



DEBRA K. DAVENPORT, CPA
AUDITOR GENERAL

STATE OF ARIZONA
OFFICE OF THE
AUDITOR GENERAL

MELANIE M. CHESNEY
DEPUTY AUDITOR GENERAL

February 7, 2012

Governing Board
Topock Elementary School District No. 12
P.O. Box 370
Topock, AZ 86436

Members of the Board:

We previously notified you that the District had not complied with the *Uniform System of Financial Records* (USFR) based on our status review of the District as of July 2008.

In December 2011, we received the District's audit reports for the years ended June 30, 2008 and 2009, and the USFR Compliance Questionnaire for the year ended June 30, 2009. We reviewed these reports to determine whether the District was in compliance with the USFR as of June 30, 2009. Based solely on our review of these documents, the District has complied with the USFR.

However, we noted that the District still had numerous internal control deficiencies cited by its auditors in the Schedule of Findings and Responses and the USFR Compliance Questionnaire. These deficiencies indicate that the District's internal controls over student activities cash receipts and payroll are still especially weak, leaving student and district monies susceptible to loss, theft, or misuse. In addition, the District's internal controls to ensure the accuracy of its accounting records are also weak.

Although the cited deficiencies do not cause substantial noncompliance, the District must take corrective action to continue to satisfactorily comply with the USFR, adequately safeguard student and district monies, and maintain accurate and reliable accounting records.

If you have questions concerning the deficiencies or how to correct them, please call Laura Miller, Accounting Services Director, or Cris Cable, Accounting Services Manager, at (602) 553-0333.

Sincerely,

Debbie Davenport
Auditor General

cc: John Warren, Superintendent
Kim Konnerth, Business Manager
Topock Elementary School District No. 12