



See what's possible.

**GRAHAM COUNTY COMMUNITY COLLEGE DISTRICT  
(*EASTERN ARIZONA COLLEGE*)**

---

**REPORT ON EXAMINATION OF  
ANNUAL BUDGETED EXPENDITURE LIMITATION REPORT  
YEAR ENDED JUNE 30, 2023**

**GRAHAM COUNTY COMMUNITY COLLEGE DISTRICT  
(EASTERN ARIZONA COLLEGE)  
ANNUAL BUDGETED EXPENDITURE LIMITATION REPORT  
TABLE OF CONTENTS  
YEAR ENDED JUNE 30, 2023**

---

Table of contents	Page
<a href="#">Independent accountants' report</a>	1
<a href="#">Annual Budgeted Expenditure Limitation Report—Part I</a>	2
<a href="#">Annual Budgeted Expenditure Limitation Report—Part II</a>	3
<a href="#">Notes to Annual Budgeted Expenditure Limitation Report</a>	4



## INDEPENDENT ACCOUNTANTS' REPORT

Members of the Arizona State Legislature  
The Arizona Auditor General  
Governing Board of  
Graham County Community College District  
d/b/a Eastern Arizona College  
Thatcher, Arizona

We have examined the accompanying Annual Budgeted Expenditure Limitation Report (report) of Graham County Community College District for the year ended June 30, 2023, and the related notes to the report. The District's management is responsible for presenting this report in accordance with the Uniform Expenditure Reporting System as described in Note 1. Our responsibility is to express an opinion on this report 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 this report is presented in accordance with the Uniform Expenditure Reporting System in all material respects. An examination involves performing procedures to obtain evidence about the amounts and disclosures in the report. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material misstatement of the report, 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.

We are required to be independent and to meet our other ethical responsibilities in accordance with relevant ethical requirements relating to the engagement.

In our opinion, the Annual Budgeted Expenditure Limitation Report referred to above is presented in accordance with the Uniform Expenditure Reporting System as described in Note 1 in all material respects.

*CWDL, Certified Public Accountants*

Mesa, Arizona  
September 25, 2024

**GRAHAM COUNTY COMMUNITY COLLEGE DISTRICT  
(EASTERN ARIZONA COLLEGE)  
ANNUAL BUDGETED EXPENDITURE LIMITATION REPORT – PART I  
YEAR ENDED JUNE 30, 2023**

---

Economic Estimates Commission expenditure limitation	\$	<u>34,492,544</u>	
Total amount subject to the limitation (from Part II, line C)	\$		<u>34,492,544</u>
Amount under (in excess of) the expenditure limitation	\$		<u><u>-</u></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: Heston Welker, Vice President of Administration/Chief Business Officer

Telephone number: (928)428-8201 Date: September 25, 2024

See accompanying notes to the report.

**GRAHAM COUNTY COMMUNITY COLLEGE DISTRICT  
(EASTERN ARIZONA COLLEGE)  
ANNUAL BUDGETED EXPENDITURE LIMITATION REPORT – PART II  
YEAR ENDED JUNE 30, 2023**

---

	<u>Total</u>
A. Total budgeted expenditures	\$ 66,732,684
B. Less exclusions claimed:	
Dividends, interest, and gains on the sale or redemption of investment securities	1,898,429
Grants, aid, or contributions from the federal government, the State of Arizona, other political subdivisions, tribal governments, or special taxing districts (Note 2)	6,911,641
Grants, aid, contributions, or gifts from a private agency, organization, or individual, except amounts received in lieu of taxes (Note 3)	542,223
Contracts with other political subdivisions or tribal governments	8,824,984
Amounts accumulated for the purchase of land, and the purchase or construction of buildings or improvements (Note 4)	2,345,841
Tuition and fees (Note 5)	11,322,153
Amounts received from the State of Arizona for workforce development in accordance with A.R.S. §15-1472 (Note 6)	394,869
Total exclusions claimed	<u>32,240,140</u>
C. Amounts subject to the expenditure limitation	<u>\$ 34,492,544</u>

*See accompanying notes to the report.*

**GRAHAM COUNTY COMMUNITY COLLEGE DISTRICT  
(EASTERN ARIZONA COLLEGE)  
NOTES TO ANNUAL BUDGETED EXPENDITURE LIMITATION REPORT  
YEAR ENDED JUNE 30, 2023**

---

**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, and A.R.S. §§15-792.03, 15-795.01, 15-1444, and 15-1472, as applicable, from the total budgeted expenditures.

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 – GRANTS, AID, OR CONTRIBUTIONS**

Of the \$9,074,391 reported as government grants or Smart and Safe Arizona Funds on the Statement of Revenues, Expenses, and Changes in Net Position - Primary Government, only \$6,911,641 was claimed as an exclusion. The remaining \$2,162,750 was carried forward to future years.

**NOTE 3 – PRIVATE GRANTS AND CONTRIBUTIONS**

The entire \$542,223 reported as private contracts on the Statement of Revenues, Expenses, and Changes in Net Position - Primary Government was claimed as an exclusion.

**NOTE 4 – AMOUNTS ACCUMULATED FOR THE PURCHASE OF LAND, CONSTRUCTION OF BUILDINGS OR BUILDING IMPROVEMENTS**

The District claimed as an exclusion of \$2,345,841 for land and building improvements that were expended during the current fiscal year. The total amount of this exclusion is reported in Note 3 of the financial statements.

**NOTE 5 – TUITION AND DORMITORY FEES AND FOOD SERVICE**

The District does not budget tuition and dormitory fees revenue or food sales revenue net of scholarship allowances. The entire gross revenue of \$11,322,153 reported on the Statement of Revenues, Expenses, and Changes in Net Position — Primary Government was reported as an exclusion.

**NOTE 6 – AMOUNTS RECEIVED FOR WORKFORCE DEVELOPMENT**

Amounts received from the State of Arizona for workforce development in accordance with A.R.S. §15-1472 are reported as the share of State sales taxes on the Statement of Revenues, Expenses, and Changes in Net Position — Primary Government. Of the \$878,759 received during the current year, only \$394,869 was used as an exclusion and the remaining \$483,890 was carried forward to be expended in future periods.

**GRAHAM COUNTY COMMUNITY COLLEGE DISTRICT  
(EASTERN ARIZONA COLLEGE)  
NOTES TO ANNUAL BUDGETED EXPENDITURE LIMITATION REPORT  
YEAR ENDED JUNE 30, 2023**

---

**NOTE 7 – PRIOR YEAR CARRYFORWARD**

Revenues that are constitutionally excludable and unexpended in the year of receipt may be accumulated and excluded in future years when spent. A summary of the excludable revenue sources and the changes in those balances is shown in the table below:

<b>Description</b>	<b>Balance June 30, 2022</b>	<b>Additions</b>	<b>Reductions</b>	<b>Balance June 30, 2023</b>
Dividends, interest, and gains on the sale or redemption of investment securities:	\$ 514,805	\$ -	\$ -	\$ 514,805
Grants, aid, or contributions from the federal government, the State of Arizona, other political subdivisions, tribal governments, or special taxing districts:	6,372,129	2,162,750	-	8,534,879
Amounts accumulated for the purchase of land, and the purchase or construction of buildings or improvements:	9,969,831	-	-	9,969,831
Tuition and fees:	26,340,268	-	-	26,340,268
Contracts with other political subdivisions or tribal governments:	756,769	-	-	756,769
Amounts received from the State of Arizona for workforce development in accordance with A.R.S. §15-1472:	2,024,203	483,890	-	2,508,093
Total carryforward	<u>\$ 45,978,005</u>	<u>\$ 2,646,640</u>	<u>\$ -</u>	<u>\$ 48,624,645</u>