Total
	Unrestricted		Restricted	Unexpended	Retirement of Indebtedness	
	General	Auxiliary Enterprises				
A. Total Budgeted Expenditures:	\$ 31,907,204	\$ 4,459,967	\$ 19,271,905	\$ 8,100,003	\$ 5,806,117	\$ 69,545,196
B. Less Exclusions Claimed:						
Debt Service Requirements on Bonded Indebtedness (Note 2)					5,806,117	5,806,117
Dividends, Interest, and Gains on the Sale or Redemption of Investment Securities (Note 3)	236,546	28,018	1,027	244,880		510,471
Grants and Aid from the Federal Government (Note 4)		30,988	17,099,073			17,130,061
Grants, Aid, Contributions or Gifts from a Private Agency, Organization or Individuals, Except Amounts Received in Lieu of Taxes			663,453			663,453
Interfund transactions (Note 5)	272,167					272,167
Tuition and Fees (Note 6)	5,221,792	1,948,788				7,170,580
Prior Years Carryforward (Note 7)				7,542,163		7,542,163
Total Exclusions Claimed	5,730,505	2,007,794	17,763,553	7,787,043	5,806,117	39,095,012
C. Amounts Subject to the Expenditure Limitation	\$ 26,176,699	\$ 2,452,173	\$ 1,508,352	\$ 312,960	\$ -	\$ 30,450,184

**YUMA/LA PAZ COUNTIES COMMUNITY COLLEGE DISTRICT
NOTES TO ANNUAL BUDGETED EXPENDITURE LIMITATION REPORT
YEAR ENDED JUNE 30, 2009**

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 by 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 in accordance with U.S. generally accepted accounting principles.

In accordance with 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 on the annual financial statements.

NOTE 2 The exclusion claimed for debt service requirements on bonded indebtedness of \$5,806,117 is composed of the amounts reported as principal paid on capital debt and interest paid on capital debt on the Statement of Cash Flows – Primary Government.

NOTE 3 Of the investment income of \$597,645 reported on the Statement of Revenues, Expenses and Changes in Net Assets – Primary Government, only \$510,471 was expended and claimed as an exclusion. Of the remaining \$87,174, \$1,473 was interest income in the Loan Fund which was not excludable, and \$85,701 was investment income of the Retirement of Indebtedness Fund, which has been carried forward to future years.

NOTE 4 Government grants and contracts revenues of \$17,860,862 reported on the Statement of Revenues, Expenses and Changes in Net Assets – Primary Government include \$17,130,061 from federal grants and contracts.

NOTE 5 Interfund transactions expended and claimed in the General Fund as an exclusion are indirect costs recovered that were budgeted as General Fund revenue and Restricted Fund expense. These interfund transactions were excluded from the financial statements.

NOTE 6 The District does not budget tuition and fees revenues net of scholarship allowances. Of the gross tuition and fees of \$9,560,773 reported on the Statement of Revenues, Expenses and Changes in Net Assets – Primary Government, only \$7,170,580 was expended and claimed as an exclusion. The remaining \$2,390,193 has been carried forward to future years.

NOTE 7 Prior year's carryforward consists of constitutionally excludable revenues unexpended in the year of receipt that have been accumulated and were expended in the current year as follows:

Description	Unexpended Plant Fund
Bond Proceeds	\$ 7,542,163