

Tohono O’odham Nation, Tohono O’odham Community College—State of Arizona Funding Compact

Annual Financial Schedule
and Report on Compliance

Year Ended June 30, 2018



A Report to the Arizona Legislature

Lindsey A. Perry
Auditor General





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LINDSEY A. PERRY
AUDITOR GENERAL

ARIZONA
AUDITOR GENERAL

MELANIE M. CHESNEY
DEPUTY AUDITOR GENERAL

Independent accountants' report

Members of the Arizona State Legislature

The Honorable Doug Ducey, Governor

Ned Norris Jr., Chairman, Tohono O'odham Nation

Dr. Paul Robertson, President, Tohono O'odham Community College

We have examined the accompanying schedule of revenues, expenditures, and changes in fund balance of the Tohono O'odham Nation, Tohono O'odham Community College—State of Arizona Funding Compact, for the year ended June 30, 2018, and the related notes to the schedule. Tohono O'odham Community College's management is responsible for presenting this schedule based on the criteria described in Note 2. Our responsibility is to express an opinion on this schedule based on our examination.

We conducted our examination in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the schedule is based on the criteria described in Note 2 in all material respects. An examination involves performing procedures to obtain evidence about the schedule. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material misstatement of the schedule, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

In our opinion, the schedule referred to above is presented based on the criteria described in Note 2 in all material respects.

Donna Miller, CPA
Director, Financial Audit Division

July 1, 2020

Tohono O’odham Nation, Tohono O’odham Community College
State of Arizona Funding Compact
Schedule of revenues, expenditures, and changes in fund balance
Year ended June 30, 2018

Revenues:

Intergovernmental \$190,472

Expenditures:

Maintenance, renewal, and capital expenditures 0

Revenues in excess of expenditures 190,472

Fund balance, July 1, 2017 0

Fund balance, June 30, 2018 \$190,472

See accompanying notes to schedule.

Tohono O'odham Nation, Tohono O'odham Community College

State of Arizona Funding Compact

Notes to schedule of revenues, expenditures, and changes in fund balance

Year ended June 30, 2018

Note 1

Arizona Revised Statutes (A.R.S.) §42-5031.01 allows transaction privilege tax revenues collected on the Tohono O'odham Nation to be transferred to Tohono O'odham Community College. The statute restricts the use of this revenue for the maintenance and renewal of buildings and infrastructure and capital construction costs of new buildings, structures, and site improvements expenditures of Tohono O'odham Community College campuses. It also requires that the State of Arizona and the Tohono O'odham Nation enter into a compact requiring Tohono O'odham Community College to account for the use of these monies. In August 2017, the Tohono O'odham Nation entered into this compact. Tohono O'odham Community College must reimburse the State of Arizona, or the State may withhold future payments, for any amounts not used for maintenance, renewal, or capital expenditures at Tohono O'odham Community College campuses.

Note 2

The schedule of revenues, expenditures, and changes in fund balance is presented based on the revenue and expenditure criteria described in A.R.S. §42-5031.01(A) and (C). Under this statute, the Arizona State Treasurer is required to transfer transaction privilege tax revenues collected on the Tohono O'odham Nation to Tohono O'odham Community College monthly. In each fiscal year, no more than \$1.75 million or one-tenth of the transaction privilege tax revenues received from all sources located on the Tohono O'odham Nation, whichever is less, may be transferred. The State transferred \$190,472 in transaction privilege taxes to Tohono O'odham Community College for the year ended June 30, 2018. Maintenance, renewal, and capital asset expenditures include goods and services received during the year ended June 30, 2018, regardless of when payment was made.



LINDSEY A. PERRY
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MELANIE M. CHESNEY
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**Independent accountants' report on compliance with the
Tohono O'odham Nation, Tohono O'odham Community College—
State of Arizona Funding Compact**

Members of the Arizona State Legislature

The Honorable Doug Ducey, Governor

Ned Norris Jr., Chairman, Tohono O'odham Nation

Dr. Paul Robertson, President, Tohono O'odham Community College

We have examined Tohono O'odham Community College's compliance as to whether during the year ended June 30, 2018, transaction privilege taxes collected on the Tohono O'odham Nation and distributed by the Arizona State Treasurer to Tohono O'odham Community College pursuant to Arizona Revised Statutes (A.R.S.) §42-5031.01 were used solely for the maintenance, renewal, and capital expenditures of Tohono O'odham Community College as prescribed by A.R.S. §42-5031.01. Tohono O'odham Community College's management is responsible for compliance with the specified requirements. Our responsibility is to express an opinion on Tohono O'odham Community College's compliance with the specified requirements based on our examination.

We conducted our examination in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether Tohono O'odham Community College complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether Tohono O'odham Community College complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

Our examination does not provide a legal determination on Tohono O'odham Community College's compliance with the specified requirements.

In our opinion, Tohono O'odham Community College complied, in all material respects, with the specified requirements referenced above during the year ended June 30, 2018.

Donna Miller, CPA
Director, Financial Audit Division

July 1, 2020

