



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

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AUDITOR GENERAL

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DEPUTY AUDITOR GENERAL

July 2, 2004

Gilbert Jimenez, Executive Director
Arizona Department of Commerce
1700 West Washington, Suite 600
Phoenix, AZ 85007

Subject: Procedural Review Letter

Dear Mr. Jimenez:

We have performed a procedural review of the Department of Commerce's internal controls in effect as of May 10, 2004. Our review consisted primarily of inquiries, observations, and selected tests of internal control policies and procedures, accounting records, and related documents. The review was more limited than would be necessary to give an opinion on internal controls. Accordingly, we do not express an opinion on internal controls or ensure that all deficiencies in internal controls are disclosed.

Specifically, we reviewed cash receipts, cash disbursements, transfers, payroll, purchasing, and capital assets.

Our review found no significant deficiencies in internal controls that we should report to you. However, our review disclosed isolated or less significant deficiencies that we have communicated directly to your staff.

This letter is intended solely for the information and use of the Department of Commerce and is not intended to be and should not be used by anyone other than the specified party. However, this letter is a matter of public record, and its distribution is not limited.

Should you have any questions concerning our procedural review, please let us know.

Sincerely,

Dennis L. Mattheisen, CPA
Financial Audit Director