



A REPORT  
TO THE  
ARIZONA LEGISLATURE

Financial Audit Division

Expenditure Limitation Report

# Graham County Community College District

(Eastern Arizona College)

Year Ended June 30, 2013



**Debra K. Davenport**  
Auditor General

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Graham County Community College District  
(Eastern Arizona College)  
Annual Budgeted Expenditure Limitation Report  
Year Ended June 30, 2013

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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  
Graham County Community College District

We have examined the accompanying Annual Budgeted Expenditure Limitation Report of Graham County Community College District for the year ended June 30, 2013. 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 Graham 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

June 12, 2014

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Graham County Community College District  
(Eastern Arizona College)  
Annual Budgeted Expenditure Limitation Report—Part I  
Year Ended June 30, 2013

1.	Economic Estimates Commission expenditure limitation	\$28,318,522
2.	Total amount subject to the expenditure limitation (from Part II, Line C)	\$28,629,303
3.	Less expenditures of monies received pursuant to Arizona Revised Statutes (A.R.S.) §15-1472 (workforce development)	<u>310,781</u>
4.	Adjusted amount subject to the expenditure limitation	<u>28,318,522</u>
5.	Amount under the expenditure limitation	<u>\$ - 0 -</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: Timothy Curtis, Chief Business Officer

Telephone Number: (928) 428-8220 Date: June 12, 2014

See accompanying notes to report.

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Graham County Community College District  
(Eastern Arizona College)  
Annual Budgeted Expenditure Limitation Report—Part II  
Year Ended June 30, 2013

Description	Current Funds			Unexpended Plant Fund	Total
	Unrestricted		Restricted		
	General	Auxiliary Enterprises			
A. Total budgeted expenditures	\$ 32,060,518	\$ 5,328,248	\$ 6,833,121	\$ 2,237,329	\$ 46,459,216
B. Less exclusions claimed:					
Dividends, interest, and gains on the sale or redemption of investment securities (Note 2)	7,526	4,977		31,648	44,151
Grants and aid from the federal government (Note 3)			6,322,821		6,322,821
Grants, aid, contributions, or gifts from a private agency, organization, or individual, except amounts received in lieu of taxes	22,959	2,000	41		25,000
Contracts with other political subdivisions	5,469,037				5,469,037
Tuition and fees (Note 4)	<u>2,046,808</u>	<u>2,836,844</u>		<u>1,085,252</u>	<u>5,968,904</u>
Total exclusions claimed	<u>7,546,330</u>	<u>2,843,821</u>	<u>6,322,862</u>	<u>1,116,900</u>	<u>17,829,913</u>
C. Amounts subject to the expenditure limitation	<u>\$ 24,514,188</u>	<u>\$ 2,484,427</u>	<u>\$ 510,259</u>	<u>\$ 1,120,429</u>	<u>\$ 28,629,303</u>

See accompanying notes to report.

Graham County Community College District  
(Eastern Arizona College)  
Notes to Annual Budgeted Expenditure Limitation Report  
Year Ended June 30, 2013

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 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 - Of the \$44,203 reported as investment earnings on the Statement of Revenues, Expenses, and Changes in Net Position—Primary Government, only \$44,151 was claimed as an exclusion because \$52 of investment earnings of the Loan Fund was not excludable.

Note 3 - Of the \$6,438,971 reported as government grants on the Statement of Revenues, Expenses, and Changes in Net Position—Primary Government, only \$6,322,821 was expended and claimed as an exclusion. The remaining \$116,150 was not excludable revenue.

Note 4 - The District does not budget tuition and fees net of scholarship allowances. Of the gross tuition and fees of \$6,883,652 reported on the Statement of Revenues, Expenses, and Changes in Net Position—Primary Government, only \$5,968,904 was expended and claimed as an exclusion. The remaining \$914,748 has been carried forward to future years.

