



DEBRA K. DAVENPORT, CPA  
AUDITOR GENERAL

STATE OF ARIZONA  
OFFICE OF THE  
AUDITOR GENERAL

MELANIE M. CHESNEY  
DEPUTY AUDITOR GENERAL

September 5, 2012

Governing Board  
Camp Verde Unified School District No. 28  
410 Camp Lincoln Road  
Camp Verde, AZ 86322

Members of the Board:

In November 2010, we notified you that the District had not complied with the *Uniform System of Financial Records* (USFR).

We have since received and reviewed the District's audit reports and USFR Compliance Questionnaire for the year ended June 30, 2011, to determine whether the District was in compliance with the USFR as of that date. 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 Questioned Costs and the USFR Compliance Questionnaire. These deficiencies indicate that the District's internal controls are especially weak in the areas of miscellaneous cash receipts, auxiliary operations, and student activities, including lack of adequate separation of responsibilities. These weaknesses leave district and student monies susceptible to loss, theft, or misuse.

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

If you have questions concerning the deficiencies or how to correct them, please call Michael Stelpstra, Accounting Services Manager, or me at (602) 553-0333.

Sincerely,

Laura J.P. Miller, CPA  
Accounting Services Director

cc: Dr. Amber Lee, Administrator in Charge  
Ms. Janet Leuer, Director of Business Services  
Camp Verde Unified School District No. 28  
The Honorable Tim Carter, Yavapai County School Superintendent  
Ms. Stacey Morley, Executive Director of Policy Development and Government Relations  
Arizona Department of Education