

Audit Highlights
Annual Financial Report
Decatur County, Tennessee
For the Year Ended June 30, 2004

Scope

We have audited the financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of Decatur County as of and for the year ended June 30, 2004.

Results

Our report on Decatur County's financial statements was unqualified.

Our audit resulted in three findings and recommendations, which we have reviewed with Decatur County management. Detailed findings and recommendations are included in the Single Audit Section of this report.

The following are summaries of the audit findings:

- ◆ The Library Board maintained an outside bank account for late book fines and two certificates of deposit totaling \$104,686 for the library's building program. These transactions were not channeled through the county's General Fund.
- ◆ County officials had not adopted a central system of accounting, budgeting, and purchasing.
- ◆ Duties were not segregated adequately among officials and employees in the Offices of Trustee, Circuit and General Sessions Courts Clerk, Clerk and Master, Register, and Sheriff.