

Graham County Community College District

REPORT HIGHLIGHTS FINANCIAL STATEMENT AND SINGLE AUDITS

Our Conclusion

Graham County Community College District is responsible for preparing annual financial statements and a schedule of expenditures of federal awards, maintaining effective internal controls, and being accountable for its use of public monies. Our Office is responsible for auditing the District's financial statements, schedule, and major federal programs annually. A summary of the financial statements and schedule of expenditures of federal awards is presented to the right.

Based on our audits, we issued opinions on the District's financial statements and its schedule of expenditures of federal awards and reports on its internal control and compliance over financial reporting and major federal programs. The information in the District's fiscal year 2014 financial statements and schedule of federal awards is reliable. Our Office did not report any deficiencies in the District's internal control or compliance over financial reporting and federal programs.



2014

Year Ended June 30, 2014

Condensed financial information

Statement of net position—This statement reports all of the District's assets, liabilities, and net position. Net position is reported in the following three major categories:

- **Net investment in capital assets**—shows the equity in property, buildings, and equipment.
- **Restricted**—shows the resources that must be used for restricted purposes as specified by donors and other external entities, such as the federal government.
- **Unrestricted**—shows the resources available for general operations.

Statement of revenues, expenses, and changes in net position—This statement reports all revenues, expenses, and other changes in net position. Revenues and expenses are reported as either operating or nonoperating. The change in net position indicates whether the District's financial health has improved or deteriorated as a result of current-year activities. During fiscal year 2014, net position decreased by \$3.7 million, or 5 percent, as compared to a decrease by \$773,000, or 1 percent, in fiscal year 2013.

Schedule of expenditures of federal awards—During fiscal year 2014, the District expended \$6.4 million in federal awards, which consisted primarily of student financial assistance that was spent as educational and general operating expenses. The District's federal award expenditures increased by \$37,000, or 1 percent, compared to fiscal year 2013.

Condensed statement of net position As of June 30, 2014 (In thousands)

Assets	
Current assets	\$42,408
Capital assets, net of depreciation	37,838
Total assets	<u>80,246</u>
Liabilities	
Current	3,802
Noncurrent	1,929
Total liabilities	<u>5,731</u>
Net position	
Net investment in capital assets	37,838
Restricted	2,065
Unrestricted	<u>34,612</u>
Total net position	<u>\$74,515</u>

Condensed statement of revenues, expenses, and changes in net position For the year ended June 30, 2014 (In thousands)

Operating revenues	
Tuition and fees, net of scholarship allowances	\$ 2,669
Government contracts	4,978
Other	866
Total operating revenues	<u>8,513</u>
Operating expenses	
Educational and general	38,433
Auxiliary enterprises	2,678
Depreciation	2,063
Total operating expenses	<u>43,174</u>
Operating loss	(34,661)
Nonoperating revenues	
Property taxes	5,250
State appropriations	18,421
Government grants	6,493
Other	530
Net nonoperating revenues	<u>30,694</u>
Capital appropriations	218
Decrease in net position	(3,749)
Net position—beginning	<u>78,264</u>
Net position—ending	<u>\$74,515</u>

Condensed schedule of expenditures of federal awards by grantor agency For the year ended June 30, 2014 (In thousands)

Department of Education	\$ 6,187
Small Business Administration	109
Department of the Interior	46
National Science Foundation	18
Total federal expenditures	<u>\$ 6,360</u>



**Graham County
Community College District**

A copy of the District's Financial Statement
and Single Audit Report
is available at: www.azauditor.gov
Contact person:
Dave Glennon (602) 553-0333

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SINGLE AUDITS
Year Ended June 30, 2014