

# ***Audit Highlights***

Annual Financial Report  
Overton 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 Overton County School Department as of and for the year ended June 30, 2004.

## ***Results***

Our report on the Overton 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 Overton County School Department management. Detailed findings and recommendations are included in the Single Audit Report.

The following are summaries of the audit findings:

### **OVERTON COUNTY SCHOOL DEPARTMENT:**

- ◆ Government-wide financial statements were not presented in accordance with generally accepted accounting principles, resulting in an adverse opinion.
- ◆ The office did not file a Report of Debt Obligations with the state director of Local Finance for debt issued during the year.
- ◆ Although the School Department had lists of its assets, the lists were not verified by personnel independent of preparing the inventory.
- ◆ Duties were not segregated adequately among employees at the Central Office.

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