



ARIZONA AUDITOR GENERAL

Lindsey A. Perry, Auditor General

Melanie M. Chesney, Deputy Auditor General

July 23, 2025

Arizona State Board of Education
1700 W. Washington St.
Executive Tower Ste. 300
Phoenix, AZ 85007

Subject: Isaac Elementary School District—Not in Compliance with Audit Reporting Requirements

Dear Members of the State Board:

We issued a letter on April 16, 2024, informing Isaac Elementary School District that we had not received its audit reports, and the *Uniform System of Financial Records for Arizona School Districts* (USFR) Compliance Questionnaire (Questionnaire) for the year ended June 30, 2024, which were due by March 31, 2025. We informed the District's Governing Board that if the District did not submit the reports and Questionnaire within 90 days, we would notify the Arizona State Board of Education (State Board) pursuant to Arizona Revised Statutes (A.R.S.) §15-271.

To date, we have not received the District's audit reports and Questionnaire for the year ended June 30, 2024. Consequently, the District has not complied with the USFR and applicable State and federal law regarding report submission, and we request that the State Board take appropriate action as prescribed by A.R.S. §15-272.

In addition to the District's noncompliance with this year's reporting requirements, the District has been in noncompliance with the USFR since July 2024 based on our review of the significant deficiencies cited in the District's audit reports and Questionnaire for year ended June 30, 2023. We notified the State Board of this noncompliance on December 30, 2024. Consequently, on January 14, 2025, the State Board held a hearing regarding the District's overexpenditures and appointed a receiver who may take action as prescribed in A.R.S. §15-103(F).

If you have questions concerning this matter, please call Meghan Hieger, Director, or Chris Votroubek, Manager, within our Accountability Services Division at (602) 977-2796.

Sincerely,

Lindsey A. Perry

Lindsey A. Perry, CPA, CFE
Auditor General

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cc: Governing Board

Lily Mesa-Lema, Interim Superintendent

James Serbin, Acting Chief Financial Officer

Isaac Elementary School District

The Honorable Shelli Boggs, Maricopa County Schools Superintendent

Sean Ross, Executive Director

Arizona State Board of Education

Art Harding, Chief Operations Officer

Nicole von Prisk, Deputy Associate Superintendent, Grants Management

Arizona Department of Education