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DEPUTY AUDITOR GENERAL

ARIZONA AUDITOR GENERAL
LINDSEY A. PERRY

JOSEPH D. MOORE
DEPUTY AUDITOR GENERAL

January 31, 2019

Governing Board
Peach Springs Unified School District No. 8
P.O. Box 360
Peach Springs, AZ 86434-0360

Dear Members of the Board:

In October 2014, 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, 2017, prepared by Hafen, Buckner, Everett & Graff, P.C., and considered the results of our performance audit dated January 31, 2019, to determine that the District is marginally compliant with the USFR.

To continue to satisfactorily comply with the USFR in future years, district management must act to correct the existing deficiencies. The areas containing the most serious deficiencies and their associated risks are:

Area	Associated Risk
Cash receipts: The District did not issue receipts or reconcile cash deposits timely.	Leaves district monies susceptible to loss, theft, and misuse.
Expenditures, including travel: The District did not always have adequate documentation to demonstrate the expenditures were for an appropriate District purpose.	Increases the chance of unauthorized purchases being approved and made.

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If you have questions concerning this matter, please call Megan Smith, Accounting Services Manager, at (602) 553-0333 or msmith@azauditor.gov.

Sincerely,

Laura J.P. Miller, CPA
Accounting Services Director

cc: Ms. Jamie Cole, Superintendent
Peach Springs Unified School District No. 8
The Honorable Michael File, Mohave County School Superintendent
Ms. Shari Zara, Deputy Superintendent Operations
Ms. Sarah Hendrix, Deputy Associate Superintendent, Grants Management
Arizona Department of Education