



A REPORT  
TO THE  
ARIZONA LEGISLATURE

Financial Audit Division

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Expenditure Limitation Report

**Yavapai County  
Community College  
District**

(Yavapai College)

Year Ended June 30, 2015

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**Debra K. Davenport**  
Auditor General

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Yavapai County Community College District  
(Yavapai College)  
Annual Budgeted Expenditure Limitation Report  
Year Ended June 30, 2015

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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  
Yavapai County Community College District

We have examined the accompanying Annual Budgeted Expenditure Limitation Report of Yavapai County Community College District for the year ended June 30, 2015. 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

March 15, 2016

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Yavapai County Community College District  
(Yavapai College)  
Annual Budgeted Expenditure Limitation Report—Part I  
Year Ended June 30, 2015

1. Economic Estimates Commission expenditure limitation	\$42,036,867
2. Total amount subject to the expenditure limitation (from Part II, Line C)	\$42,528,990
3. Less expenditures of monies received pursuant to Arizona Revised Statutes (A.R.S.) §15-1472 (workforce development)	<u>492,124</u>
4. Adjusted amount subject to the expenditure limitation	<u>42,036,866</u>
5. Amount under the expenditure limitation	<u>\$ 1</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: Clint Ewell, Vice President of Finance and Administrative Services

Telephone Number: (928) 776-2166 Date: March 15, 2016

See accompanying notes to report.

Yavapai County Community College District  
(Yavapai College)  
Annual Budgeted Expenditure Limitation Report—Part II  
Year Ended June 30, 2015

Description	Current Funds			Plant Funds		Total
	Unrestricted			Unexpended	Retirement of Indebtedness	
	General	Auxiliary Enterprises	Restricted			
A. Total budgeted expenditures	\$ 42,197,000	\$ 4,073,900	\$ 16,526,900	\$ 13,789,800	\$ 6,907,000	\$ 83,494,600
B. Less exclusions claimed:						
Debt service requirements on bonded indebtedness (Note 3)					6,872,918	6,872,918
Debt service requirements on other long-term obligations (Note 3)				41,289		41,289
Dividends, interest, and gains on the sale or redemption of investment securities (Note 4)	53,279			24,750	10,539	88,568
Grants and aid from the federal government (Note 5)			12,268,839			12,268,839
Grants, aid, contributions, or gifts from a private agency, organization, or individual, except amounts received in lieu of taxes (Note 6)	35,357	392,641	628,497	305,604		1,362,099
Amounts accumulated for the purchase of land, and the purchase or construction of buildings or improvements (Note 2)				8,045,609		8,045,609
Tuition and fees (Note 7)	11,472,676	813,612				12,286,288
Total exclusions claimed	11,561,312	1,206,253	12,897,336	8,417,252	6,883,457	40,965,610
C. Amounts subject to the expenditure limitation	<u>\$ 30,635,688</u>	<u>\$ 2,867,647</u>	<u>\$ 3,629,564</u>	<u>\$ 5,372,548</u>	<u>\$ 23,543</u>	<u>\$ 42,528,990</u>

See accompanying notes to report.

Yavapai County Community College District  
(Yavapai College)  
Notes to Annual Budgeted Expenditure Limitation Report  
Year Ended June 30, 2015

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 by 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 on the annual financial statements.

Note 2 - Yavapai County Community College District claimed an exclusion of \$8,045,609 for amounts accumulated for the purchase of land and the purchase or construction of buildings or improvements. This amount is included as part of the \$15,663,578 reported as purchases of capital assets on the Statement of Cash Flows—Primary Government.

Note 3 - Exclusions claimed for debt service requirements on bonded indebtedness and debt service requirements on other long-term obligations are \$6,872,918 and \$41,289, respectively. Both amounts are included in the amounts reported as principal and interest paid on capital debt on the Statement of Cash Flows—Primary Government.

Note 4 - The following schedule presents exclusions claimed for dividends, interest, and gains on the sale or redemption of investment securities:

Investment earnings reported on the Statement of Revenues, Expenses, and Changes in Net Position—Primary Government	\$93,256
Interest income not excludable	<u>(4,688)</u>
Total	<u>\$88,568</u>

Yavapai County Community College District  
(Yavapai College)  
Notes to Annual Budgeted Expenditure Limitation Report  
Year Ended June 30, 2015

Note 5 - The following schedule presents revenues from which exclusions have been claimed for grants and aid from the federal government:

<b>Statement of Revenues, Expenses and Changes in Net Position—Primary Government:</b>		<b>Annual Budgeted Expenditure Limitation Report:</b>	
		Grants and aid from the federal government	<u>\$12,268,839</u>
Government grants	<u>\$12,610,675</u>	Total exclusions claimed	12,268,839
		Other revenues (nonexcludable)	<u>341,836</u>
Total	<u>\$12,610,675</u>	Total	<u>\$12,610,675</u>

Note 6 - The total amount of \$1,056,495 reported as private grants and gifts and \$305,604 reported as capital grants and gifts on the Statement of Revenues, Expenses, and Changes in Net Position—Primary Government was expended and claimed as an exclusion. The remaining \$3,759 in capital grants and gifts was not eligible to be excluded.

Note 7 - Yavapai County Community College District does not budget tuition and fees revenues net of scholarship allowances.

