

**COCHISE COLLEGE
COMMUNITY COLLEGE DISTRICT
(COCHISE COLLEGE)**

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

FOR THE YEAR ENDED JUNE 30, 2009

**COCHISE COUNTY COMMUNITY COLLEGE DISTRICT
(COCHISE COLLEGE)
REPORT ON AUDIT OF ANNUAL BUDGETED EXPENDITURE LIMITATION REPORT
FOR THE YEAR ENDED JUNE 30, 2009**

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INDEPENDENT AUDITORS' REPORT

The Auditor General of the State of Arizona

The Governing Board of
Cochise County Community College District

Members of the Board:

We have audited the accompanying Annual Budgeted Expenditure Limitation Report of Cochise County Community College 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 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 Cochise County 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 of Arizona State Legislature, Cochise County Community College District's Governing Board, and management, and for filing with the Arizona Office of the Auditor General and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record, and its distribution is not limited.

Breecher & Company P.C.

Certified Public Accountants

February 8, 2010

**COCHISE COUNTY COMMUNITY COLLEGE DISTRICT
(COCHISE COLLEGE)
ANNUAL BUDGETED EXPENDITURE LIMITATION REPORT - PART I
FOR THE YEAR ENDED JUNE 30, 2009**

1. Economic Estimates Commission expenditure limitation		\$50,550,255
2. Total amount subject to the expenditure limitation (from part II, Line C)	51,475,135	
3. Less expenditures of monies received pursuant to Arizona Revised Statutes §15-1472 (workforce development)	<u>924,881</u>	
4. Adjusted amount subject to the expenditure limitation		<u>50,550,254</u>
5. Amount under the expenditure limitation		<u><u>\$ 1</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: _____ Kevin S. Butler, Vice President of Administration _____

Telephone Number: _____ (520) 417-4007 _____ Date: _____ February 8, 2010 _____

See notes accompanying report.

**COCHISE COUNTY COMMUNITY COLLEGE DISTRICT
(COCHISE COLLEGE)
ANNUAL BUDGETED EXPENDITURE LIMITATION REPORT - PART II
FOR THE YEAR ENDED JUNE 30, 2009**

	Current Funds			Plant Funds		
	Unrestricted			Unexpended	Retirement of Indebtedness	Total
	General	Auxiliary Enterprises	Restricted			
A. Total budgeted expenditures	\$ 28,467,918	\$ 1,183,294	\$ 11,001,617	\$ 25,823,841	\$ 2,312,148	\$ 68,788,818
B. Less exclusions claimed:						
1. Expenditure of bond proceeds (Note 2)	-	-	-	15,004,552	-	15,004,552
2. Debt service requirements on bonded indebtedness (Note 3)	-	-	-	-	2,019,131	2,019,131
3. Debt service requirements on other long-term obligations (Note 3)	-	-	-	-	290,000	290,000
Total exclusions claimed	-	-	-	15,004,552	2,309,131	17,313,683
C. Amounts subject to the expenditure limitation	<u>\$ 28,467,918</u>	<u>\$ 1,183,294</u>	<u>\$ 11,001,617</u>	<u>\$ 10,819,289</u>	<u>\$ 3,017</u>	<u>\$ 51,475,135</u>

See notes accompanying report.

**COCHISE COUNTY COMMUNITY COLLEGE DISTRICT
(COCHISE COLLEGE)
NOTES TO ANNUAL BUDGETED EXPENDITURE LIMITATION REPORT
FOR THE 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, 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 in accordance with accounting principles generally accepted in the United States of America.

NOTE 2 - Of the \$25,150,717 reported as purchases of capital assets on the Statement of Cash Flows, \$18,612,482 was expended from bond proceeds and only \$15,004,552 was claimed as an exclusion. The District reported a total of \$26,127,619 in proceeds from the issuance of capital debt. The remaining unspent proceeds of \$7,515,137 has been carried forward to future years.

NOTE 3 - Exclusions claimed for the debt service requirements on bonded indebtedness and other long-term obligations were amounts budgeted and paid to trustee prior to June 30, 2009. The amounts are reported in the Statement of Net Assets as Cash and cash equivalents held by trustee.