



A REPORT
TO THE
ARIZONA LEGISLATURE

Financial Audit Division

Compliance Attestation Report

School Facilities Board

Year Ended June 30, 2008



Debra K. Davenport
Auditor General

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**STATE OF ARIZONA
OFFICE OF THE
AUDITOR GENERAL**

DEBRA K. DAVENPORT, CPA
AUDITOR GENERAL

WILLIAM THOMSON
DEPUTY AUDITOR GENERAL

Independent Accountants' Report

The Honorable Janet Napolitano, Governor

Members of the Arizona State Legislature

State of Arizona
School Facilities Board

We have examined the School Facilities Board's compliance regarding the statutory purpose requirements of the School Improvement Revenue Bond Proceeds Fund established by the Arizona Revised Statutes (A.R.S.) §15-2083, the School Improvement Revenue Bond Debt Service Fund established by A.R.S. §15-2084, the State School Trust Revenue Bond Proceeds Fund established by Laws 2003, Ch. 264, §23, and the State School Trust Revenue Bond Debt Service Fund established by Laws 2003, Ch. 264, §24 for the year ended June 30, 2008. Monies in the School Improvement Revenue Bond Proceeds Fund and State School Trust Revenue Bond Proceeds Fund may only be used to pay the costs for correcting school facilities' deficiencies, issuing bonds, or establishing bond reserves or sinking accounts. Monies in the School Improvement Revenue Bond Debt Service Fund and the State School Trust Revenue Bond Debt Service Fund may only be used for the debt service costs of school improvement and state school trust revenue bonds, as applicable. The School Facilities Board's management is responsible for compliance with those requirements. Our responsibility is to express an opinion on the School Facilities Board's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence about the School Facilities Board's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the School Facilities Board's compliance with the requirements.

In our opinion, the School Facilities Board complied, in all material respects, with the aforementioned requirements for the year ended June 30, 2008.

This report is intended solely for the information and use of the addressees and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record, and its distribution is not limited.

Debbie Davenport
Auditor General

December 12, 2008