

# ***Audit Highlights***

Comprehensive Annual Financial Report  
Lake County, Tennessee  
For the Year Ended June 30, 2002

## **Scope**

We have audited the general purpose financial statements and the combining, individual fund, and account group financial statements of Lake County as of and for the year ended June 30, 2002.

## **Results**

Our report on Lake County's financial statements was qualified because the statements did not include a General Fixed Assets account group.

Our audit resulted in five findings and recommendations, which we have reviewed with Lake County management. Detailed findings and recommendations are included in the Single Audit Section of this report.

The following are summaries of the audit findings:

### **OFFICE OF HIGHWAY COMMISSION CHIEF ADMINISTRATIVE OFFICER:**

- ◆ Signature stamps were used to sign payroll and vendor warrants.

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### **OTHER FINDINGS:**

- ◆ The county did not inventory, value, and record its general fixed assets, as required by generally accepted accounting principles.
- ◆ County officials had not adopted a central system of accounting, budgeting, and purchasing.
- ◆ Duties were not adequately segregated among officials and employees in the Offices of Trustee, County Clerk, Clerk and Master, Register, and Sheriff.
- ◆ The Ambulance Service had deficiencies in accounting for patient accounts receivable.