

Audit Highlights

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

Results

Our report on Wayne 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 five findings and recommendations, which we have reviewed with Wayne County School Department management. Detailed findings and recommendations are included in the Single Audit Report.

The following are summaries of the audit findings:

WAYNE 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 issue purchase orders or issued some purchase orders after purchases were made. Also, invoices were not on file to support some purchases.
- ◆ Payroll deduction accounts were not reconciled currently, and accounting personnel did not track gasoline sales and grant reimbursements adequately.
- ◆ Duties were not segregated adequately among employees at the Central Office.
- ◆ School Department officials had not adopted a central system of accounting, budgeting, and purchasing.

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