

Maricopa County Community College District

Phoenix, Arizona

Chandler-Gilbert

Estrella Mountain

GateWay

Glendale

Maricopa
Corporate College

Mesa

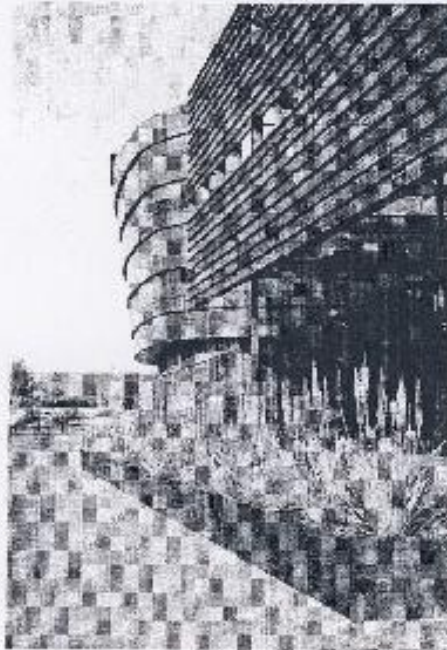
Paradise Valley

Phoenix

Rio Salado

Scottsdale

South Mountain



GateWay Community College

Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2014



Supplemental
Information

**Maricopa County Community College District
Notes to Supplemental Information
For the Year Ended June 30, 2014**

NOTE 1 - Statement of Purpose

The Maricopa County Community College District Statement of Revenues, Expenses, and Changes in Net Position by College/Center for the Year Ended June 30, 2014, is required by the terms of a Memorandum of Understanding (MOU) between the Maricopa County Community College District (the District) and the Higher Learning Commission (HLC), a commission of the North Central Association of Colleges and Schools (NCA). The MOU outlines an appropriate pattern of evidence to be made available by the District for purposes of meeting certain NCA Criteria for Accreditation related to financial resources/uses and other assurances. This schedule presents revenues and expenses for each college/center within the District.

NOTE 2 - Basis of Allocation

The District receives and records property taxes and state appropriations revenues on behalf of the colleges. For the purpose of this schedule, these revenues are allocated to the colleges on the basis of full-time student equivalents and a distribution of District Support Services Center costs. Maricopa Skill Center is included with GateWay Community College and Southwest Skill Center is included with Estrella Mountain Community College.



Statistical Section

The Maricopa County Community College District (the District) implemented the provisions of Governmental Accounting Standards Board Statement No. 44, *Economic Condition Reporting: The Statistical Section*.

This section of the Maricopa County Community College District's comprehensive annual financial report presents detailed information as a context for further understanding of the information in the financial statements, note disclosures, and supplementary information.

Financial Trends

These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the District's most significant revenue sources.

Debt Capacity

These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.

Operating Information

These schedules contain service and capital asset data to help the reader understand how the information in the District's financial report relates to the services the government provides and the activities it performs.

Maricopa County Community College District
Schedule of Expenses by Identifiable Activity
Last Ten Fiscal Years
(Dollars in Thousands)

	Fiscal Year				
	2013-14	2012-13	2011-12	2010-11	2009-10
Instruction	\$ 284,552	\$ 286,661	\$ 274,582	\$ 266,455	\$ 259,910
Public service	15,811	16,797	16,239	15,979	16,409
Academic support	86,965	81,347	74,342	69,545	61,912
Student services	72,266	70,305	69,909	63,399 (3)	128,365 (1)
Institutional support	116,376	133,259	106,910	102,314	109,509 (1)
Operation and maintenance of plant	69,420	67,244	66,863	59,185	65,907 (1)
Student financial assistance	102,958	112,538	120,269	111,598 (2)	4,060 (1)
Auxiliary enterprises	48,480	53,760	50,419	43,124	59,256 (1)
Depreciation	48,751	43,893	59,048	36,744	36,530
Other	340	2,380	1,119	1,215	1,213
Total operating expenses	<u>846,537</u>	<u>868,184</u>	<u>813,740</u>	<u>769,459</u>	<u>734,491</u>
Interest expense on debt	24,779	22,775	23,578	24,192	26,339
Loss on sale/disposal of capital assets	2,587	80	584	139	8
Total nonoperating expenses	<u>27,175</u>	<u>22,355</u>	<u>23,962</u>	<u>24,301</u>	<u>26,317</u>
Total expenses	<u>\$ 873,712</u>	<u>\$ 890,539</u>	<u>\$ 837,682</u>	<u>\$ 793,760</u>	<u>\$ 760,808</u>

	Fiscal Year				
	2008-09	2007-08	2006-07	2005-06	2004-05
Instruction	\$ 252,226	\$ 252,671	\$ 252,772	\$ 237,755	\$ 216,254
Public service	15,180	13,776	13,269	13,552	14,729
Academic support	61,594	60,482	58,373	54,342	48,365
Student services	79,902	66,436	62,432	62,467	53,960
Institutional support	112,941	107,202	102,095	91,872	87,193
Operation and maintenance of plant	53,453	49,394	42,345	37,664	28,740
Student financial assistance	3,184	3,551	3,147	2,901	3,467
Auxiliary enterprises	64,611	58,990	63,642	63,601	59,750
Depreciation	30,751	28,821	28,166	22,470	25,047
Other	548	601	583	602	4,233
Total operating expenses	<u>685,890</u>	<u>641,904</u>	<u>626,628</u>	<u>587,206</u>	<u>531,678</u>
Interest expense on debt	23,364	23,825	18,040	17,365	13,709
Loss on sale/disposal of capital assets	-	181	-	-	326
Total nonoperating expenses	<u>23,364</u>	<u>24,006</u>	<u>18,040</u>	<u>17,365</u>	<u>14,035</u>
Total expenses	<u>\$ 709,254</u>	<u>\$ 665,910</u>	<u>\$ 644,668</u>	<u>\$ 604,571</u>	<u>\$ 545,713</u>

Source: Comprehensive Annual Financial Reports for years presented.

(1) As adjusted in fiscal year 2011.

(2) As adjusted in fiscal year 2012.

Maricopa County Community College District
Schedule of Expenses by Use
Last Ten Fiscal Years
(Dollars in Thousands)

	Fiscal Year				
	2013-14	2012-13	2011-12	2010-11	2009-10
Salaries and benefits	\$ 533,597	\$ 527,939	\$ 502,016	\$ 485,539	\$ 477,348
Contract services	64,118	66,826	57,597	51,583	48,031
Financial aid	119,664	130,046	127,529	118,305	97,300
Depreciation	48,271	43,893	39,048	36,744	36,330
Communications, utilities, and travel	23,310	24,897	24,512	22,562	21,258
Noncapitalized equipment	23,665	24,523	24,843	17,988	29,294
Supplies and materials	21,100	20,754	21,099	19,583	19,700
Subscriptions, dues, insurance, and rentals	10,339	9,508	10,391	9,477	9,421
Other expenses	14,873	29,799	5,705	8,556	8,380
Total operating expenses	845,337	868,184	813,740	769,455	747,062
Interest expense on debt	24,779	22,275	23,378	24,192	26,309
Loss on sale/disposal of capital assets	2,397	80	564	109	8
Total nonoperating expenses	27,176	22,355	23,942	24,301	26,317
Total expenses	\$ 872,513	\$ 890,539	\$ 837,682	\$ 793,756	\$ 773,379

	Fiscal Year				
	2008-09	2007-08	2006-07	2005-06	2004-05
Salaries and benefits	\$ 476,551	\$ 448,083	\$ 440,052	\$ 410,438	\$ 382,588
Contract services	51,283	52,067	53,373	48,746	44,639
Financial aid	44,565	36,330	36,565	37,481	41,981
Depreciation	36,751	28,821	28,166	22,470	25,047
Communications, utilities, and travel	20,827	20,979	19,762	19,431	18,505
Noncapitalized equipment	29,393	24,102	18,493	19,208	11,117
Supplies and materials	16,573	18,497	16,375	18,432	17,824
Subscriptions, dues, insurance, and rentals	9,802	9,698	9,441	8,511	7,325
Other expenses	5,345	3,327	4,201	2,499	2,752
Total operating expenses	685,890	611,904	626,628	587,206	551,678
Interest expense on debt	23,364	23,825	18,040	17,365	13,799
Loss on sale/disposal of capital assets	-	181	-	-	326
Total nonoperating expenses	23,364	24,006	18,040	17,365	14,025
Total expenses	\$ 709,254	\$ 665,910	\$ 644,668	\$ 604,571	\$ 565,713

Source: Comprehensive Annual Financial Reports for years presented.

Maricopa County Community College District
Schedule of Revenues by Source
Last Ten Fiscal Years
(Dollars in Thousands)

	Fiscal Year				
	2013-14	2012-13	2011-12	2010-11	2009-10
Tuition and fees, net of scholarship allowance	\$ 153,155	\$ 149,178	\$ 150,443	\$ 145,711	\$ 146,834 (1)
Other	11,356	14,515	4,144	16,621	14,874
Total operating revenues	<u>164,511</u>	<u>163,693</u>	<u>164,587</u>	<u>162,332</u>	<u>161,708</u>
Property taxes	497,466	475,429	466,813	460,519	453,615
State appropriations	2,914	8,216	6,891	43,327	43,327
State-shared sales tax	8,928	7,432	7,712	3,365	7,117
Government grants and contracts	195,169	208,101	222,604	203,301	156,707
Private grants and contracts	2,454	2,872	3,601	3,892	3,602
Private gifts	11,029	10,567	10,280	10,997	10,056
Investment income, net of investment expense	2,728	1,488	2,644	1,228	1,664
Gain on sale/disposal of capital assets	-	-	-	-	-
Total nonoperating revenues	<u>728,688</u>	<u>711,255</u>	<u>720,545</u>	<u>737,629</u>	<u>677,868</u>
Total revenues	<u>\$ 893,179</u>	<u>\$ 874,928</u>	<u>\$ 885,132</u>	<u>\$ 899,961</u>	<u>\$ 839,576</u>

	Fiscal Year				
	2008-09	2007-08	2006-07	2005-06	2004-05
Tuition and fees, net of scholarship allowance	\$ 151,219	\$ 141,056	\$ 141,232	\$ 127,543	\$ 116,027
Other	12,538	12,360	13,645	15,023	11,550
Total operating revenues	<u>163,757</u>	<u>153,416</u>	<u>154,877</u>	<u>142,571</u>	<u>127,577</u>
Property taxes	443,029	399,567	364,536	324,593	296,179
State appropriations	51,128	57,329	57,528	51,863	51,291
State-shared sales tax	7,233	8,946	10,255	8,436	7,712
Government grants and contracts	89,708	74,690	70,062	72,199	77,387
Private grants and contracts	3,842	3,749	4,566	4,052	3,202
Private gifts	15,726	15,272	12,386	9,962	10,504
Investment income, net of investment expense	8,194	25,089	21,267	16,947	7,127
Gain on sale/disposal of capital assets	474	-	69	207	-
Total nonoperating revenues	<u>637,334</u>	<u>580,862</u>	<u>540,669</u>	<u>491,259</u>	<u>451,402</u>
Total revenues	<u>\$ 791,091</u>	<u>\$ 734,278</u>	<u>\$ 695,546</u>	<u>\$ 633,830</u>	<u>\$ 579,019</u>

Source: Comprehensive Annual Financial Reports for years presented.

Note: Beginning in fiscal year 2008, government and private grants were reclassified from operating revenue to nonoperating revenue. Prior years have been reclassified for comparison purposes.

(1) As adjusted in fiscal year 2011.

Maricopa County Community College District
Schedule of Other Changes in Net Position
Last Ten Fiscal Years
(Dollars in Thousands)

	Fiscal Year				
	2013-14	2012-13	2011-12	2010-11	2009-10
Income (loss) before other changes in net position	\$ 19,956	\$ (12,611)	\$ 47,450	\$ 103,201	\$ 78,737
Capital appropriations	-	-	-	-	-
Capital grants and gifts	408	540	776	351	526
Total change in net position	<u>\$ 20,364</u>	<u>\$ (2,071)</u>	<u>\$ 48,226</u>	<u>\$ 103,552</u>	<u>\$ 79,263</u>

	Fiscal Year				
	2008-09	2007-08	2006-07	2005-06	2004-05
Income (loss) before other changes in net position	\$ 81,838	\$ 68,878	\$ 50,878	\$ 29,159	\$ 15,537
Capital appropriations	-	11,204	11,422	10,978	10,372
Capital grants and gifts	238	754	659	558	272
Total change in net position	<u>\$ 82,076</u>	<u>\$ 80,836</u>	<u>\$ 62,959</u>	<u>\$ 40,795</u>	<u>\$ 25,951</u>

Source: Comprehensive Annual Financial Reports for years presented.