

Mohave County Community College District

Expenditure Limitation Report

Year Ended June 30, 2016



A Report to the Arizona Legislature

Debra K. Davenport
Auditor General





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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
Mohave County Community College District

We have examined the accompanying annual budgeted expenditure limitation report of Mohave County Community College District for the year ended June 30, 2016. The District's management is responsible for this report. 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 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

April 26, 2017



Mohave County Community College District
Annual budgeted expenditure limitation report—part I
Year ended June 30, 2016

1. Economic Estimates Commission expenditure limitation		\$27,785,046
2. Total amount subject to the expenditure limitation (from Part II, Line C)	\$27,898,195	
3. Less expenditures of monies received pursuant to Arizona Revised Statutes §15-1472 (workforce development)	<u>525,719</u>	
4. Adjusted amount subject to the expenditure limitation		<u>27,372,476</u>
5. Amount under the expenditure limitation		<u>\$ 412,570</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: Sonni Marbury, Dean of Business

Telephone number: (928) 692-3032 Date: April 26, 2017

See accompanying notes to report.

Mohave County Community College District
Annual budgeted expenditure limitation report—part II
Year ended June 30, 2016

Description	Current funds			Plant funds	
	Unrestricted			Unexpended	Total
	General	Auxiliary enterprises	Restricted		
A. Total budgeted expenditures	\$ 32,065,033	\$ 820,487	\$ 10,080,958	\$ 5,781,499	\$ 48,747,977
B. Less exclusions claimed:					
Debt service requirements on bonded indebtedness				837,264	837,264
Dividends, interest, and gains on the sale or redemption of investment securities	57,043			13	57,056
Grants and aid from the federal government (Note 2)			7,043,556		7,043,556
Grants, aid, contributions, or gifts from a private agency, organization, or individual, except amounts received in lieu of taxes (Note 3)		1,750	402,599		404,349
Amounts accumulated for the purchase of land, and the purchase or construction of buildings or improvements				3,594,253	3,594,253
Tuition and fees (Note 4)	8,220,077	487,093	375		8,707,545
Refunds, reimbursements, and other recoveries (Note 5)	205,759				205,759
Total exclusions claimed	<u>8,482,879</u>	<u>488,843</u>	<u>7,446,530</u>	<u>4,431,530</u>	<u>20,849,782</u>
C. Amounts subject to the expenditure limitation	<u>\$ 23,582,154</u>	<u>\$ 331,644</u>	<u>\$ 2,634,428</u>	<u>\$ 1,349,969</u>	<u>\$ 27,898,195</u>

See accompanying notes to report.

Mohave County Community College District

Notes to annual budgeted expenditure limitation report

Year ended June 30, 2016

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 the 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

The exclusion claimed for grants and aid from the federal government of \$7,043,556 was reported as governmental grants in the statement of revenues, expenses, and changes in net position—primary government. The remaining governmental grants of \$255,997 are nonexcludable.

Note 3

The exclusion claimed for grants, aid, contributions, or gifts from a private agency, organization, or individual, except amounts received in lieu of taxes, consists of \$365,912 in private scholarships and \$38,437 in other contributions reported within private contracts on the statement of revenues, expenses, and changes in net position—primary government.

Note 4

The District does not budget tuition and fees revenue net of scholarship allowances. Of the gross tuition and fees of \$8,947,026 reported on the statement of revenues, expenses, and changes in net position—primary government, only \$8,707,545 was expended and claimed as an exclusion. The remaining auxiliary fund fees revenues of \$239,481 have been carried forward to future years.

Note 5

The exclusion claimed for refunds, reimbursements, and other recoveries of \$205,759 was reported as other operating revenues in the statement of revenues, expenses, and changes in net position—primary government. The remaining other operating revenues of \$55,212 are nonexcludable.

