

Office of the Arizona State Treasurer Annual financial statement audit

The Arizona State Treasurer’s fiscal year 2023 reported financial information is reliable. However, we reported deficiencies over financial reporting summarized on the next page.

Audit purpose

To express our opinion on the Arizona State Treasurer’s financial statements and, if applicable, to report findings over noncompliance with certain laws and regulations or other financial deficiencies.

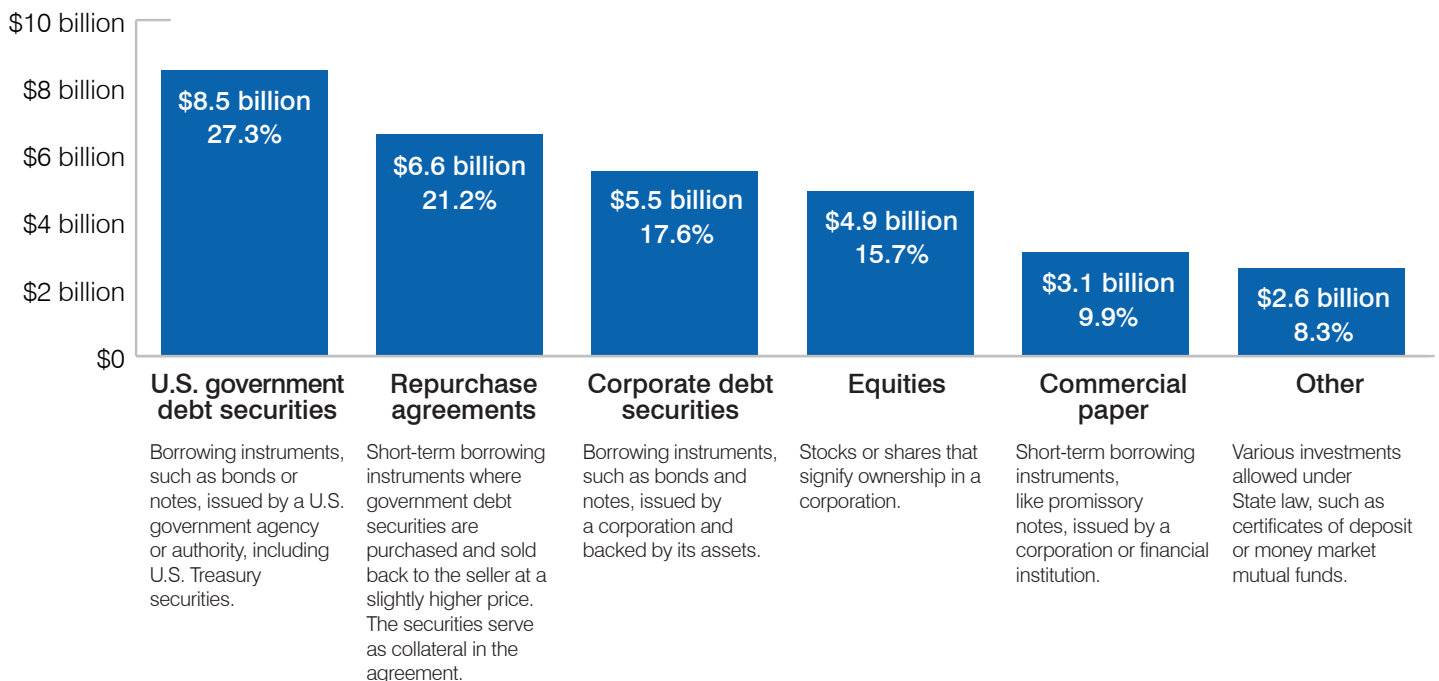
Treasurer manages the State’s and local governments’ investments

The Arizona State Treasurer’s primary function is holding and investing monies on behalf of State agencies including land trust funds and local governments such as cities and towns, special taxing districts, counties, and community college districts. It is responsible for maintaining effective internal controls that ensure the integrity of its financial and accounting information and accountability for its stewardship and use of public monies.

On behalf of:	Investments at June 30, 2023
State of Arizona	\$24.7 billion
Local governments	\$6.5 billion
Total	\$31.2 billion

Treasurer diversifies investments to help reduce risk

\$31.2 billion total investments by type
June 30, 2023



Auditor findings and recommendations

Summarized below are our findings and recommendations included in the Treasurer's [Report on Internal Control and on Compliance](#) where there is further information and the Treasurer's Office's responses. The Treasurer's Office needs to:

- Update, document, and implement policies and procedures over its information technology (IT) systems and data, including sensitive data, to effectively prevent, detect, and respond to unauthorized or inappropriate access or use, manipulation, damage, or loss. We found that processes for managing and documenting risks and control procedures over IT systems and data, in addition to identifying, classifying, and inventorying sensitive information, were not sufficient, which may put Treasurer operations, IT systems, and data at unintended and unnecessary risk of potential harm.

Auditor General website report links

- The June 30, 2023, Arizona State Treasurer annual financial statement report and Report on Internal Control and on Compliance that are summarized in these highlights can be found at this [link](#). These reports should be read to fully understand the Arizona State Treasurer's overall financial picture and our reporting responsibilities.
- The Arizona State Treasurer's reports from prior years are available at this [link](#).