

INDEPENDENT ACCOUNTANTS' REPORT ON MINIMUM ACCOUNTING STANDARDS FOR ARIZONA COURTS

The Honorable Mayor, City Council and City Manager
City of Cottonwood, Arizona Municipal Court
Cottonwood, Arizona

We have performed the procedures, referenced below, which were agreed to by the City of Cottonwood, Arizona Municipal Court and the Arizona Supreme Court, to the accounting records of the City of Cottonwood Municipal Court for the year ended June 30, 2010. This report is solely intended for filing with the Arizona Supreme Court. This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, we make no representation regarding the sufficiency of the procedures referenced below either for the purpose for which this report has been requested or for any other purpose.

The procedures we performed are enumerated in the Guide for External Reviews by Auditors issued by the Arizona Supreme Court.

Our procedures disclosed a finding of noncompliance with the Minimum Accounting Standards as listed in the following schedule as item 2010-1.

We were not engaged to, and did not, perform an examination, the objective of which would be the expression of an opinion on the Court's compliance with Minimum Accounting Standards issued by the Arizona Supreme Court. Accordingly, we do not express such an opinion. This report only relates to the accounts and item specified above and does not extend to any financial statements of the City of Cottonwood, Arizona, taken as a whole. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the use of the City of Cottonwood, Arizona Municipal court, Management, and the Arizona Supreme Court, and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes.

LarsonAllen LLP

LarsonAllen LLP

Mesa, Arizona
January 28, 2011

The Honorable Mayor, City Council and City Manager
City of Cottonwood, Arizona Municipal Court

2010-1 Court Disbursements

For one of twenty court disbursements tested, the case file was not maintained. The Court moved offices and the file was lost during the move.

We recommend the Court maintain all case files to support receipts, disbursements and the fine charged.