



DEBRA K. DAVENPORT, CPA
AUDITOR GENERAL

STATE OF ARIZONA
OFFICE OF THE
AUDITOR GENERAL

MELANIE M. CHESNEY
DEPUTY AUDITOR GENERAL

February 28, 2018

Governing Board
Pine Strawberry Elementary School District No. 12
P.O. Box 1150
Pine, AZ 85544

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 review of the District's fiscal year 2015 financial audit reports and the USFR Compliance Questionnaire prepared by an independent certified public accounting firm. We subsequently reviewed the District's fiscal year 2016 financial audit reports and USFR Compliance Questionnaire and determined the District was still in noncompliance with the USFR.

We performed a status review as of January 11, 2018, to determine if the District had made improvements to substantially comply with the USFR. Based on our review of the District's records and procedures, and interviews with district personnel, we determined that the District substantially complied with the policies and procedures described in the USFR. Any remaining deficiencies have been discussed with district management.

Thank you for the assistance and cooperation that your administrators and staff provided during our status review. If you have questions concerning this matter, please call Megan Smith, Accounting Services Manager, or me at (602) 553-0333.

Sincerely,

Laura J.P. Miller, CPA
Accounting Services Director

cc: Ms. Kathlene Thomson, Principal/Superintendent
Dr. Linda O'Dell, Transitional Advisor
Ms. Beverly Steel, Business Manager
Pine Strawberry Elementary School District No. 12
The Honorable Roy A. Sandoval, Gila County School Superintendent
Ms. Shari Zara, Deputy Superintendent Operations
Ms. Christy Ellison, Deputy Associate Superintendent, Grants Management
Arizona Department of Education