

Audit Highlights

Annual Financial Report
DeKalb County School Department
For the Year Ended June 30, 2004

Scope

We have audited the financial statements of each major fund and the aggregate remaining fund information of the DeKalb County School Department as of and for the year ended June 30, 2004.

Results

Our report on the DeKalb County School Department's financial statements expresses an adverse opinion because government-wide financial statements are not presented in accordance with Governmental Accounting Standards Board Statement No. 34.

Our audit resulted in four findings and recommendations, which we have reviewed with DeKalb County School Department management. Detailed findings and recommendations are included in the Single Audit Report.

The following are summaries of the audit findings:

DEKALB COUNTY SCHOOL DEPARTMENT:

- ◆ Government-wide financial statements were not presented in accordance with generally accepted accounting principles, resulting in an adverse opinion.
- ◆ Compensation paid to the members of the Board of Education was increased without the County Commission's approval.

OTHER FINDINGS:

- ◆ County officials had not adopted a central system of accounting and budgeting.
- ◆ Duties were not segregated adequately in the Office of Director of Schools.

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