

# ***Audit Highlights***

Annual Financial Report  
Hartsville/Trousdale County Government, Tennessee  
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 Hartsville/Trousdale County Government as of and for the year ended June 30, 2004.

## ***Results***

Our report on Hartsville/Trousdale County Government'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. Also, the financial statements did not include an Enterprise Fund and a component unit whose financial statements were not available at the date of this report.

Our audit resulted in nine findings and recommendations, which we have reviewed with Hartsville/Trousdale County Government's management. Detailed findings, recommendations, and management's responses are included in the Single Audit Report.

The following are summaries of the audit findings:

### **HARTSVILLE/TROUSDALE COUNTY GOVERNMENT:**

- ◆ Government-wide financial statements were not presented in accordance with generally accepted accounting principles, resulting in an adverse opinion.
- 

### **OFFICE OF COUNTY EXECUTIVE:**

- ◆ A detailed list of receivables and payables was not prepared for the Education Capital Projects Fund.
  - ◆ The actual beginning fund balance of the General Fund exceeded the estimated beginning fund balance by a material amount.
  - ◆ Purchase orders were not issued in some instances.
- 

### **OFFICE OF HIGHWAY SUPERINTENDENT:**

- ◆ The actual beginning fund balance in the Highway/Public Works Fund exceeded the estimated beginning fund balance by a material amount.
  - ◆ The office did not issue purchase orders.
-

**OFFICE OF TRUSTEE:**

- ◆ Funds on deposit with one depository were not adequately collateralized.
- 

**OTHER FINDINGS:**

- ◆ Government officials had not adopted a central system of accounting, budgeting, and purchasing.
- ◆ Duties were not segregated adequately in the Offices of County Executive, Highway Superintendent, Trustee, County Clerk, Circuit and General Sessions Courts Clerk, Clerk and Master, Register, and Sheriff.

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