

Audit Highlights

Comprehensive Annual Financial Report
Sullivan County, Tennessee
For the Year Ended June 30, 2003

Scope

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

Results

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

Our audit resulted in five findings and recommendations, which we have reviewed with Sullivan County management. The 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:

OFFICES OF COUNTY EXECUTIVE, DIRECTOR OF SCHOOLS, AND DIRECTOR OF ACCOUNTS AND BUDGETS:

- ◆ Revenue anticipation notes loaned to the School Department were not retired prior to the close of the current fiscal year.

OFFICE OF DIRECTOR OF SCHOOLS:

- ◆ The General Purpose School Fund had a fund deficit of \$1,090,070 at June 30, 2003.
- ◆ Expenditures and other uses exceeded appropriations in several major categories of the General Purpose School Fund.

OFFICE OF REGISTER:

- ◆ Duties were not segregated adequately in the Office of Register.

OTHER FINDING:

- ◆ The county did not meet the required five-year average for local revenues in the Highway/Public Works Fund.

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