

Coconino County Community College District

Single Audit Reporting Package

Year Ended June 30, 2024

Coconino County Community College District
Single Audit Reporting Package
Year Ended June 30, 2024

Table of Contents

Auditors' Section

Independent auditors' report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Basic Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	1
Independent auditors' report on compliance for each major program; report on internal control over compliance; and report on schedule of expenditures of federal awards required by the Uniform Guidance	3
Schedule of Findings and Questioned Costs	
Summary of Auditor's Results	6
Financial Statement Findings	7
Federal Award Findings and Questioned Costs	7

District Section

Schedule of Expenditures of Federal Awards	8
Notes to Schedule of Expenditures of Federal Awards	10

District Response

Summary schedule of Prior Audit Findings – End of report

Reports Issued Separately

Annual Comprehensive Financial Report

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT
AUDITING STANDARDS**

The Auditor General of the State of Arizona

The Governing Board of
Coconino County Community College District

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the U.S. Comptroller General, the financial statements of the business-type activities and discretely presented component unit of Coconino County Community College District (District) as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 20, 2024. Our report includes a reference to other auditors who audited the financial statements of the Coconino Community College Foundation, the discretely presented component unit, as described in our report on the District's financial statements. The financial statements of the discretely presented component unit were not audited in accordance with *Government Auditing Standards*, and accordingly, this report does not include reporting on internal control over financial reporting or instances of reportable noncompliance associated with the discretely presented component unit.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the basic financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the District's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Audit Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Snyder & Brown CPAs, PLLC

Tempe, Arizona
December 20, 2024

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AS REQUIRED BY THE UNIFORM GUIDANCE

The Auditor General of the State of Arizona
The Governing Board of
Coconino County Community College District

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Coconino County Community College District's compliance with the types of compliance requirements identified as subject to audit in the U.S. Office of Management and Budget (OMB) Compliance Supplement that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024. The District's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Basis for opinion on each major federal program

We conducted our audit of compliance in accordance with U.S. generally accepted auditing standards, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the U.S. Comptroller General, and the audit requirement of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the auditors' responsibilities for the audit of compliance section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Management's Responsibilities for compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the District's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with U.S. generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with U.S. generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, we express no such opinion.

We are required to communicate with those charged with governance regarding, among other matters, the audit's planned scope and timing and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the auditors' responsibilities for the audit of compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit, we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the business-type activities and discretely presented component unit of the District, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our report thereon dated December 20, 2024, which contained unmodified opinions on those financial statements. Our report also included a reference to our reliance on other auditors. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Snyder & Brown CPAs, PLLC
Tempe, Arizona
December 20, 2024

Coconino County Community College District
Schedule of Findings and Questioned Costs
Year Ended June 30, 2024

Summary of Auditor's Results

Financial Statements

Type of auditors' report issued on whether the financial statements audited were prepared in accordance with generally accepted accounting principles	Unmodified
---	------------

Is a going concern emphasis-of-matter paragraph included in the auditors' report?	No
---	----

Internal control over financial reporting	
Material weaknesses identified?	No
Significant deficiencies identified?	None reported

Noncompliance material to the financial statements noted?	No
---	----

Federal Awards

Internal control over major programs	
Material weaknesses identified?	No
Significant deficiencies identified?	None reported

Type of auditors' report issued on compliance for major programs	Unmodified
--	------------

Any audit findings disclosed that are required to be reported in accordance with 2 CFR §200.516(a)?	No
---	----

Identification of major programs

Assistance Listing Number	Name of Federal Program or Cluster
84.007, 84.033, 84.063, 84.268	Student Financial Assistance Cluster
21.027	Coronavirus State & Local Fiscal Recovery Fund

Dollar threshold used to distinguish between Type A and Type B programs	\$750,000
---	-----------

Auditee qualified as low-risk auditee?	Yes
--	-----

Coconino County Community College District
Schedule of Findings and Questioned Costs
Year Ended June 30, 2024

Financial Statement Findings

None reported.

Federal Award Findings and Questioned Costs

None reported.

District Section

Coconino County Community College District
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2024

Federal Grantor/Program Title/ Pass-Through Grantor	Assistance Listing Number	Pass-Through Grantor's Number	Expenditures
U.S. Department of Labor			
<i>Passed through Office of Economic Opportunity</i>			
Workforce Innovation and Opportunity Act (WIOA), Adult Programs	17.258	OEO-QUALITYJOBS-24-03	\$ 175,522
Total U.S. Department of Labor			<u>175,522</u>
U.S. Department of Treasury			
<i>Passed through Coconino County, Arizona</i>			
Coronavirus State & Local Fiscal Recovery Fund		ARPA-7123-01, ARPA-7124-02	
	21.027		414,689
<i>Passed through Local First AZ Foundation</i>			
Coronavirus State & Local Fiscal Recovery Fund	21.027	GR-ARPA-102022-28	10,548
Total Assistance Listing # 21.027			<u>425,237</u>
Total U.S. Department of Treasury			<u>425,237</u>
National Science Foundation			
<i>Passed through board of regents, NSHE, OBO University of Nevada</i>			
STEM Education (formerly Education and Human Resources)	47.076	19-GR06487-07	24,676
<i>Passed through board of regents for Northern Arizona University</i>			
STEM Education (formerly Education and Human Resources)	47.076	1005405-01	5,682
<i>Passed through Occidental College</i>			
STEM Education (formerly Education and Human Resources)	47.076	G30246-OXY01	2,066
Total Assistance Listing # 47.076			<u>32,424</u>
Total National Science Foundation			<u>32,424</u>
U.S. Small Business Administration			
<i>Passed through Maricopa County Community College District</i>			
Small Business Development Centers	59.037	MOA-AZ-SBDC 052124	110,000
Total U.S. Small Business Administration			<u>110,000</u>

The accompanying Notes to the Schedule of Expenditures of Federal Awards are an integral part of the schedule.

Coconino County Community College District
Schedule of Expenditures of Federal Awards (continued)
Year Ended June 30, 2024

Federal Grantor/Program Title/ Pass-Through Grantor	Assistance Listing Number	Pass-Through Grantor's Number	Expenditures
U.S. Department of Education			
<i>Passed through Arizona Department of Education</i>			
Adult Education - Basic Grants to States	84.002	24FABASC-412231-01A 24FIELCC-412231-01A 24FIETCO-412231-01A 24FIECTC-412231-01A 22FPRLEC-212231-01A 22FVILEC-21231-01A	397,156
Student Financial Assistance Cluster			
Federal Supplemental Educational Opportunity Grants	84.007		153,487
Federal Work-Study Program	84.033		93,984
Federal Pell Grant Program	84.063		2,711,576
Federal Direct Student Loans	84.268		1,482,091
Total Student Financial Assistance Cluster			<u>4,441,138</u>
TRIO Student Support Services	84.042		245,201
<i>Passed through Arizona Department of Education</i>			
Career and Technical Education -- Basic Grants to States	84.048	24FCTDBG-412231-20A	321,391
<i>Passed through Yavapai County Community College District</i>			
Fund for the Improvement of Postsecondary Education	84.116	P116T210013	76,486
Strengthening Minority-Serving Institutions	84.382		332,374
Total U.S. Department of Education			<u>5,813,746</u>
U.S. Department of Health and Human Services			
<i>Passed through Arizona Department of Health Services</i>			
Nurse Education, Practice, Quality and Retention Grants	93.359	CTR062622-1	500,720
<i>Passed through Maricopa County Community College District</i>			
Medical Assistance Program	93.778	YHB23-0016	478,603
<i>Passed through board of regents for Northern Arizona University</i>			
Biomedical Research and Research Training	93.859	1003808-1	62,043
Total U.S. Department of Health and Human Services			<u>1,041,366</u>
Total Expenditures of Federal Awards			<u>\$ 7,598,295</u>

The accompanying Notes to the Schedule of Expenditures of Federal Awards are an integral part of the schedule.

Coconino County Community College District
Notes to Schedule of Expenditures of Federal Awards
Year Ended June 30, 2024

Significant Accounting Policies Used in Preparing the SEFA

Expenditures reported on the schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

10% De Minimis Cost Rate

The District elected to use the 10 percent de minimis indirect cost rate as covered in 2 CFR §200.414.

Basis of presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Coconino County Community College District for the year ended June 30, 2024. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

Federal Assistance Listings numbers

The program titles and Federal Assistance Listing numbers were obtained from the federal or pass-through grantor or the 2024 Federal Assistance Listings.



December 31, 2024

Lindsey A. Perry
Auditor General
2910 N. 44th St., Ste. 410
Phoenix, AZ 85018

Dear Ms. Perry:

We have prepared the accompanying summary schedule of prior audit findings as required by the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Specifically, we are reporting the status of audit findings included in the prior audit's schedule of audit findings and questioned costs.

Sincerely,

A handwritten signature in blue ink, appearing to read "Jami Van Ess", is written over a faint, circular blue ink stamp.

Jami Van Ess
Executive Vice President

Coconino County Community College District
Summary Schedule of Prior Audit Findings
Year ended June 30, 2024

Status of financial statement findings

The District's initial financial statements contained misstatements, omissions, and misclassifications, which increased the risk that those relying on the reported financial information could be misinformed.

Finding number: 2023-01

Status: Fully corrected.

Contact Person: Sonni Marbury, Executive Director of Accounting

Explanation: The District used the FY2024 audit to invest significant resources in a 3rd party vendor CPA firm as well as engaging an independent CPA firm for compilation services that continued to improve systems, accuracy, documented procedures and guidance on preparation of the financial statements. Reporting documentation and timelines have been continued to be improved to increase efficiency. Additionally, the District took advantage of GFOA resources well in advance of preparation of new GASB requirements.