

Audit Highlights

Comprehensive Annual Financial Report

Loudon County, Tennessee

For the Year Ended June 30, 2003

Scope

We have audited the basic financial statements of Loudon County as of and for the year ended June 30, 2003.

Results

Our report on Loudon County's financial statements was qualified because the financial statements did not include one component unit whose financial statements were not available at the date of the report.

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

The following are summaries of the audit findings:

OFFICE OF DIRECTOR OF ACCOUNTS AND BUDGETS:

- ◆ Bank accounts were not maintained properly.
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OFFICES OF DIRECTOR OF ACCOUNTS AND BUDGETS AND HIGHWAY SUPERINTENDENT:

- ◆ Accounting functions for the Highway Department were not performed in accordance with provisions of the Fiscal Control Acts of 1957.
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OFFICES OF DIRECTOR OF ACCOUNTS AND BUDGETS, COUNTY EXECUTIVE, AND DIRECTOR OF SCHOOLS:

- ◆ Expenditures exceeded appropriations in the Solid Waste and Drug Control Funds and exceeded appropriations at the major category level in several other funds.
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OFFICE OF DIRECTOR OF SCHOOLS:

- ◆ Purchases were not made through the county purchasing agent.
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OTHER FINDING:

- ◆ Duties were not segregated adequately among the officials and employees in the Offices of Circuit and General Sessions Courts Clerk, Clerk and Master, and Sheriff.

*State of Tennessee
Comptroller of the Treasury
Department of Audit
Division of County Audit*