



DEBRA K. DAVENPORT, CPA  
AUDITOR GENERAL

STATE OF ARIZONA  
OFFICE OF THE  
AUDITOR GENERAL

MELANIE M. CHESNEY  
DEPUTY AUDITOR GENERAL

April 29, 2011

Governing Board  
Canon Elementary School District No. 50  
P.O. Box 89  
Black Canyon City, AZ 85324-0089

Members of the Board:

School districts with an adopted expenditure budget of \$2 million or more for the Maintenance and Operation Fund must have an annual financial statement audit and should submit the related audit reports to our Office within 9 months of fiscal year-end. At the same time, the District's auditors must prepare and submit a Uniform System of Financial Records (USFR) Compliance Questionnaire. The District's reports and questionnaire for the year ended June 30, 2010, were due by March 31, 2011; however, we have not received them. Consequently, the District has not complied with the USFR and state law in regard to report submission.

If the District does not submit the reports and questionnaire within 90 days of the date of this letter, we will notify the Arizona State Board of Education of the District's noncompliance and request that appropriate action be taken as prescribed by Arizona Revised Statutes §15-272.

If you have questions about this letter or the action the District must take, please call me at (602) 553-0333.

Sincerely,

Michael G. Stelpstra, CPA  
Accounting Services Manager

cc: Mr. Ron Hennings, Superintendent  
Canon Elementary School District No. 50  
The Honorable Tim Carter, Yavapai County School Superintendent  
Mr. Yousef Awwad, Director of School Finance  
Arizona Department of Education