



MELANIE M. CHESNEY
DEPUTY AUDITOR GENERAL

ARIZONA AUDITOR GENERAL
LINDSEY A. PERRY

JOSEPH D. MOORE
DEPUTY AUDITOR GENERAL

February 19, 2020

The Honorable Kathy Hoffman
Superintendent of Public Instruction
Arizona Department of Education
1535 W. Jefferson St.
Phoenix, AZ 85007

Subject: Hyder Elementary School District - Not in Compliance with the USFR

Dear Ms. Hoffman:

In July 2019, we notified Hyder Elementary School District that it had not complied with the *Uniform System of Financial Records* (USFR) based on our review of the District's audit reports and USFR Compliance Questionnaire for the year ended June 30, 2018. The District was given 90 days to correct its deficiencies as required by Arizona Revised Statutes (A.R.S) §15-271.

In November 2019, the District provided a required corrective action plan for our review. Based on our review of the District's corrective action plan and related documents and discussions with District management, we determined that the District has not made adequate progress in correcting the deficiencies and continues to be not in compliance with the USFR. Therefore, we request that the Arizona State Board of Education take appropriate action as prescribed by A.R.S §15-272.

If you have questions concerning this matter, please call Melanie Chesney, Deputy Auditor General and Accountability Services Division Director, or Cris Cable, Accountability Services Division Manager, at (602) 553-0333.

Sincerely,
Lindsey Perry, CPA, CFE
Auditor General

cc: Governing Board
Ms. Martha Yardley-Jones, Superintendent
Mr. John Koury, Business Manager
Hyder Elementary School District
The Honorable Thomas C. Tyree, Yuma County School Superintendent
Ms. Alicia Williams, Executive Director, Arizona State Board of Education
Mr. Claudio Coria, Chief of Staff
Ms. Sarah Hendrix, Deputy Associate Superintendent, Grants Management
Arizona Department of Education