

STATE OF TENNESSEE

**REVIEW OF FUNDS
ADMINISTERED BY DISTRICT ATTORNEYS GENERAL
AND
JUDICIAL DISTRICT DRUG TASK FORCES
FIRST THROUGH THIRTY-FIRST JUDICIAL DISTRICTS**



FOR THE YEAR ENDED JUNE 30, 2006

**Comptroller of the Treasury
Department of Audit
Division of County Audit
Nashville, Tennessee**

REVIEW OF FUNDS
ADMINISTERED BY DISTRICT ATTORNEYS GENERAL
AND
JUDICIAL DISTRICT DRUG TASK FORCES
FIRST THROUGH THIRTY-FIRST JUDICIAL DISTRICTS
FOR THE YEAR ENDED JUNE 30, 2006

DEPARTMENT OF AUDIT
JOHN G. MORGAN
Comptroller of the Treasury

DIVISION OF COUNTY AUDIT
RICHARD V. NORMENT
Assistant to the Comptroller

JAMES R. ARNETTE
Director

This report is available at www.comptroller.state.tn.us

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Review Highlights

**Review of Funds
Administered by District Attorneys General
and
Judicial District Drug Task Forces
First Through Thirty-First Judicial Districts
For the Year Ended June 30, 2006**

Scope

Our review included an examination of funds administered by the district attorneys general for the year ended June 30, 2006. In addition, our review included an examination of judicial districts' drug task force funds administered by the task forces' boards of directors for the year ended June 30, 2006.

Results

Twelve judicial districts had findings. We reviewed these findings and recommendations with the district attorneys general and representatives of the Drug Task Forces. Details of these findings, recommendations, and management's responses, as a result of our examination, are presented in the Findings, Recommendations, and Financial Section of this report.

The following are summaries of the findings from our review:

FIRST JUDICIAL DISTRICT

- ◆ The Drug Task Force (DTF) did not deposit some collections with the county trustee within three days of receipt.
- ◆ Agents did not sign their activity reports to document that the reports were complete and accurate. Also, the agents' activity reports were not signed by the director of the DTF as evidence of review and approval.

FOURTH JUDICIAL DISTRICT

- ◆ The Drug Task Force Fund had a cash shortage of \$5,704 on October 10, 2006. This shortage resulted from the misappropriation of confidential investigative funds by an agent.
-

EIGHTH JUDICIAL DISTRICT

- ◆ Two employees of the District Attorney General's Office were paid salary supplements from the District Attorney General Fund contrary to Section 40-3-202(5), Tennessee Code Annotated. This section requires all payroll related payments be paid through the District Attorneys' General Conference.
 - ◆ The Drug Task Force (DTF) Fund had accounting deficiencies associated with the confidential funds' bank account. The bank account was over drawn several times during the year resulting in overdraft charges of \$360. Nonconfidential funds totaling \$2,000 were deposited and expended without proper approval, and loan payments for vehicles were not made in a timely manner due to insufficient funds in the account resulting in late fees of \$405.
 - ◆ The DTF did not maintain adequate documentation for grants and some board minutes were not on file.
-

NINTH JUDICIAL DISTRICT

- ◆ One employee of the District Attorney General's Office was paid a salary supplement from the District Attorney General Fund contrary to Section 40-3-202(5), Tennessee Code Annotated. This section requires all payroll related payments be paid through the District Attorneys' General Conference.
-

TENTH JUDICIAL DISTRICT

- ◆ The Drug Task Force (DTF) Fund had a cash shortage of \$4,520 at June 30, 2005. This shortage resulted from evidence (\$3,200) and confidential investigative funds (\$1,320) being unaccounted. As of the date of this review, the shortage has not been liquidated.
-

TWELFTH JUDICIAL DISTRICT

- ◆ Original documentation was not on file in the County Mayor's Office to support some Drug Task Force (DTF) expenditures. Also, DTF funds were used to pay the monthly cellular telephone bills of an assistant district attorney.
 - ◆ Several law enforcement agencies participating in the interlocal agreement did not contribute to the operations of the DTF.
 - ◆ The Board of Directors of the DTF did not assume sufficient oversight responsibility for the task force's operations.
 - ◆ Payments to confidential informants were not witnessed by a second officer.
-

THIRTEENTH JUDICIAL DISTRICT

- ◆ The District Attorney General's Office did not maintain adequate controls over its assets. In several instances, equipment was not tagged or clearly marked as property of the District Attorney General's Office.
 - ◆ The Putnam County Executive's Office did not issue purchase orders for some applicable purchases of the Drug Task Force (DTF).
 - ◆ The DTF had deficiencies over inventory controls. We noted assets such as a four-wheeler and a camera owned by the DTF that were not included on the inventory listing. Officers who were assigned laptop computers had not been required to account for the computers since they had been assigned. Also, we were unable to verify the existence of two night vision scopes and a pinhole camera that were listed on the equipment inventory.
 - ◆ An employee of the Methamphetamine Task Force (MTF) who handles cash was not bonded.
 - ◆ Deficiencies were noted in MTF expenditures. The Putnam County Executive's Office did not issue purchase orders for several applicable purchases of the MTF. Also, competitive bids were not solicited for the design and printing of MTF drug education handbooks at a cost of \$10,000.
 - ◆ The MTF had deficiencies concerning the purchase of intelligence tracking software (\$65,250). The MTF did not develop written specifications for the software nor seek requests for proposals from other software developers to ensure that the software was developed at a competitive price.
 - ◆ The MTF did not monitor a subrecipient of federal grant funds to ensure that the funds were used in accordance with grant guidelines.
-

EIGHTEENTH JUDICIAL DISTRICT

- ◆ The Drug Task Force (DTF) used confidential funds to pay for nonconfidential expenditures such as clothing allowances (\$1,000) and travel (\$734).
 - ◆ Sumner County Officials did not solicit competitive bids for the purchase of a truck (\$23,822) for the DTF.
-

TWENTY-FIRST JUDICIAL DISTRICT

- ◆ Several law enforcement agencies participating in the interlocal agreement did not contribute to the operations of the Drug Task Force.
-

TWENTY-THIRD JUDICIAL DISTRICT

- ◆ The Drug Task Force (DTF) had deficiencies concerning the reconciliation of the monthly agent activity reports and the monthly confidential funds custodian's report. The agent's monthly reports were not reconciled with the custodian's report. Also, the custodian's monthly report was not reconciled to receipts from the county. The failure to reconcile these reports resulted in several errors that went undetected.
 - ◆ The DTF had a cash shortage of \$54,000 on February 15, 2007. This shortage resulted from the DTF's failure to properly secure and safeguard cash seized during a drug operation. The Tennessee Bureau of Investigation is currently investigating this shortage.
-

TWENTY-FOURTH JUDICIAL DISTRICT

- ◆ The Drug Task Force (DTF) improperly paid for items that they did not purchase. The DTF used funds held for Henry County to pay three invoices totaling \$3,662.10 to Elite Firearms at the request of the bookkeeper of the Henry County Sheriff's Department. We believe that at least one of these invoices (\$1,699.90) was for personal items purchased by former Henry County Sheriff David Bumpus.
 - ◆ The DTF traded seized weapons in exchange for ammunition which violated state statute and a court order.
 - ◆ The DTF had a cash shortage of \$600 on June 30, 2006. This cash shortage resulted from an agent's failure to account for funds he received. The agent liquidated this cash shortage from personal funds on March 13, 2007.
 - ◆ An agent's June and July 2006 monthly reports had reporting errors.
 - ◆ Payments to confidential informants were not witnessed by a second officer.
 - ◆ The Board of Directors of the DTF did not assume sufficient oversight responsibility for the task force's operations.
-

THIRTY-FIRST JUDICIAL DISTRICT

- ◆ The Drug Task Force (DTF) board of directors minutes for the year were not available for review.
- ◆ The DTF had deficiencies over inventory controls. We noted a vehicle that was not included on the inventory listing and a motorcycle that was not included on the seizure listing.

INTRODUCTORY SECTION



STATE OF TENNESSEE
COMPTROLLER OF THE TREASURY
DEPARTMENT OF AUDIT
DIVISION OF COUNTY AUDIT
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July 17, 2007

To the Members of the General Assembly
of the State of Tennessee, and
The Honorable Phil Bredesen, Governor
of the State of Tennessee

Ladies and Gentlemen:

Transmitted herewith is our review of funds administered by District Attorneys General and Judicial District Drug Task Forces for the year ended June 30, 2006, for the first through the thirty-first judicial districts of the State of Tennessee. A separate review was conducted in each of the 31 judicial districts of the funds administered by the District Attorneys General and Judicial District Drug Task Forces. The results of our reviews of the judicial districts are presented in this report.

A copy of this report has been forwarded to the district attorneys general of the 31 judicial districts and to various other state and local government officials.

Very truly yours,

A handwritten signature in cursive script that reads "John G. Morgan".

John G. Morgan
Comptroller of the Treasury

JGM/rc

State of Tennessee
Roster of District Attorneys General
June 30, 2006

<u>Judicial District</u>	<u>Counties Included in Judicial District</u>	<u>District Attorney General</u>
First	Carter Johnson Unicoi Washington	Joe Crumley
Second	Sullivan	Greeley Wells
Third	Greene Hamblen Hancock Hawkins	C. Berkeley Bell
Fourth	Cocke Grainger Jefferson Sevier	Al Schmutzer, Jr.
Fifth	Blount	Mike Flynn
Sixth	Knox	Randall Nichols
Seventh	Anderson	James N. Ramsey
Eighth	Campbell Claiborne Fentress Scott Union	William Paul Phillips
Ninth	Loudon Meigs Morgan Roane	J. Scott McCluen
Tenth	Bradley McMinn Monroe Polk	Jerry N. Estes

State of Tennessee
Roster of District Attorneys General (Cont.)

Judicial District	Counties Included in Judicial District	District Attorney General
Eleventh	Hamilton	William H. Cox, III
Twelfth	Bledsoe Franklin Grundy Marion Rhea Sequatchie	J. Michael Taylor
Thirteenth	Clay Cumberland DeKalb Overton Pickett Putnam White	William E. Gibson
Fourteenth	Coffee	C. Michael Layne
Fifteenth	Metropolitan Hartsville/Trousdale Jackson Macon Smith Wilson	Tom P. Thompson, Jr.
Sixteenth	Cannon Rutherford	William C. Whitesell
Seventeenth	Bedford Lincoln Marshall Metropolitan Government of Lynchburg, Moore	William McCown
Eighteenth	Sumner	Lawrence Ray Whitley
Nineteenth	Montgomery Robertson	John W. Carney

State of Tennessee
Roster of District Attorneys General (Cont.)

Judicial District	Counties Included in Judicial District	District Attorney General
Twentieth	Metropolitan Nashville – Davidson	Victor S. Johnson, III
Twenty-First	Hickman Lewis Perry Williamson	Ronald L. Davis
Twenty-Second	Giles Lawrence Maury Wayne	Mike Bottoms
Twenty-Third	Cheatham Dickson Houston Humphreys Stewart	Dan M. Alsobrooks
Twenty-Fourth	Benton Carroll Decatur Hardin Henry	Robert Radford
Twenty-Fifth	Fayette Hardeman Lauderdale McNairy Tipton	Elizabeth Rice
Twenty-Sixth	Chester Henderson Madison	Jerry Woodall
Twenty-Seventh	Obion Weakley	Thomas A. Thomas
Twenty-Eighth	Crockett Gibson Haywood	Garry Brown

State of Tennessee
Roster of District Attorneys General (Cont.)

<u>Judicial District</u>	<u>Counties Included in Judicial District</u>	<u>District Attorney General</u>
Twenty-Ninth	Dyer Lake	C. Phillip Bivens
Thirtieth	Shelby	William L. Gibbons
Thirty-First	Van Buren Warren	Dale Potter

INTRODUCTION

This is a report of our review of funds administered by District Attorneys General and Judicial District Drug Task Forces for the year ended June 30, 2006, for the first through the thirty-first judicial districts of the State of Tennessee. A separate review was conducted in each of the 31 judicial districts of the funds administered by the District Attorneys General and Judicial District Drug Task Forces. The results of our reviews of the judicial districts are presented in this report.

BACKGROUND

Each judicial district comprises from one to seven counties. Main offices are generally in the county where the district attorney general resides, with branch offices located in other counties. The district attorneys general had funds on deposit with some county trustees of the counties included in the respective judicial districts. The county trustees had one or more of the following types of funds on deposit: District Attorney General, Judicial District Drug, Federal Asset Forfeiture, DUI Task Force, Metro/County Appropriations, Mediation Services Fund, Methamphetamine Task Force, and Other Funds.

District Attorney General Fund

The District Attorney General Fund is used primarily to account for fees received from the Fraud and Economic Crimes Prosecution Act of 1984. In addition, this fund is also used to account for other sources of revenues received by the District Attorneys General, such as: investment income, miscellaneous refunds, copy fees, contributions, proceeds from confiscated property, and other local revenues.

Drug Task Force Fund

Some judicial districts have established multi-jurisdictional drug task forces under the leadership of the district attorneys general. These drug task forces were created by contract (mutual aid agreement) between the participating district attorneys general, city and county governments, and approved by their respective legislative bodies. Each judicial district drug task force, which generally includes sheriffs and police chiefs of participating law enforcement agencies within each judicial district, is governed by a board of directors.

Drug task force funds are to be deposited with the county trustee in the county of each district attorney general's residence or another county designated by the district attorney general. The county trustees should credit these funds to a Judicial District Drug Fund.

All nonconfidential financial operations should be expended through these Judicial District Drug Funds under the administration of the county mayors/executives. The directors of the drug task forces should submit requisitions to the county mayors/executives for goods and services, which would then be obtained through the county's purchasing system. Cash transactions for confidential funds should be requisitioned and disbursed under the supervision of each drug task force director and chairman.

Federal Asset Forfeiture Fund

In 1984, the United States Department of Justice enacted the Comprehensive Crime Control Act, which gave the Office of U.S. Attorney General the authority to share federally forfeited property with cooperating state and local law enforcement agencies. The three primary goals of the Justice Department's forfeiture program are to punish and deter criminal activity by depriving criminals of property used for or acquired through illegal activities; to enhance cooperation among federal, state, and local law enforcement agencies through equitable sharing of assets recovered through the program; and to procure revenues to enhance forfeitures and strengthen law enforcement.

Through an agreement with the United States Department of Justice and the Drug Enforcement Administration (DEA), the Office of District Attorney General of the Thirtieth Judicial District is participating in this forfeiture program. Under this agreement, the District Attorney General's Office has assigned to the Drug Task Force (DTF) an officer who is under the direct supervision and control of DEA supervisory personnel. Upon request by the District Attorney General's Office, DEA reimburses for overtime payments made to the officer assigned to the DTF. The District Attorney General's Office deposits these reimbursements with the Shelby County financial director, who channels the funds through Shelby County's General Fund. Also, under this agreement, the District Attorney General's Office requests from DEA its share of property recovered through joint law enforcement activities in which the officer assigned to the DTF participates. Payments received are deposited with the Shelby County Trustee's Office into the U.S. District Attorney General Federal Asset Forfeiture Fund. Pursuant to Department of Justice policy, funds made available through this program must be used by the District Attorney General's Office for law enforcement purposes.

Through an agreement with the Internal Revenue Service, the Office of District Attorney General of the Twentieth Judicial District is also participating in the forfeiture program. Payments received by the Twentieth Judicial District are deposited to a separate fund in Metro-Nashville Davidson County and must be used for law enforcement purposes.

DUI Task Force Fund

The DUI Task Force Fund consists of DUI district fines received by the Twenty-First Judicial District.

Metro/County Appropriations Fund

The Metro/County Appropriations Fund consists of funds appropriated by the counties and cities in the Twentieth and Twenty-Third Judicial Districts.

Mediation Services Fund

The Mediation Services Fund consists of funds received from a one dollar litigation tax that is assessed on all cases in the General Sessions and Juvenile Courts in Davidson County and other appropriations received by the Twentieth Judicial District for the support and operation of victim-offender mediation centers.

Methamphetamine Task Force Fund

The Methamphetamine Task Force Fund consists of grant funds passed-through Tennessee Technological University and other grant income received by the Thirteenth Judicial District.

Other Funds

Other funds reflected in the Sixth Judicial District consist of grants from the Office of Criminal Justice Programs, including Edward Byrne Memorial Grants and matching funds from Knox County. Other funds in the Eighth Judicial District consist of a Community Prosecution and Project Safe Neighborhoods Grant passed through the City of Knoxville. Other funds in the Tenth Judicial District consist of funding from a Community Prosecution and Project Safe Neighborhoods Grant received from the U.S. Department of Justice. Other funds in the Thirtieth Judicial District consist of funds raised from contributions from the City of Memphis to enhance a witness protection program (Witness Relocation Fund), donations received from various groups to promote initiatives to increase the quality of life in certain communities located in Shelby County (Broken Window Fund), federal grant funds for use in a marketing campaign to reduce gun violence (Safe Neighborhood Grant Fund), and certain forfeited funds (White Collar Crime Fund).

BASIS OF ACCOUNTING

The various governmental funds are accounted for using the modified accrual basis of accounting.

FINANCIAL SUMMARY

Total revenues and expenditures of these funds for the 31 judicial districts, as well as beginning and ending balances for the year examined, are presented below:

<u>Fund</u>	<u>Balance</u> <u>7-1-05</u>	<u>Revenues</u>	<u>Expenditures</u>	<u>Other</u> <u>Financing</u> <u>Sources (Uses)</u>	<u>Balance</u> <u>6-30-06</u>
District Attorney General	\$ 1,811,082	\$ 1,249,047	\$ 977,919	\$ (206,602)	\$ 1,875,608
Drug Task Force	9,852,647	11,631,309	9,349,749	(193,028)	11,941,179
Federal Asset Forfeiture	102,952	102,726	147,862	0	57,816
DUI Task Force	3,248	0	0	0	3,248
Metro/County Appropriations	98,595	453,140	4,996,850	4,550,907	105,792
Mediation Services	84,955	88,757	160,240	0	13,472
Methamphetamine Task Force	0	363,565	340,322	0	23,243
Other	73,277	315,295	236,902	(77,082)	74,588
Total	\$ 12,026,756	\$ 14,203,839	\$ 16,209,844	\$ 4,074,195	\$ 14,094,946

Separate schedules of all funds available and expended for each judicial district are included in the Findings, Recommendations, and Financial Section of this report.

In addition to the above-noted revenues, some counties and cities appropriated and expended funds for the benefit of the judicial districts, primarily for salaries. These judicial districts and the amount of funds appropriated by counties and cities on their behalf are presented below:

Judicial District	County/City Appropriation
Second	\$ 293,444
Third	23,432
Sixth	2,076,105
Seventh	24,230
Eighth	168,992
Eleventh	705,250
Eighteenth	3,600
Nineteenth	63,769
Twentieth	4,532,907 *
Twenty-Third	68,295 *
Twenty-Sixth	128,210
Twenty-Seventh	22,579
Thirtieth	6,688,443
Total	\$ 14,799,256

* These appropriations are also reflected in the Metro/County Appropriations amount in the financial summary table presented on the preceding page. The Twenty-Third Judicial District maintains a balance in its Metro/County Appropriations Fund.

SCOPE

The reviews include an examination of funds administered by the district attorneys general for the year ended June 30, 2006. In addition, the reviews include an examination of the administration of judicial district drug task force funds by the Drug Task Forces' Boards of Directors for the year ended June 30, 2006. Our reviews consisted of tests of records and auditing procedures that we considered necessary in the circumstances.

Findings and recommendations, as a result of our reviews, are presented in the Findings, Recommendations, and Financial Section of this report. Twelve judicial districts had material findings. We reviewed these findings and recommendations with the district attorneys general and representatives of the Drug Task Forces to provide an opportunity for their response. The written responses from the District Attorneys General of the Fourth, Eighth, Tenth, and Twenty-Third Judicial Districts are included in this report. Other officials made oral responses; however, these oral responses have not been included in this report.

**FINDINGS, RECOMMENDATIONS
AND FINANCIAL SECTION**

FIRST JUDICIAL DISTRICT

FIRST JUDICIAL DISTRICT

FINDING 06.01 THE DRUG TASK FORCE DID NOT DEPOSIT SOME COLLECTIONS WITH THE COUNTY TRUSTEE WITHIN THREE DAYS OF RECEIPT

Drug Task Force (DTF) policy is to deposit all collections, including all seized funds, with the county trustee. Section 5-8-207, Tennessee Code Annotated, requires officials to deposit all receipts within three days of collection. The DTF did not deposit some of these collections with the county trustee within three days of collection.

RECOMMENDATION

The Drug Task Force should deposit all collections with the county trustee within three days of receipt as required by state statute.

FINDING 06.02 AGENTS' ACTIVITY REPORTS WERE NOT SIGNED TO DOCUMENT THAT THE REPORTS WERE COMPLETE, ACCURATE, AND WERE EVIDENCE OF REVIEW AND APPROVAL

In some instances, agents did not sign their activity reports for confidential funds. These reports are used to document the disbursement of confidential funds by the individual agents and should be signed by the agent as evidence that the reports are complete and accurate. Also, in some instances, the Drug Task Force director did not sign the agents' reports as evidence of supervisory review and approval.

RECOMMENDATION

To strengthen internal controls, the agents' activity reports for confidential funds should be signed by the individual agent to document that the reports are complete and accurate. Likewise, the director, or his designee, should sign the agents' activity reports as evidence of supervisory review and approval.

PRIOR-YEAR FINDINGS NOT CORRECTED

(Ref: Report for the Year Ended June 30, 2005)

<u>Finding Number</u>	<u>Page Number</u>	<u>Subject</u>
05.01	21	Some drug task force collections were not deposited with the county trustee within three days of collection
05.02	21	Agents' activity reports were not signed to document that the reports were complete, accurate, and were evidence of review and approval

District Attorney General
First Judicial District
Balance Sheet
June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>ASSETS</u>			
Cash:			
Cash on Hand	\$ 0	\$ 7,557	\$ 7,557
Cash in Bank	0	4,818	4,818
Equity in Pooled Cash and Investments:			
Cash with Trustee	8,109	182,024	190,133
Due from Other Governments	151	46,912	47,063
Total Assets	<u>\$ 8,260</u>	<u>\$ 241,311</u>	<u>\$ 249,571</u>

LIABILITIES AND FUND BALANCES

<u>Liabilities</u>			
Accounts Payable	\$ 545	\$ 27,176	\$ 27,721
Due to Litigants, Heirs, and Others	0	69,171	69,171
Total Liabilities	<u>\$ 545</u>	<u>\$ 96,347</u>	<u>\$ 96,892</u>
<u>Fund Balances</u>			
Reserved for Encumbrances	\$ 0	\$ 197	\$ 197
Unreserved:			
Undesignated	7,715	144,767	152,482
Total Fund Balances	<u>\$ 7,715</u>	<u>\$ 144,964</u>	<u>\$ 152,679</u>
Total Liabilities and Fund Balances	<u>\$ 8,260</u>	<u>\$ 241,311</u>	<u>\$ 249,571</u>

District Attorney General
First Judicial District
Summary of Financial Operations
For the Year Ended June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>Revenues</u>			
District Attorney General Fees	\$ 19,721	\$ 0	\$ 19,721
Drug Control Fines	0	81,644	81,644
Drug Task Force Forfeitures and Seizures	0	123,427	123,427
Proceeds from Confiscated Property	0	39,672	39,672
Investment Income	0	4,431	4,431
Miscellaneous Refunds	0	10,924	10,924
Contributions and Gifts	0	30,000	30,000
Drug Task Force Grant	0	116,449	116,449
Total Revenues	\$ 19,721	\$ 406,547	\$ 426,268
<u>Expenditures</u>			
Salary Supplements	\$ 0	\$ 25,442	\$ 25,442
Clerical Personnel	7,054	33,513	40,567
In-Service Training	1,425	0	1,425
Other Fringe Benefits	540	2,278	2,818
Communication	0	23,894	23,894
Confidential Drug Enforcement Payments	0	148,007	148,007
Dues and Memberships	615	300	915
Freight Expenses	24	156	180
Maintenance and Repair Services - Vehicles	0	678	678
Rentals	0	12,144	12,144
Tow-in Services	0	1,190	1,190
Travel	617	7,863	8,480
Remittance of Revenues Collected	0	73,038	73,038
Other Contracted Services	0	1,447	1,447
Custodial Supplies	215	0	215
Electricity	0	9,848	9,848
Gasoline	0	13,985	13,985

(Continued)

District Attorney General
First Judicial District
Summary of Financial Operations (Cont.)

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>Expenditures (Cont.)</u>			
Law Enforcement Supplies	\$ 0	\$ 2,086	\$ 2,086
Office Supplies	3,530	3,211	6,741
Periodicals	0	123	123
Other Supplies and Materials	0	2,777	2,777
Building and Contents Insurance	0	548	548
Trustee's Commissions	195	2,054	2,249
Other Charges	51	4,444	4,495
Jury and Witness Fees	752	0	752
Law Enforcement Equipment	0	2,995	2,995
Office Equipment	0	678	678
Total Expenditures	<u>\$ 15,018</u>	<u>\$ 372,699</u>	<u>\$ 387,717</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 4,703</u>	<u>\$ 33,848</u>	<u>\$ 38,551</u>
Other Financing Sources (Uses):			
Transfers to District Attorneys' General Conference - Salary Supplements	<u>\$ (2,137)</u>	<u>\$ 0</u>	<u>\$ (2,137)</u>
Total Other Financing Sources (Uses)	<u>\$ (2,137)</u>	<u>\$ 0</u>	<u>\$ (2,137)</u>
Net Change in Fund Balance	\$ 2,566	\$ 33,848	\$ 36,414
Fund Balance, July 1, 2005	<u>5,149</u>	<u>111,116</u>	<u>116,265</u>
Fund Balance, June 30, 2006	<u><u>\$ 7,715</u></u>	<u><u>\$ 144,964</u></u>	<u><u>\$ 152,679</u></u>

SECOND JUDICIAL DISTRICT

SECOND JUDICIAL DISTRICT

Our review disclosed no material findings and recommendations in this district.

District Attorney General
Second Judicial District
Balance Sheet
June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>ASSETS</u>			
Cash:			
Cash on Hand	\$ 0	\$ 31,421	\$ 31,421
Cash in Bank	0	1,713	1,713
Equity in Pooled Cash and Investments:			
Cash with Trustee	12,575	170,315	182,890
Cash with Clerks, Register, and Sheriff	0	560	560
Due from Other Governments	0	3,057	3,057
Due from Other Funds	111	0	111
Total Assets	\$ 12,686	\$ 207,066	\$ 219,752
<u>LIABILITIES AND FUND BALANCES</u>			
<u>Liabilities</u>			
Accounts Payable	\$ 760	\$ 403	\$ 1,163
Due to Litigants, Heirs, and Others	0	11,952	11,952
Total Liabilities	\$ 760	\$ 12,355	\$ 13,115
<u>Fund Balances</u>			
Unreserved:			
Undesignated	\$ 11,926	\$ 194,711	\$ 206,637
Total Liabilities and Fund Balances	\$ 12,686	\$ 207,066	\$ 219,752

District Attorney General
Second Judicial District
Summary of Financial Operations
For the Year Ended June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>Revenues</u>			
District Attorney General Fees	\$ 16,850	\$ 0	\$ 16,850
Drug Control Fines	0	6,297	6,297
Drug Task Force Forfeitures and Seizures	0	29,429	29,429
Contributions and Gifts	0	31,667	31,667
Drug Task Force Grant	0	91,178	91,178
Total Revenues	<u>\$ 16,850</u>	<u>\$ 158,571</u>	<u>\$ 175,421</u>
<u>Expenditures</u>			
Salary Supplements	\$ 0	\$ 16,926	\$ 16,926
Secretary(s)	0	22,880	22,880
Temporary Personnel	30	0	30
Other Fringe Benefits	0	5,605	5,605
Advertising	0	392	392
Audit Services	0	1,610	1,610
Communication	399	13,339	13,738
Confidential Drug Enforcement Payments	0	69,270	69,270
Contracts with Private Agencies	0	2,750	2,750
Dues and Memberships	2,215	0	2,215
Freight Expenses	0	175	175
Janitorial Services	1,500	60	1,560
Legal Services	541	0	541
Maintenance & Repair Services - Equipment	0	92	92
Maintenance & Repair Services - Vehicles	0	7,740	7,740
Postal Charges	20	864	884
Printing, Stationery, and Forms	816	2	818
Rentals	0	18,859	18,859
Tow-in Services	0	115	115

(Continued)

District Attorney General
Second Judicial District
Summary of Financial Operations (Cont.)

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>Expenditures (Cont.)</u>			
Travel	\$ 3,386	\$ 2,175	\$ 5,561
Tuition	1,375	0	1,375
Other Contracted Services	0	1,093	1,093
Custodial Supplies	0	40	40
Data Processing Supplies	0	328	328
Food Supplies	0	102	102
Gasoline	0	11,585	11,585
General Construction Materials	0	96	96
Law Enforcement Supplies	0	1,945	1,945
Library Books/Media	1,640	0	1,640
Office Supplies	178	982	1,160
Small Tools	0	75	75
Uniform	182	105	287
Utilities	0	3,091	3,091
Vehicle Parts	0	1,355	1,355
Other Supplies and Materials	0	166	166
Building and Contents Insurance	0	3,890	3,890
Premiums on Corporate Surety Bond	0	100	100
Trustee's Commissions	166	378	544
Other Charges	0	347	347
Motor Vehicles	0	6,000	6,000
Total Expenditures	<u>\$ 12,448</u>	<u>\$ 194,532</u>	<u>\$ 206,980</u>
Net Change in Fund Balance	\$ 4,402	\$ (35,961)	\$ (31,559)
Fund Balance, July 1, 2005	<u>7,524</u>	<u>230,672</u>	<u>238,196</u>
Fund Balance, June 30, 2006	<u>\$ 11,926</u>	<u>\$ 194,711</u>	<u>\$ 206,637</u>

THIRD JUDICIAL DISTRICT

THIRD JUDICIAL DISTRICT

Our review disclosed no material findings and recommendations in this district.

District Attorney General
Third Judicial District
Balance Sheet
June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>ASSETS</u>			
Cash:			
Cash on Hand	\$ 0	\$ 10,900	\$ 10,900
Cash in Bank	0	1,769	1,769
Equity in Pooled Cash and Investments:			
Cash with Trustee	146,809	372	147,181
Cash with Clerks, Register, and Sheriff	947	513	1,460
Due from Other Governments	1,575	34,400	35,975
Due from Joint Venture	0	2,451	2,451
Total Assets	\$ 149,331	\$ 50,405	\$ 199,736
<u>LIABILITIES AND FUND BALANCES</u>			
<u>Liabilities</u>			
Accounts Payable	\$ 0	\$ 18,666	\$ 18,666
Due to Other Governments	0	9,799	9,799
Due to Litigants, Heirs, and Others	0	1,163	1,163
Total Liabilities	\$ 0	\$ 29,628	\$ 29,628
<u>Fund Balances</u>			
Unreserved:			
Undesignated	\$ 149,331	\$ 20,777	\$ 170,108
Total Liabilities and Fund Balances	\$ 149,331	\$ 50,405	\$ 199,736

District Attorney General
Third Judicial District
Summary of Financial Operations
For the Year Ended June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>Revenues</u>			
District Attorney General Fees	\$ 44,072	\$ 0	\$ 44,072
Drug Control Fines	0	13,107	13,107
Drug Task Force Forfeitures and Seizures	0	57,276	57,276
Investment Income	0	561	561
Miscellaneous Refunds	2,981	0	2,981
Insurance Recovery	0	2,000	2,000
Drug Task Force Grant	0	96,948	96,948
Total Revenues	\$ 47,053	\$ 169,892	\$ 216,945
<u>Expenditures</u>			
Salary Supplements	\$ 0	\$ 16,200	\$ 16,200
Clerical Personnel	0	25,223	25,223
Other Fringe Benefits	0	19,065	19,065
Bank Charges	0	34	34
Communication	521	12,203	12,724
Confidential Drug Enforcement Payments	0	18,432	18,432
Dues and Memberships	315	795	1,110
Maintenance & Repair Services - Vehicles	0	3,308	3,308
Postal Charges	0	789	789
Travel	10,602	2,870	13,472
Tuition	1,150	0	1,150
Remittance of Revenues Collected	0	5,844	5,844
Other Contracted Services	961	22,970	23,931
Equipment and Machinery Parts	0	2,646	2,646
Garage Supplies	0	15	15
Gasoline	0	9,144	9,144
Office Supplies	383	4,214	4,597
Tires and Tubes	0	439	439
Other Supplies and Materials	0	1,614	1,614
Premium on Corporate Surety Bond	0	175	175
Data Processing Equipment	634	0	634

(Continued)

District Attorney General
Third Judicial District
Summary of Financial Operations (Cont.)

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>Expenditures (Cont.)</u>			
Furniture and Fixtures	\$ 548	\$ 179	\$ 727
Law Enforcement Equipment	0	705	705
Motor Vehicles	0	8,700	8,700
Office Equipment	2,374	0	2,374
Total Expenditures	<u>\$ 17,488</u>	<u>\$ 155,564</u>	<u>\$ 173,052</u>
Net Change in Fund Balance	\$ 29,565	\$ 14,328	\$ 43,893
Fund Balance, July 1, 2005	<u>119,766</u>	<u>6,449</u>	<u>126,215</u>
Fund Balance, June 30, 2006	<u><u>\$ 149,331</u></u>	<u><u>\$ 20,777</u></u>	<u><u>\$ 170,108</u></u>

FOURTH JUDICIAL DISTRICT

FOURTH JUDICIAL DISTRICT

FINDING 06.01 **THE DRUG TASK FORCE FUND HAD A CASH SHORTAGE OF \$5,704 ON OCTOBER 10, 2006**

On October 10, 2006, the Drug Task Force director dismissed an agent for misappropriation of confidential investigative funds of the Judicial District Drug Task Force. The director immediately contacted the Fourth Judicial District Attorney General's Office, and the case was referred to the Tennessee Bureau of Investigation (TBI). On October 13, 2006, the dismissed agent, through his attorney, remitted \$4,460 to the director to restore funds acknowledged to have been taken by the former agent. As a result of information provided to us by the Drug Task Force director, we extended our review procedures to include the agent's confidential funds activity for the period July 1, 2006, through October 10, 2006. Our extended examination determined that the actual cash shortage was \$5,704 on October 10, 2006, leaving a balance of \$1,244 which has not been liquidated. The TBI investigation resulted in the former agent being indicted on February 20, 2007, on two counts of theft over \$1,000.

RECOMMENDATION

Officials should seek restitution of the remaining cash shortage of \$1,244.

MANAGEMENT'S RESPONSE – DISTRICT ATTORNEY GENERAL

The defendant, who took money from the Drug Task Force Fund that caused the finding, has been indicted. The case is set for plea and motions on July 24, 2007. Also, a trial date for the theft of Drug Task Force monies is scheduled for October 4, 2007.

District Attorney General
Fourth Judicial District
Balance Sheet
June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>ASSETS</u>			
Cash:			
Cash on Hand	\$ 0	\$ 10,980	\$ 10,980
Cash in Bank	0	146,919	146,919
Equity in Pooled Cash and Investments:			
Cash with Trustee	11,397	96,536	107,933
Cash with Clerks, Register, and Sheriff	1,148	0	1,148
Total Assets	<u>\$ 12,545</u>	<u>\$ 254,435</u>	<u>\$ 266,980</u>
<u>LIABILITIES AND FUND BALANCES</u>			
<u>Liabilities</u>			
Due to Litigants, Heirs, and Others	\$ 0	\$ 137,318	\$ 137,318
<u>Fund Balances</u>			
Unreserved:			
Undesignated	\$ 12,545	\$ 117,117	\$ 129,662
Total Liabilities and Fund Balances	<u>\$ 12,545</u>	<u>\$ 254,435</u>	<u>\$ 266,980</u>

District Attorney General
Fourth Judicial District
Summary of Financial Operations
For the Year Ended June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>Revenues</u>			
District Attorney General Fees	\$ 4,173	\$ 0	\$ 4,173
Drug Control Fines	0	34,715	34,715
Drug Task Force Forfeitures and Seizures	0	75,700	75,700
Proceeds from Confiscated Property	0	28,500	28,500
Sale of Equipment	0	13,800	13,800
Miscellaneous Refunds	150	1,919	2,069
Insurance Recovery	0	894	894
Drug Task Force Grant	0	89,371	89,371
Total Revenues	\$ 4,323	\$ 244,899	\$ 249,222
<u>Expenditures</u>			
Salary Supplements	\$ 0	\$ 3,300	\$ 3,300
Clerical Personnel	0	39,052	39,052
Advertising	0	135	135
Audit Services	0	1,353	1,353
Bank Charges	0	23	23
Communication	4,236	9,876	14,112
Confidential Drug Enforcement Payments	0	69,902	69,902
Dues and Memberships	615	0	615
Janitorial Services	0	1,200	1,200
Licenses	0	87	87
Maintenance Agreements	0	2,934	2,934
Maintenance & Repair Services - Buildings	0	191	191
Maintenance & Repair Services - Equipment	0	945	945
Maintenance & Repair Services - Vehicles	0	7,723	7,723
Postal Charges	0	363	363
Printing, Stationery, and Forms	0	404	404
Rentals	0	15,120	15,120
Tow-in Services	0	430	430

(Continued)

District Attorney General
Fourth Judicial District
Summary of Financial Operations (Cont.)

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>Expenditures (Cont.)</u>			
Travel	\$ 3,383	\$ 1,755	\$ 5,138
Tuition	2,175	50	2,225
Other Contracted Services	0	22,504	22,504
Electricity	0	1,101	1,101
Gasoline	0	15,024	15,024
Law Enforcement Supplies	0	1,507	1,507
Office Supplies	2,994	1,007	4,001
Water and Sewer	0	316	316
Other Supplies and Materials	1,461	688	2,149
Building and Contents Insurance	0	785	785
Premiums on Corporate Surety Bond	0	450	450
Trustee's Commissions	142	1,329	1,471
Data Processing Equipment	0	2,889	2,889
Total Expenditures	<u>\$ 15,006</u>	<u>\$ 202,443</u>	<u>\$ 217,449</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (10,683)</u>	<u>\$ 42,456</u>	<u>\$ 31,773</u>
Other Financing Sources (Uses):			
Transfers to District Attorneys' General Conference - Salary Supplements	<u>\$ (2,483)</u>	<u>\$ 0</u>	<u>\$ (2,483)</u>
Net Change in Fund Balance	\$ (13,166)	\$ 42,456	\$ 29,290
Fund Balance, July 1, 2005	<u>25,711</u>	<u>74,661</u>	<u>100,372</u>
Fund Balance, June 30, 2006	<u>\$ 12,545</u>	<u>\$ 117,117</u>	<u>\$ 129,662</u>

FIFTH JUDICIAL DISTRICT

FIFTH JUDICIAL DISTRICT

Our review disclosed no material findings and recommendations in this district.

District Attorney General
Fifth Judicial District
Balance Sheet
June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>ASSETS</u>			
Cash:			
Cash on Hand	\$ 0	\$ 587	\$ 587
Cash in Bank	0	5,469	5,469
Equity in Pooled Cash and Investments:			
Cash with Trustee	101,332	1,027,543	1,128,875
Accounts Receivable	370	4,547	4,917
Due from Other Governments	0	19,215	19,215
	<hr/>		
Total Assets	\$ 101,702	\$ 1,057,361	\$ 1,159,063
	<hr/> <hr/>		
<u>LIABILITIES AND FUND BALANCES</u>			
<u>Liabilities</u>			
Accounts Payable	\$ 0	\$ 29,629	\$ 29,629
Due to Litigants, Heirs, and Others	0	52,072	52,072
Due to Blount County	0	188,179	188,179
Total Liabilities	\$ 0	\$ 269,880	\$ 269,880
	<hr/>		
<u>Fund Balances</u>			
Reserved for Encumbrances	\$ 107	\$ 0	\$ 107
Unreserved:			
Undesignated	101,595	787,481	889,076
Total Fund Balances	\$ 101,702	\$ 787,481	\$ 889,183
	<hr/>		
Total Liabilities and Fund Balances	\$ 101,702	\$ 1,057,361	\$ 1,159,063
	<hr/> <hr/>		

District Attorney General
Fifth Judicial District
Summary of Financial Operations
For the Year Ended June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>Revenues</u>			
District Attorney General Fees	\$ 22,914	\$ 0	\$ 22,914
Drug Control Fines	0	92,570	92,570
Drug Task Force Forfeitures and Seizures	0	143,953	143,953
Interest Income	4,994	43,902	48,896
Miscellaneous Refunds	0	426	426
Drug Task Force Grant	0	101,440	101,440
Contribution and Gifts	0	150	150
Other State Revenues	0	5,059	5,059
Sale of Property	0	27,852	27,852
Other	0	4,749	4,749
Total Revenues	\$ 27,908	\$ 420,101	\$ 448,009
<u>Expenditures</u>			
Clerical Personnel	\$ 0	\$ 57,633	\$ 57,633
Audit Services	0	2,776	2,776
Communication	0	19,078	19,078
Confidential Drug Enforcement Payments	0	33,248	33,248
Dues and Memberships	0	425	425
Janitorial Services	0	2,400	2,400
Operating Lease Payments	0	12,396	12,396
Maintenance and Repair Services - Equipment	0	75	75
Maintenance and Repair Services - Vehicles	0	3,610	3,610
Postal Charges	0	40	40
Travel	0	9,196	9,196
Tuition and Conference Fees	0	3,965	3,965
Other Contracted Services	0	551	551
Law Enforcement Supplies	0	6,777	6,777
Office Supplies	0	3,029	3,029
Utilities	0	3,809	3,809

(Continued)

District Attorney General
Fifth Judicial District
Summary of Financial Operations (Cont.)

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>Expenditures (Cont.)</u>			
Other Supplies and Materials	\$ 18	\$ 791	\$ 809
Premiums on Corporate Surety Bonds	0	312	312
Trustee's Commissions	280	1,407	1,687
Other Charges	0	5,201	5,201
Data Processing Equipment	0	2,408	2,408
Furniture and Fixtures	0	5,175	5,175
Law Enforcement Equipment	0	10,442	10,442
Motor Vehicles	0	25,974	25,974
Total Expenditures	<u>\$ 298</u>	<u>\$ 210,718</u>	<u>\$ 211,016</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 27,610</u>	<u>\$ 209,383</u>	<u>\$ 236,993</u>
Other Financing Sources (Uses):			
Transfers from the Blount County General Fund - Matching Share of Grant	\$ 0	\$ 23,750	\$ 23,750
Transfers to the Blount County General Fund - Salary Supplement	0	(31,000)	(31,000)
Total Other Financing Sources (Uses)	<u>\$ 0</u>	<u>\$ (7,250)</u>	<u>\$ (7,250)</u>
Net Change in Fund Balance	\$ 27,610	\$ 202,133	\$ 229,743
Fund Balance, July 1, 2005	74,092	585,348	659,440
Fund Balance, June 30, 2006	<u>\$ 101,702</u>	<u>\$ 787,481</u>	<u>\$ 889,183</u>

SIXTH JUDICIAL DISTRICT

SIXTH JUDICIAL DISTRICT

Our review disclosed no material findings and recommendations in this district.

District Attorney General
Sixth Judicial District
Balance Sheet
June 30, 2006

District
Attorney
General
Fund

ASSETS

Equity in Pooled Cash and Investments:

Cash with Trustee

\$ 185,894

Total Assets

\$ 185,894

FUND BALANCE

Unreserved:

Undesignated

\$ 185,894

Total Fund Balance

\$ 185,894

District Attorney General
Sixth Judicial District
Summary of Financial Operations
For the Year Ended June 30, 2006

	District Attorney General Fund	Other Funds	Total All Funds
<u>Revenues</u>			
District Attorney General Fees	\$ 99,716	\$ 0	\$ 99,716
Edward Byrne Memorial Grant Programs:			
Parental Responsibility Truancy	0	81,602	81,602
Multi Jurisdiction Drug and Violent Crimes Task Force	0	69,299	69,299
Contributions	0	28,418	28,418
Total Revenues	<u>\$ 99,716</u>	<u>\$ 179,319</u>	<u>\$ 279,035</u>
<u>Expenditures</u>			
Secretaries and Law Clerks	\$ 70,932	\$ 86,644	\$ 157,576
Other Fringe Benefits	7,860	22,974	30,834
Maintenance Agreements	26,335	0	26,335
Postage	0	402	402
Total Expenditures	<u>\$ 105,127</u>	<u>\$ 110,020</u>	<u>\$ 215,147</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (5,411)</u>	<u>\$ 69,299</u>	<u>\$ 63,888</u>
Other Financing Sources (Uses):			
Transfers to District Attorneys' General Conference - Salary Supplements	<u>\$ (11,599)</u>	<u>\$ (69,299)</u>	<u>\$ (80,898)</u>
Net Change in Fund Balance	\$ (17,010)	\$ 0	\$ (17,010)
Fund Balance, July 1, 2005	<u>202,904</u>	<u>0</u>	<u>202,904</u>
Fund Balance, June 30, 2006	<u>\$ 185,894</u>	<u>\$ 0</u>	<u>\$ 185,894</u>

SEVENTH JUDICIAL DISTRICT

SEVENTH JUDICIAL DISTRICT

Our review disclosed no material findings and recommendations in this district.

District Attorney General
Seventh Judicial District
Balance Sheet
June 30, 2006

District
Attorney
General
Fund

ASSETS

Equity in Pooled Cash and Investments:	
Cash with Trustee	\$ 21,974
Cash with Clerks, Register, and Sheriff	1,026
Accounts Receivable	<u>610</u>
Total Assets	<u><u>\$ 23,610</u></u>

LIABILITIES AND FUND BALANCE

<u>Liabilities</u>	
Accrued Payroll	\$ 131
Other Payroll Deductions	<u>212</u>
Total Liabilities	<u>\$ 343</u>
<u>Fund Balance</u>	
Unreserved:	
Undesignated	<u>\$ 23,267</u>
Total Liabilities and Fund Balance	<u><u>\$ 23,610</u></u>

District Attorney General
Seventh Judicial District
Summary of Financial Operations
For the Year Ended June 30, 2006

	District Attorney General Fund
<hr/>	
<u>Revenues</u>	
District Attorney General Fees	\$ 13,717
Total Revenues	<u>\$ 13,717</u>
<u>Expenditures</u>	
Clerical Personnel	\$ 8,509
Other Fringe Benefits	2,013
Communication	124
Travel	315
Other Supplies and Materials	28
Trustee's Commission	140
In-Service/Staff Development	215
Total Expenditures	<u>\$ 11,344</u>
Net Change in Fund Balance	\$ 2,373
Fund Balance, July 1, 2005	<u>20,894</u>
Fund Balance, June 30, 2006	<u><u>\$ 23,267</u></u>

EIGHTH JUDICIAL DISTRICT

EIGHTH JUDICIAL DISTRICT

FINDING 06.01 **SUPPLEMENTAL PAYMENTS TO EMPLOYEES WERE NOT PAID THROUGH THE DISTRICT ATTORNEYS' GENERAL CONFERENCE'S PAYROLL SYSTEM**

Two employees of the District Attorney General's Office received \$840 and \$645, respectively, for contract labor. These payments were not paid through the District Attorneys' General Conference's payroll system as required by Section 40-3-202(5), Tennessee Code Annotated and were in addition to the employees' regular salaries. Since these supplemental payments were not paid through the District Attorneys' General Conference's payroll system, the payments were not subjected to income tax, social security, and Medicare deductions. Also, the conference did not report and pay its required matching social security and Medicare associated with these supplemental payments.

RECOMMENDATION

All payroll related payments to employees should be paid through the District Attorneys' General Conference's payroll system to properly reflect the salaries of all employees. Also, all wages should be subjected to the proper employee payroll taxes and the conference's matching portions.

MANAGEMENT'S RESPONSE – DISTRICT ATTORNEY GENERAL

We agree with the finding, we did not realize that this was a problem, and we will not have this problem in the future.

FINDING 06.02 **DEFICIENCIES EXISTED WITH THE BANK ACCOUNT USED FOR CONFIDENTIAL DRUG FUNDS**

Our review noted the following deficiencies associated with the use of the confidential funds' bank account:

- A. The confidential funds' bank account was overdrawn several times between October 2005 and December 2006, resulting in overdraft charges of \$360.
- B. A \$2,000 check from the State of Tennessee for taxes collected on a drug seizure was deposited into the confidential funds' bank account rather than being deposited with the Scott County Trustee. As a result, these funds were used for confidential drug operations without the approval of the district attorney general.
- C. Monthly loan payments on three task force vehicles were automatically withdrawn from the confidential funds' bank account. Insufficient funds on deposit in this account resulted in the loan payments not being paid in a timely manner. These delayed payments resulted in late fees totaling \$405.

RECOMMENDATION

The confidential funds' bank account should be closely monitored to ensure adequate deposits to avoid overdraft charges. All collections of the Drug Task Force should be deposited with the Scott County Trustee, rather than being deposited directly into the confidential funds' bank account. Vehicle loans should be paid in a timely manner to avoid late fees. Automatic withdrawals should not be made from the confidential funds' bank account.

MANAGEMENT'S RESPONSE – DISTRICT ATTORNEY GENERAL

We agree with the finding. We have completely reorganized the Drug Task Force and will not have this problem in the future.

FINDING 06.03 **THE DRUG TASK FORCE DID NOT MAINTAIN ADEQUATE DOCUMENTATION FOR GRANTS AND MINUTES**

Some grant documents, including the annual financial report and reimbursement requests, were not on file at the Drug Task Force Office. Also, minutes were not on file for some meetings of the Drug Task Force. Officials obtained copies of these documents for us when requested.

RECOMMENDATION

Complete documentation for grant activity and minutes should be currently maintained at the Drug Task Force Office.

MANAGEMENT'S RESPONSE – DISTRICT ATTORNEY GENERAL

We agree with the finding. We have completely reorganized the Drug Task Force and will not have this problem in the future.

District Attorney General
Eighth Judicial District
Balance Sheet
June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>ASSETS</u>			
Cash:			
Cash on Hand	\$ 0	\$ 765	\$ 765
Cash in Bank	0	190	190
Equity in Pooled Cash and Investments:			
Cash with Trustee	57,717	19,858	77,575
Cash with Clerks, Register, and Sheriff	1,488	229	1,717
Accounts Receivable	6,202	18,046	24,248
Total Assets	<u>\$ 65,407</u>	<u>\$ 39,088</u>	<u>\$ 104,495</u>

LIABILITIES AND FUND BALANCES

Liabilities			
Accounts Payable	\$ 593	\$ 2,757	\$ 3,350
Due to Other Governments	13	0	13
Total Liabilities	<u>\$ 606</u>	<u>\$ 2,757</u>	<u>\$ 3,363</u>
Fund Balances			
Unreserved:			
Undesignated	\$ 64,801	\$ 36,331	\$ 101,132
Total Liabilities and Fund Balances	<u>\$ 65,407</u>	<u>\$ 39,088</u>	<u>\$ 104,495</u>

In addition to the current liabilities reflected above, the Eighth Judicial District Drug Task Force has entered into three long-term notes for the purchase of vehicles:

<u>Description</u>	<u>Monthly Payment</u>	<u>Payments Remaining</u>	<u>Balance</u>
Vehicle 1 (Issued 5-19-05, Maturity 5-19-10)	\$ 501	47 \$	23,505
Vehicle 2 (Issued 8-6-05, Maturity 8-6-10)	484	40	19,360
Vehicle 3 (Issued 8-20-05, Maturity 8-20-10)	240	40	9,600

District Attorney General
Eighth Judicial District
Summary of Financial Operations
For the Year Ended June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Other Funds	Total All Funds
<u>Revenues</u>				
Other Statutory Local Taxes	\$ 0	\$ 36,433	\$ 0	\$ 36,433
District Attorney General Fees	94,068	0	0	94,068
Proceeds from Confiscated Property	0	14,675	0	14,675
Miscellaneous Receipts	2,303	5,538	0	7,841
Drug Task Force Forfeitures and Seizures	0	113,198	0	113,198
Drug Task Force Grant	0	95,000	0	95,000
Law Enforcement Grants	0	1,556	24,278	25,834
Total Revenues	\$ 96,371	\$ 266,400	\$ 24,278	\$ 387,049
<u>Expenditures</u>				
Assistants	\$ 0	\$ 36,265	\$ 21,849	\$ 58,114
Supervisor/Director	0	33,475	0	33,475
Clerical Personnel	12,938	20,405	0	33,343
Other Salaries and Wages	0	1,556	0	1,556
Other Fringe Benefits	990	34,077	0	35,067
Bank Charges	0	309	0	309
Communication	5,682	13,465	0	19,147
Confidential Drug Enforcement Payments	0	17,265	0	17,265
Dues and Memberships	1,315	140	0	1,455
Maintenance and Repair Services - Vehicles	0	14,598	0	14,598
Postage Charges	0	36	0	36
Rentals	0	20,500	0	20,500
Travel	9,081	5,007	2,429	16,517
Tuition and Conference Fees	3,580	0	0	3,580
Other Contracted Services	10,246	3,973	0	14,219
Electricity	0	458	0	458
Gasoline	0	19,989	0	19,989
Law Enforcement Supplies	0	5,985	0	5,985
Natural Gas	0	248	0	248
Office Supplies	540	1,004	0	1,544
Periodicals	1,152	0	0	1,152
Water and Sewer	0	221	0	221
Other Supplies and Materials	1,539	0	0	1,539
Premiums on Corporate Surety Bonds	0	300	0	300
Refunds	0	11,344	0	11,344
Trustee's Commissions	888	1,448	0	2,336

(Continued)

District Attorney General
Eighth Judicial District
Summary of Financial Operations (Cont.)

	District Attorney General Fund	Drug Task Force Fund	Other Funds	Total All Funds
<u>Expenditures (Cont.)</u>				
Vehicle and Equipment Insurance	\$ 0	\$ 10,243	\$ 0	\$ 10,243
Workers' Compensation Coverage	0	6,702	0	6,702
Other Charges	0	750	0	750
Loan Payments	0	13,837	0	13,837
Building Improvements	2,400	0	0	2,400
Furniture and Fixtures	1,194	0	0	1,194
Office Equipment	760	0	0	760
Total Expenditures	<u>\$ 52,305</u>	<u>\$ 273,600</u>	<u>\$ 24,278</u>	<u>\$ 350,183</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 44,066</u>	<u>\$ (7,200)</u>	<u>\$ 0</u>	<u>\$ 36,866</u>
Other Financing Sources (Uses):				
Transfers to District Attorneys' General Conference - Salary Supplements	<u>\$ (11,534)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (11,534)</u>
Total Other Financing Sources (Uses)	<u>\$ (11,534)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (11,534)</u>
Net Change in Fund Balance	\$ 32,532	\$ (7,200)	\$ 0	\$ 25,332
Fund Balance, July 1, 2005	<u>32,269</u>	<u>43,531</u>	<u>0</u>	<u>75,800</u>
Fund Balance, June 30, 2006	<u>\$ 64,801</u>	<u>\$ 36,331</u>	<u>\$ 0</u>	<u>\$ 101,132</u>

NINTH JUDICIAL DISTRICT

NINTH JUDICIAL DISTRICT

FINDING 06.01 **SUPPLEMENTAL PAYMENTS TO AN EMPLOYEE WERE NOT PAID THROUGH THE DISTRICT ATTORNEYS' GENERAL CONFERENCE'S PAYROLL SYSTEM**

An employee of the District Attorney General's Office was paid bi-monthly for network support services performed for the Judicial District Drug Task Force. These payments were not paid through the District Attorneys' General Conference's payroll system as required by Section 40-3-202(5), Tennessee Code Annotated and were in addition to the employee's regular salary. Since these supplemental payments were not paid through the District Attorneys' General Conference's payroll system, the payments were not subjected to income tax, social security, and Medicare deductions. Also, the conference did not report and pay its required matching social security and Medicare associated with these supplemental payments.

RECOMMENDATION

All payroll related payments to employees should be paid through the District Attorneys' General Conference's payroll system to properly reflect the salaries of all employees. Also, all wages should be subjected to the proper employee payroll taxes and the conference's matching portions.

PRIOR-YEAR FINDING NOT CORRECTED
(Ref: Report for the Year Ended June 30, 2005)

<u>Finding</u>	<u>Page</u>	
<u>Number</u>	<u>Number</u>	<u>Subject</u>
05.01	71	Compensation was paid directly to a state employee rather than forwarding the amounts to the District Attorneys' General Conference

District Attorney General
Ninth Judicial District
Balance Sheet
June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>ASSETS</u>			
Cash:			
Cash on Hand	\$ 0	\$ 29	\$ 29
Cash in Bank	0	69	69
Equity in Pooled Cash and Investments:			
Cash with Trustee	3,639	15,338	18,977
Cash with Clerks, Register, and Sheriff	318	176	494
Due from Other Governments	518	11,993	12,511
Total Assets	<u>\$ 4,475</u>	<u>\$ 27,605</u>	<u>\$ 32,080</u>

LIABILITIES AND FUND BALANCES

Liabilities

Accounts Payable	\$ 0	\$ 4,614	\$ 4,614
Accrued Payroll	0	2,346	2,346
Due to Litigants, Heirs, and Other	0	133	133
Total Liabilities	<u>\$ 0</u>	<u>\$ 7,093</u>	<u>\$ 7,093</u>

Fund Balances

Unreserved:			
Undesignated	\$ 4,475	\$ 20,512	\$ 24,987
Total Liabilities and Fund Balances	<u>\$ 4,475</u>	<u>\$ 27,605</u>	<u>\$ 32,080</u>

District Attorney General
Ninth Judicial District
Summary of Financial Operations
For the Year Ended June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>Revenues</u>			
District Attorney General Fees	\$ 14,773	\$ 0	\$ 14,773
Drug Control Fines	0	33,009	33,009
Drug Task Force Forfeitures and Seizures	0	446	446
Investment Income	0	2	2
Sale of Property	0	4,051	4,051
Drug Task Force Grant	0	94,291	94,291
Total Revenues	\$ 14,773	\$ 131,799	\$ 146,572
<u>Expenditures</u>			
Assistants	\$ 0	\$ 37,644	\$ 37,644
Supervisor/Director	0	11,877	11,877
Clerical Personnel	0	23,590	23,590
Other Fringe Benefits	0	22,287	22,287
Audit Services	0	2,320	2,320
Bank Charges	0	84	84
Communication	0	9,519	9,519
Confidential Drug Enforcement Payments	0	255	255
Dues and Memberships	0	990	990
Maintenance Agreements	0	3,924	3,924
Maintenance and Repair Services - Vehicles	0	200	200
Rentals	3,600	2,293	5,893
Travel	0	1,742	1,742
Gasoline	0	3,168	3,168
Law Enforcement Supplies	0	274	274
Office Supplies	0	1,735	1,735
Other Supplies and Materials	8,699	262	8,961
Premium on Corporate Surety Bond	0	470	470

(Continued)

District Attorney General
Ninth Judicial District
Summary of Financial Operations (Cont.)

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>Expenditures (Cont.)</u>			
Trustee's Commissions	\$ 148	\$ 1,279	\$ 1,427
Total Expenditures	<u>\$ 12,447</u>	<u>\$ 123,913</u>	<u>\$ 136,360</u>
Net Change in Fund Balance	\$ 2,326	\$ 7,886	\$ 10,212
Fund Balance, July 1, 2005	<u>2,149</u>	<u>12,626</u>	<u>14,775</u>
Fund Balance, June 30, 2006	<u>\$ 4,475</u>	<u>\$ 20,512</u>	<u>\$ 24,987</u>

Note: The financial activity of the Drug Task Force reflected above does not include activity of the Loudon County Metro Narcotics Unit (LCMNU). Loudon County and the cities of Loudon and Lenoir have withdrawn from the Judicial District Drug Task Force. The financial statements for LCMNU are included in the Annual Financial Report of Loudon County.

TENTH JUDICIAL DISTRICT

TENTH JUDICIAL DISTRICT

FINDING 06.01 THE CASH SHORTAGE REPORTED IN THE PRIOR YEAR HAS NOT BEEN LIQUIDATED

As noted in the prior-year report, the Drug Task Force had a cash shortage of \$4,520. This cash shortage resulted from evidence (\$3,200) and confidential investigative funds (\$1,320) being unaccounted. As of the date of this report, the cash shortage has not been liquidated.

RECOMMENDATION

Officials should pursue the liquidation of the cash shortage.

MANAGEMENT'S RESPONSE – DISTRICT ATTORNEY GENERAL

Upon being informed of the discrepancies by the Drug Task Force (DTF) director, the district attorney general immediately requested an investigation by the Tennessee Bureau of Investigation. Because forensic analysis conducted in connection with the investigation and the state crime lab backlog, it took several months to complete. When the investigation was completed, it was inconclusive as to identity. The prior year report and its recommendations were not made known to the district attorney general until May 2006. At that time the DTF director and staff were directed to take action to implement the recommendations of the last report, and gave the Board assurances that all procedural recommendations had already been implemented. In August 2006, a new interim DTF director was assigned and began working on these and related issues. The new incoming district attorney general was briefed on these concerns in August before assuming office on September 1, 2006. I concur with the recommendation insofar as it is possible to do.

PRIOR-YEAR FINDING NOT CORRECTED
(Ref: Report for the Year Ended June 30, 2005)

<u>Finding</u>	<u>Page</u>	
<u>Number</u>	<u>Number</u>	<u>Subject</u>
05.01	77	A cash shortage of \$4,520 existed in the Judicial District Drug Fund

District Attorney General
Tenth Judicial District
Balance Sheet
June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>ASSETS</u>			
Cash:			
Cash on Hand	\$ 0	\$ 6,071	\$ 6,071
Cash in Bank	0	197,396	197,396
Equity in Pooled Cash and Investments:			
Cash with Trustee	23,820	2,537,145	2,560,965
Accounts Receivable	3,153	1,950	5,103
Cash Shortage	0	4,520	4,520
	<hr/>		
Total Assets	\$ 26,973	\$ 2,747,082	\$ 2,774,055
	<hr/> <hr/>		
<u>LIABILITIES AND FUND BALANCES</u>			
<u>Liabilities</u>			
Due to Litigants, Heirs, and Others	\$ 0	\$ 197,396	\$ 197,396
Total Liabilities	\$ 0	\$ 197,396	\$ 197,396
	<hr/>		
<u>Fund Balances</u>			
Unreserved:			
Undesignated	\$ 26,973	\$ 2,549,686	\$ 2,576,659
	<hr/>		
Total Liabilities and Fund Balances	\$ 26,973	\$ 2,747,082	\$ 2,774,055
	<hr/> <hr/>		

District Attorney General
Tenth Judicial District
Summary of Financial Operations
For the Year Ended June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Other Funds	Total All Funds
<u>Revenues</u>				
District Attorney General Fees	\$ 59,016	\$ 0	\$ 0	\$ 59,016
Drug Control Fines	0	45,772	0	45,772
Drug Task Force Forfeitures and Seizures	0	1,392,325	0	1,392,325
Investment Income	0	2,838	0	2,838
Miscellaneous Refunds	0	10,832	0	10,832
Contributions and Gifts	0	2,000	0	2,000
Drug Task Force Grant	0	95,000	0	95,000
Federal Asset Forfeiture Funds	0	3,746	0	3,746
Other Direct Federal Revenue	0	0	3,798	3,798
Total Revenues	\$ 59,016	\$ 1,552,513	\$ 3,798	\$ 1,615,327
<u>Expenditures</u>				
Drug Task Force Personnel	\$ 0	\$ 536,807	\$ 0	\$ 536,807
Assistant District Attorneys	0	0	3,798	3,798
Clerical Personnel	1,551	0	0	1,551
Secretary(s)	0	20,946	0	20,946
In-Service Training	0	5,982	0	5,982
Social Security	289	26,935	0	27,224
State Retirement	0	18,236	0	18,236
Employee and Dependent Insurance	0	39,462	0	39,462
Life Insurance	0	810	0	810
Unemployment Compensation	23	483	0	506
Audit Services	0	1,839	0	1,839
Bank Charges	0	1,424	0	1,424
Communication	7,018	9,825	0	16,843
Confidential Drug Enforcement Payments	0	34,242	0	34,242
Dues and Memberships	1,485	455	0	1,940
Laundry Services	0	360	0	360
Maintenance and Repair Services - Buildings	0	6,915	0	6,915
Maintenance and Repair Services - Vehicles	0	27,754	0	27,754
Rentals	0	19,308	0	19,308
Travel	9,193	8,693	0	17,886
Veterinary Services	0	211	0	211
Remittance of Revenues Collected	0	39,467	0	39,467
Animal Food and Supplies	0	103	0	103
Gasoline	0	8,597	0	8,597
Law Enforcement Supplies	0	865	0	865
Office Supplies	9,184	13,975	0	23,159

(Continued)

District Attorney General
Tenth Judicial District
Summary of Financial Operations (Cont.)

	District Attorney General Fund	Drug Task Force Fund	Other Funds	Total All Funds
<u>Expenditures (Cont.)</u>				
Uniforms	\$ 0	\$ 204	\$ 0	\$ 204
Utilities	0	3,478	0	3,478
Other Supplies and Materials	7,270	0	0	7,270
Building and Content Insurance	0	1,031	0	1,031
Liability Insurance	0	923	0	923
Trustee's Commissions	599	0	0	599
Worker's Compensation Insurance	9	9,165	0	9,174
Law Enforcement Equipment	0	24,043	0	24,043
Motor Vehicles	0	48,544	0	48,544
Office Equipment	0	4,223	0	4,223
Total Expenditures	<u>\$ 36,621</u>	<u>\$ 915,305</u>	<u>\$ 3,798</u>	<u>\$ 955,724</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 22,395</u>	<u>\$ 637,208</u>	<u>\$ 0</u>	<u>\$ 659,603</u>
Other Financing Sources (Uses):				
Transfers to District Attorneys' General Conference - Salary Supplements	<u>\$ (21,695)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (21,695)</u>
Total Other Financing Sources (Uses)	<u>\$ (21,695)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (21,695)</u>
Net Change in Fund Balance	\$ 700	\$ 637,208	\$ 0	\$ 637,908
Fund Balance, July 1, 2005	<u>26,273</u>	<u>1,912,478</u>	<u>0</u>	<u>1,938,751</u>
Fund Balance, June 30, 2006	<u>\$ 26,973</u>	<u>\$ 2,549,686</u>	<u>\$ 0</u>	<u>\$ 2,576,659</u>

ELEVENTH JUDICIAL DISTRICT

ELEVENTH JUDICIAL DISTRICT

Our review disclosed no material findings and recommendations in this district.

District Attorney General
Eleventh Judicial District
Balance Sheet
June 30, 2006

District
Attorney
General
Fund

ASSETS

Equity in Pooled Cash and Investments:

Cash with Trustee

\$ 39,567

Total Assets

\$ 39,567

LIABILITIES AND FUND BALANCE

Liabilities

Accounts Payable

\$ 3,663

Fund Balance

Unreserved:

Undesignated

\$ 35,904

Total Liabilities and Fund Balance

\$ 39,567

District Attorney General
Eleventh Judicial District
Summary of Financial Operations
For the Year Ended June 30, 2006

	District Attorney General Fund
<hr/>	
<u>Revenues</u>	
District Attorney General Fees	\$ 49,074
Investment Income	1,468
Total Revenues	<u>\$ 50,542</u>
 <u>Expenditures</u>	
Postal Charges	\$ 1,214
Tuition	2,500
Trustee's Commission	255
Maintenance and Repair Services - Office Equipment	8,939
Software	10,470
Data Processing Equipment	23,752
Other Equipment	1,025
Total Expenditures	<u>\$ 48,155</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 2,387</u>
 Other Financing Sources (Uses):	
Transfer to Hamilton County General Fund - Grant Match	<u>\$ (617)</u>
Net Change in Fund Balance	\$ 1,770
Fund Balance, July 1, 2005	<u>34,134</u>
Fund Balance, June 30, 2006	<u><u>\$ 35,904</u></u>

TWELFTH JUDICIAL DISTRICT

TWELFTH JUDICIAL DISTRICT

FINDING 06.01 **DEFICIENCIES WERE NOTED IN DRUG TASK FORCE EXPENDITURES**

Our examination revealed the following deficiencies in Drug Task Force (DTF) expenditures:

- A. Original documentation was not on file at the County Mayor's Office to support all expenditures charged to DTF credit cards. These expenditures included charges for supplies, gasoline, and Internet services. We extended our examination and determined that these goods and/or services were received.
- B. DTF funds were used to pay the monthly cellular telephone bills for an assistant district attorney. Since these expenditures were primarily for the benefit of the District Attorney's Office, we questioned the propriety of paying these expenditures with DTF funds. Chapter VI, Page 1, of the Tennessee Administrative Manual subrecipients, Byrne Formula Grants, states that purchases are to be made for the subrecipient's operation. Also, Section 39-17-420(c), Tennessee Code Annotated (TCA), states that all fines and forfeitures placed in the Drug Task Force Fund "shall be used exclusively for a drug enforcement or drug education program of the district." If the equipment and/or supplies purchased are used for both DTF and non-task force activities, the cost of the equipment should be allocated appropriately.

RECOMMENDATION

The DTF should file detailed invoices to support all expenditures, and should make disbursements only for drug enforcement or drug education programs, as required by Byrne Formula Grant regulations and Section 39-17-420(c), TCA. If equipment and/or supplies are used for both DTF and non-task force activities, the cost of the equipment and/or supplies should be appropriately allocated.

FINDING 06.02 **SEVERAL LAW ENFORCEMENT AGENCIES DID NOT PARTICIPATE IN THE DRUG TASK FORCE**

During the year, none of the agencies included in the interlocal agreement contributed to the operations of the Drug Task Force (DTF). The Twelfth Judicial District DTF was established in 1988 by an interlocal agreement among 27 law enforcement agencies within the district. This agreement provided that each agency would support the efforts of the drug task force with financial, equipment, and/or manpower contributions.

RECOMMENDATION

The law enforcement agencies within the judicial district should review their participation in the DTF, and agencies that do not wish to participate should withdraw from the interlocal agreement.

FINDING 06.03 **THE BOARD OF DIRECTORS DID NOT ASSUME SUFFICIENT OVERSIGHT RESPONSIBILITY**

The Board of Directors of the Drug Task Force (DTF) did not assume sufficient oversight responsibility for the DTF's operations. During the year examined, the board held one meeting, and only five of the 27 participating law enforcement agencies included in the interlocal agreement attended. One meeting was not sufficient to review and approve all of the task force's operations.

RECOMMENDATION

The Board of Directors should meet regularly to approve and review the DTF's operations, including expenditures, personnel policies, controls over evidence and confiscations, and the status of cases. Minutes of these meeting should be documented and maintained on file.

FINDING 06.04 **PAYMENTS TO CONFIDENTIAL INFORMANTS WERE NOT WITNESSED BY A SECOND OFFICER**

Receipts for payments to confidential informants reflected the signature of only one officer. Bureau of Justice Guidelines require that two officers witness payments to confidential informants.

RECOMMENDATION

The Drug Task Force director should require documentation that two officers witness payments to confidential informants as required by Bureau of Justice guidelines.

PRIOR-YEAR FINDINGS NOT CORRECTED

(Ref: Report for the Year Ended June 30, 2005)

Finding Number	Page Number	Subject
05.01(A)	91	Original documentation was not on file to support all expenditures charged to the Drug Task Force credit cards
05.01(B)	91	Drug Task Force funds were used to pay the monthly cellular telephone bill of an assistant district attorney
05.02	91	Several law enforcement agencies did not participate in the Drug Task Force
05.03	92	The Board of Directors did not assume sufficient oversight responsibility
05.04	92	Payments to confidential informants were not witnessed by a second officer

District Attorney General
Twelfth Judicial District
Balance Sheet
June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>ASSETS</u>			
Cash:			
Cash on Hand	\$ 0	\$ 33,891	\$ 33,891
Equity in Pooled Cash and Investments:			
Cash with Trustee	61,095	63,781	124,876
Cash with Clerks, Register, and Sheriff	802	0	802
Due from Other Governments	1,710	0	1,710
	<hr/>		
Total Assets	\$ 63,607	\$ 97,672	\$ 161,279
	<hr/> <hr/>		
<u>LIABILITIES AND FUND BALANCES</u>			
<u>Liabilities</u>			
Due to Litigants, Heirs, and Others	\$ 0	\$ 32,790	\$ 32,790
	<hr/>		
<u>Fund Balances</u>			
Unreserved:			
Undesignated	\$ 63,607	\$ 64,882	\$ 128,489
	<hr/>		
Total Liabilities and Fund Balances	\$ 63,607	\$ 97,672	\$ 161,279
	<hr/> <hr/>		

District Attorney General
Twelfth Judicial District
Summary of Financial Operations
For the Year Ended June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>Revenues</u>			
Other Local Option Taxes	\$ 0	\$ 2,905	\$ 2,905
Drug Control Fines	0	4,944	4,944
District Attorney General Fees	24,190	0	24,190
Drug Task Force Forfeitures and Seizures	0	7,314	7,314
Sale of Property	0	8,975	8,975
Law Enforcement Grants	0	96,211	96,211
Total Revenues	\$ 24,190	\$ 120,349	\$ 144,539
<u>Expenditures</u>			
Supervisor/Director	\$ 0	\$ 28,825	\$ 28,825
Deputy(ies)	0	26,286	26,286
Clerical Personnel	0	10,766	10,766
Overtime Pay	0	2,047	2,047
Jury and Witness Fees	87	0	87
In-Service Training	950	0	950
Social Security	0	5,281	5,281
State Retirement	0	1,669	1,669
Employee and Dependent Insurance	0	10,963	10,963
Unemployment Compensation	0	222	222
Audit Services	0	2,255	2,255
Communication	5,607	0	5,607
Confidential Drug Enforcement Payments	0	23,940	23,940
Dues and Memberships	587	70	657
Janitorial Services	980	0	980
Rentals	3,400	4,000	7,400
Travel	0	2,472	2,472
Other Contracted Services	236	0	236
Gasoline	0	5,279	5,279
Law Enforcement Supplies	2,364	0	2,364
Office Supplies	165	1,576	1,741
Periodicals	2,331	0	2,331
Utilities	20	6,183	6,203
Vehicle Parts	0	657	657
Premiums on Corporate Surety Bonds	0	245	245
Trustee's Commission	250	152	402
Vehicle and Equipment Insurance	0	125	125
Communication Equipment	783	0	783
Furniture and Fixtures	237	0	237
Office Equipment	390	0	390
Other Charges	523	0	523
Motor Vehicles	0	9,861	9,861
Total Expenditures	\$ 18,910	\$ 142,874	\$ 161,784

(Continued)

District Attorney General
Twelfth Judicial District
Summary of Financial Operations (Cont.)

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
Excess (Deficiency) of Revenues Over Expenditures	\$ 5,280	\$ (22,525)	\$ (17,245)
Other Financing Sources (Uses): Transfers to District Attorneys' General Conference - Salary Supplements	\$ (3,146)	\$ 0	\$ (3,146)
Net Change in Fund Balance	\$ 2,134	\$ (22,525)	\$ (20,391)
Fund Balance, July 1, 2005	61,473	87,407	148,880
Fund Balance, June 30, 2006	\$ 63,607	\$ 64,882	\$ 128,489

THIRTEENTH JUDICIAL DISTRICT

THIRTEENTH JUDICIAL DISTRICT

FINDING 06.01 **THE DISTRICT ATTORNEY GENERAL'S OFFICE HAD INADEQUATE CONTROLS OVER INVENTORY**

The District Attorney General's Office did not maintain adequate controls over assets purchased with District Attorney General funds. Inventory records of assets owned by the District Attorney General's Office were maintained; however, we noted several assets on the inventory that were not tagged or clearly marked as office property. Failure to properly tag or mark assets as office property weakens control over assets.

RECOMMENDATION

To improve controls over inventory, the District Attorney General's Office should tag or clearly mark all assets as office property.

FINDING 06.02 **PURCHASE ORDERS WERE NOT ALWAYS ISSUED**

The Putnam County Executive's Office administers purchasing for the Judicial District Drug Task Force Fund under purchasing procedures adopted by the Putnam County Commission. These purchasing procedures require the issuance of purchase orders; however, the County Executive's Office did not issue purchase orders for some applicable task force purchases. Purchase orders are necessary to control who has purchasing authority for the Judicial District Drug Task Force and to document purchasing commitments.

RECOMMENDATION

The Putnam County Executive's Office should issue purchase orders for all applicable Judicial District Drug Task Force purchases as required by Putnam County's purchasing procedures.

FINDING 06.03 **THE DRUG TASK FORCE HAD INVENTORY CONTROL DEFICIENCIES**

We noted the following inventory control deficiencies:

- A. The Drug Task Force (DTF) maintained an equipment inventory listing for assets owned by the DTF. However, we noted assets, such as a four-wheeler and camera that were not included on the inventory. Generally accepted accounting principles require accountability for all DTF-owned assets, such as equipment, furniture, and vehicles. If all assets are not included on the inventory listing, the organization's inventory controls are weakened.

- B. In prior years, the DTF purchased several laptop computers through funds provided by methamphetamine grants. These computers were assigned to officers at the various law enforcement agencies throughout the district who attended methamphetamine training provided by the DTF. Each officer acknowledged receipt of the computer, and the computers are listed on the DTF equipment inventory. However, the DTF has not required the officers to account for the laptops since they were assigned to the officers.
- C. Auditors were unable to verify the existence of two night vision scopes and an undercover pinhole lens camera listed on the equipment inventory.

RECOMMENDATION

The DTF should maintain inventory records of all assets owned by the DTF as required by generally accepted accounting principles, and personnel independent of maintaining the inventory should periodically verify the inventory listing. Furthermore, officials should take steps to account for items listed on the inventory that could not be located.

FINDING 06.04 AN OFFICE EMPLOYEE OF THE TASK FORCE WAS NOT BONDED

An office employee of the Middle Tennessee Methamphetamine Task Force who handles cash was not bonded.

RECOMMENDATION

Office employees of the Middle Tennessee Methamphetamine Task Force should be bonded.

FINDING 06.05 DEFICIENCIES WERE NOTED IN THE MIDDLE TENNESSEE METHAMPHETAMINE TASK FORCE'S PURCHASING PROCEDURES

The Putnam County Executive's Office administers purchasing for the Middle Tennessee Methamphetamine Task Force Fund under purchasing procedures adopted by the Putnam County Commission. Our examination revealed the following purchasing deficiencies:

- A. The Putnam County Executive's Office did not issue purchase orders for several applicable purchases. Purchase orders are necessary to control who has purchasing authority for the Methamphetamine Task Force and to document purchasing commitments.

- B. Competitive bids were not solicited for the design and printing of 35,000 methamphetamine drug education handbooks at a cost of \$10,000. Purchasing procedures for the Putnam County Executive's Office are governed by provisions of Chapter 63, Private Acts of 1981, which requires all purchases exceeding \$5,000 to be made on the basis of competitive bids solicited through advertisement in a local paper.

RECOMMENDATION

Purchase orders should be issued for all applicable purchases, and all purchases exceeding \$5,000 should be competitively bid as required by Putnam County's private act.

FINDING 06.06 **THE MIDDLE TENNESSEE METHAMPHETAMINE TASK FORCE DID NOT TAKE REQUESTS FOR PROPOSALS FOR SOFTWARE DEVELOPMENT**

During the year, the task force paid \$65,250 to a local software developer to design intelligence tracking software to be used by law enforcement agencies in the Sixth Congressional District. The task force did not develop written specifications for the software nor seek requests for proposals from other software developers to ensure that the software was developed at a competitive price.

RECOMMENDATION

Development contracts should be awarded based on written specifications and requests for proposals to ensure needs are addressed at a competitive price.

FINDING 06.07 **THE METHAMPHETAMINE TASK FORCE DID NOT MONITOR A SUBRECIPIENT OF FEDERAL AWARDS**

The approved budget for the Community Oriented Policing Services (COPS) Methamphetamine Grant included a pass-through amount of \$35,000 for the Upper Cumberland Community Services Agency, a grant subrecipient. The Middle Tennessee Methamphetamine Task Force (MTMTF) did not monitor the subrecipient's use of these federal funds to ensure that the awards were for authorized purposes in compliance with laws, regulations, and provisions of contracts or grant agreements as required by OMB Circular A-133.

RECOMMENDATION

The Middle Tennessee Methamphetamine Task Force should monitor subrecipients to ensure the federal awards were used for authorized purposes as required by federal grant regulations.

PRIOR-YEAR FINDINGS NOT CORRECTED

(Ref: Report for the Year Ended June 30, 2005)

Finding	Page	
Number	Number	Subject
05.01	99	The District Attorney General's Office had inadequate controls over inventory
05.02	99	Purchase orders were not always issued and competitive bids were not solicited for certain purchases exceeding \$5,000
05.03(B)	100	Certain equipment could not be located
05.04	100	The Methamphetamine Task Force did not monitor a subrecipient of federal awards

District Attorney General
Thirteenth Judicial District
Balance Sheet
June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Metham- phetamine Task Force Fund	Total All Funds
<u>ASSETS</u>				
Cash:				
Cash on Hand	\$ 0	\$ 17,080	\$ 0	\$ 17,080
Equity in Pooled Cash and Investments:				
Cash with Trustee	1,471	36,260	10,308	48,039
Due from Other Governments	852	19,220	12,935	33,007
Total Assets	<u>\$ 2,323</u>	<u>\$ 72,560</u>	<u>\$ 23,243</u>	<u>\$ 98,126</u>

LIABILITIES AND FUND BALANCES

<u>Liabilities</u>				
Due to Litigants, Heirs, and Others	\$ 0	\$ 16,010	\$ 0	\$ 16,010
<u>Fund Balances</u>				
Unreserved:				
Undesignated	\$ 2,323	\$ 56,550	\$ 23,243	\$ 82,116
Total Liabilities and Fund Balances	<u>\$ 2,323</u>	<u>\$ 72,560</u>	<u>\$ 23,243</u>	<u>\$ 98,126</u>

District Attorney General
Thirteenth Judicial District
Summary of Financial Operations
For the Year Ended June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Metham- phetamine Task Force Fund	Total All Funds
<u>Revenues</u>				
Other Local Option Taxes	\$ 0	\$ 10,699	\$ 0	\$ 10,699
Drug Control Fines	0	1,747	0	1,747
District Attorney General Fees	21,681	0	0	21,681
Drug Task Force Forfeitures and Seizures	0	89,722	0	89,722
Lease/Rentals	0	26,100	0	26,100
Sales of Materials and Supplies	0	2,933	1,327	4,260
Miscellaneous Refunds	2,697	5,480	0	8,177
Law Enforcement Grants	0	105,532	0	105,532
Drug Control Grants	0	0	362,238	362,238
Total Revenues	\$ 24,378	\$ 242,213	\$ 363,565	\$ 630,156
<u>Expenditures</u>				
Secretary(s)	\$ 0	\$ 32,076	\$ 45,494	\$ 77,570
Jury and Witness Fees	840	0	0	840
Other Salaries and Wages	0	0	22,916	22,916
In-Service Training	0	175	0	175
Other Fringe Benefits	0	13,404	20,518	33,922
Audit Services	0	4,813	0	4,813
Communication	5,955	28,321	0	34,276
Contributions	0	0	35,000	35,000
Remittance of Revenues Collected	0	57,067	0	57,067
Confidential Drug Enforcement Payments	0	720	0	720
Data Processing Services	0	2,788	0	2,788
Dues and Memberships	600	0	0	600
Maintenance and Repair Services - Office Equipment	550	0	0	550
Maintenance and Repair Services - Vehicles	0	1,929	0	1,929
Postal Charges	0	683	551	1,234
Rentals	2,400	38,961	175	41,536
Tow-in Services	0	665	0	665
Travel	4,821	869	10,171	15,861
Other Contracted Services	2,670	0	175,693	178,363
Gasoline	0	5,223	0	5,223
Instructional Supplies and Materials	375	0	0	375
Office Supplies	0	1,902	588	2,490
Utilities	299	8,958	0	9,257
Other Supplies and Materials	18	0	22,028	22,046
Buildings and Contents Insurance	0	1,551	0	1,551
Other Charges	595	6,306	7,188	14,089
Other Equipment	1,685	0	0	1,685
Total Expenditures	\$ 20,808	\$ 206,411	\$ 340,322	\$ 567,541
Excess (Deficiency) of Revenues Over Expenditures	\$ 3,570	\$ 35,802	\$ 23,243	\$ 62,615

(Continued)

District Attorney General
Thirteenth Judicial District
Summary of Financial Operations (Cont.)

	District Attorney General Fund	Drug Task Force Fund	Metham- phetamine Task Force Fund	Total All Funds
<hr/>				
Other Financing Sources (Uses):				
Transfer to District Attorneys'				
General Conference - Salary Supplement	\$ (3,061)	\$ 0	\$ 0	\$ (3,061)
Net Change in Fund Balance	\$ 509	\$ 35,802	\$ 23,243	\$ 59,554
Fund Balance, July 1, 2005	1,814	20,748	0	22,562
	<hr/>			
Fund Balance, June 30, 2006	\$ 2,323	\$ 56,550	\$ 23,243	\$ 82,116
	<hr/>			

FOURTEENTH JUDICIAL DISTRICT

FOURTEENTH JUDICIAL DISTRICT

Our review disclosed no material findings and recommendations in this district.

District Attorney General
Fourteenth Judicial District
Balance Sheet
June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>ASSETS</u>			
Cash:			
Cash on Hand	\$ 0	\$ 732	\$ 732
Cash in Bank	0	63,129	63,129
Equity in Pooled Cash and Investments:			
Cash with Trustee	40,721	223,425	264,146
Cash with Clerks, Register, and Sheriff	8,436	13,325	21,761
Accounts Receivable	0	12,262	12,262
Total Assets	<u>\$ 49,157</u>	<u>\$ 312,873</u>	<u>\$ 362,030</u>
<u>LIABILITIES AND FUND BALANCES</u>			
<u>Liabilities</u>			
Due to Litigants, Heirs, and Others	\$ 0	\$ 1,790	\$ 1,790
Total Liabilities	<u>\$ 0</u>	<u>\$ 1,790</u>	<u>\$ 1,790</u>
<u>Fund Balances</u>			
Unreserved:			
Undesignated	\$ 49,157	\$ 311,083	\$ 360,240
Total Fund Balances	<u>\$ 49,157</u>	<u>\$ 311,083</u>	<u>\$ 360,240</u>
Total Liabilities and Fund Balances	<u>\$ 49,157</u>	<u>\$ 312,873</u>	<u>\$ 362,030</u>

District Attorney General
Fourteenth Judicial District
Summary of Financial Operations
For the Year Ended June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>Revenues</u>			
Drug Control Fines	\$ 0	\$ 161,783	\$ 161,783
District Attorney General Fees	51,968	0	51,968
Drug Task Force Forfeitures and Seizures	0	45,248	45,248
Investment Income	0	6,230	6,230
Miscellaneous Refunds	50	0	50
Sale of Property	0	4,600	4,600
Other	0	7,938	7,938
Law Enforcement Grants	0	103,997	103,997
Total Revenues	\$ 52,018	\$ 329,796	\$ 381,814
<u>Expenditures</u>			
Supervisor/Director	\$ 0	\$ 17,795	\$ 17,795
Investigators	0	56,212	56,212
Part-time Personnel	0	7,955	7,955
Clerical Personnel	1,200	0	1,200
Overtime Pay	0	13,774	13,774
Other Salaries and Wages	0	1,810	1,810
Social Security Tax	92	7,170	7,262
State Retirement	0	8,740	8,740
Medical Insurance	0	9,415	9,415
Dental Insurance	0	453	453
Audit Services	0	1,570	1,570
Communications	4,411	5,261	9,672
Contributions	0	4,160	4,160
Confidential Drug Enforcement Payments	0	220	220
Dues and Memberships	255	300	555
Janitorial Services	2,080	0	2,080
Maintenance and Repair - Vehicles	0	4,879	4,879
Travel	0	9,222	9,222
Office Supplies and Materials	2,647	1,602	4,249
Law Enforcement Supplies	0	1,633	1,633
Uniforms	0	2,088	2,088
Other Supplies and Materials	466	7,421	7,887
Vehicle and Equipment Insurance	0	2,578	2,578

(Continued)

District Attorney General
Fourteenth Judicial District
Summary of Financial Operations (Cont.)

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>Expenditures (Cont.)</u>			
Other Charges	\$ 0	\$ 10,715	\$ 10,715
Trustee Commission	11	0	11
Motor Vehicles	0	26,000	26,000
Worker's Compensation Insurance	0	0	0
Unemployment Compensation	0	86	86
Total Expenditures	<u>\$ 11,162</u>	<u>\$ 201,059</u>	<u>\$ 212,221</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 40,856</u>	<u>\$ 128,737</u>	<u>\$ 169,593</u>
Other Financing Sources (Uses):			
Transfers to District Attorneys'			
General Conference:			
Registration Fees	\$ (750)	\$ 0	\$ (750)
Salary Supplements	0	(71,050)	(71,050)
Total Other Financing Sources (Uses)	<u>\$ (750)</u>	<u>\$ (71,050)</u>	<u>\$ (71,800)</u>
Net Change in Fund Balance	\$ 40,106	\$ 57,687	\$ 97,793
Fund Balance, July 1, 2005	<u>9,051</u>	<u>253,396</u>	<u>262,447</u>
Fund Balance, June 30, 2006	<u>\$ 49,157</u>	<u>\$ 311,083</u>	<u>\$ 360,240</u>

FIFTEENTH JUDICIAL DISTRICT

FIFTEENTH JUDICIAL DISTRICT

Our review disclosed no material findings and recommendations in this district.

District Attorney General
Fifteenth Judicial District
Balance Sheet
June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>ASSETS</u>			
Cash:			
Cash on Hand	\$ 0	\$ 238,149	\$ 238,149
Cash in Bank	0	8,609	8,609
Equity in Pooled Cash and Investments:			
Cash with Trustee	1,749	444,102	445,851
Due from Other Governments	0	20,000	20,000
Total Assets	<u>\$ 1,749</u>	<u>\$ 710,860</u>	<u>\$ 712,609</u>
<u>LIABILITIES AND FUND BALANCES</u>			
<u>Liabilities</u>			
Accounts Payable	\$ 0	\$ 29,647	\$ 29,647
Due to Litigants, Heirs, and Others	0	226,843	226,843
Total Liabilities	<u>\$ 0</u>	<u>\$ 256,490</u>	<u>\$ 256,490</u>
<u>Fund Balances</u>			
Unreserved:			
Undesignated	\$ 1,749	\$ 454,370	\$ 456,119
Total Liabilities and Fund Balances	<u>\$ 1,749</u>	<u>\$ 710,860</u>	<u>\$ 712,609</u>

District Attorney General
Fifteenth Judicial District
Summary of Financial Operations
For the Year Ended June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>Revenues</u>			
Drug Control Fines	\$ 0	\$ 24,085	\$ 24,085
District Attorney General Fees	12,603	0	12,603
Drug Task Force Forfeitures and Seizures	0	173,451	173,451
Damages Recovered from Individuals	0	140	140
Miscellaneous Refunds	872	4,329	5,201
Law Enforcement Grants	0	82,393	82,393
Other State Revenues	0	6,450	6,450
Contributions	0	7,000	7,000
Total Revenue	<u>\$ 13,475</u>	<u>\$ 297,848</u>	<u>\$ 311,323</u>
<u>Expenditures</u>			
Other Salaries and Wages	\$ 0	\$ 98,624	\$ 98,624
Communication	0	10,424	10,424
Confidential Drug Enforcement Payments	0	15,606	15,606
Maintenance and Repair Services - Office Equipment	0	673	673
Maintenance and Repair Services - Vehicles	0	4,635	4,635
Rentals	0	13,428	13,428
Tow-in Services	0	3,617	3,617
Travel	3,364	7,872	11,236
Other Contracted Services	0	1,910	1,910
Animal Food and Supplies	0	332	332
Library Books/Media	1,186	0	1,186
Office Supplies	0	3,862	3,862
Other Supplies and Materials	2,425	2,845	5,270
Trustee's Commission	130	2,052	2,182
In-Service Training	1,900	1,190	3,090
Other Charges	1,121	3,804	4,925
Communication Equipment	0	1,854	1,854
Other Equipment	730	3,392	4,122
Total Expenditures	<u>\$ 10,856</u>	<u>\$ 176,120</u>	<u>\$ 186,976</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 2,619</u>	<u>\$ 121,728</u>	<u>\$ 124,347</u>
Other Financing Sources (Uses):			
Transfers to District Attorneys' General Conference - Salary Supplements	<u>\$ (5,916)</u>	<u>\$ 0</u>	<u>\$ (5,916)</u>
Net Change in Fund Balance	\$ (3,297)	\$ 121,728	\$ 118,431
Fund Balance, July 1, 2005	<u>5,046</u>	<u>332,642</u>	<u>337,688</u>
Fund Balance, June 30, 2006	<u>\$ 1,749</u>	<u>\$ 454,370</u>	<u>\$ 456,119</u>

SIXTEENTH JUDICIAL DISTRICT

SIXTEENTH JUDICIAL DISTRICT

Our review disclosed no material findings and recommendations in this district.

District Attorney General
Sixteenth Judicial District
Balance Sheet
June 30, 2006

District
Attorney
General
Fund

ASSETS

Equity in Pooled Cash and Investments:

Cash with Trustee

\$ 144,378

Cash with Clerks, Register, and Sheriff

2,916

Due from Other Governments

185

Total Assets

\$ 147,479

LIABILITIES AND FUND BALANCE

Liabilities:

Accounts Payable

\$ 12

Accrued Payroll

160

Total Liabilities

\$ 172

Fund Balance

Unreserved:

Undesignated

\$ 147,307

Total Liabilities and Fund Balance

\$ 147,479

District Attorney General
Sixteenth Judicial District
Summary of Financial Operations
For the Year Ended June 30, 2006

	District Attorney General Fund
<hr/>	
<u>Revenues</u>	
District Attorney General Fees	\$ 46,724
Total Revenues	<u>\$ 46,724</u>
<u>Expenditures</u>	
Part-time Personnel	\$ 1,486
Social Security	92
Employer Medicare	22
Other Supplies and Materials	6,331
Trustee's Commission	477
Total Expenditures	<u>\$ 8,408</u>
Net Change in Fund Balance	\$ 38,316
Fund Balance, July 1, 2005	<u>108,991</u>
Fund Balance, June 30, 2006	<u><u>\$ 147,307</u></u>

SEVENTEENTH JUDICIAL DISTRICT

SEVENTEENTH JUDICIAL DISTRICT

Our review disclosed no material findings and recommendations in this district.

SEVENTEENTH JUDICIAL DISTRICT
WILLIAM M. McCOWN, DISTRICT ATTORNEY GENERAL
FOR THE YEAR ENDED JUNE 30, 2006
BEDFORD, LINCOLN, MARSHALL, AND MOORE COUNTIES

District Attorney General
Seventeenth Judicial District
Balance Sheet
June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>ASSETS</u>			
Cash:			
Cash on Hand	\$ 0	\$ 437	\$ 437
Equity in Pooled Cash and Investments:			
Cash with Trustee	36,344	202,553	238,897
Cash with Clerks, Register, and Sheriff	592	143	735
Account Receivable	0	1,929	1,929
Due from Other Governments	314	10,060	10,374
	<hr/>		
Total Assets	\$ 37,250	\$ 215,122	\$ 252,372
	<hr/> <hr/>		
<u>LIABILITIES AND FUND BALANCES</u>			
<u>Liabilities</u>			
Accounts Payable	\$ 298	\$ 3,057	\$ 3,355
Due to Litigants, Heirs, and Others	0	4,958	4,958
Total Liabilities	\$ 298	\$ 8,015	\$ 8,313
	<hr/>		
<u>Fund Balances</u>			
Unreserved:			
Undesignated	\$ 36,952	\$ 207,107	\$ 244,059
Total Fund Balances	\$ 36,952	\$ 207,107	\$ 244,059
	<hr/>		
Total Liabilities and Fund Balances	\$ 37,250	\$ 215,122	\$ 252,372
	<hr/> <hr/>		

District Attorney General
Seventeenth Judicial District
Summary of Financial Operations
For the Year Ended June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>Revenues</u>			
District Attorney General Fees	\$ 13,344	\$ 0	\$ 13,344
Officers Costs	0	333	333
Drug Control Fines	0	30,036	30,036
Drug Task Force Forfeitures & Seizures	0	81,346	81,346
Drug Task Force Grant	0	95,000	95,000
Miscellaneous Refunds	0	162	162
Proceeds from Confiscated Property	0	4,400	4,400
Contributions & Gifts	0	7,500	7,500
Total Revenues	\$ 13,344	\$ 218,777	\$ 232,121
<u>Expenditures</u>			
Supervisor/Director	\$ 0	\$ 42,220	\$ 42,220
Salary Supplements	0	16,638	16,638
Secretary(s)	0	21,948	21,948
Social Security	0	5,030	5,030
State Retirement	0	3,097	3,097
Employee and Dependent Insurance	0	20	20
Disability Insurance	0	3,051	3,051
Unemployment Compensation	0	1,200	1,200
Employer Medicare	0	1,152	1,152
Communication	0	10,146	10,146
Contracts with Government Agencies	0	1,785	1,785
Dues and Memberships	410	725	1,135
Maintenance & Repair Services - Building	148	48	196
Maintenance & Repair Services - Equipment	0	2,751	2,751
Maintenance & Repair Services - Vehicles	0	6,597	6,597
Medical and Dental Services	0	10,273	10,273
Confidential Drug Buys	0	21,413	21,413
Confidential Informant Fees	0	5,740	5,740
Confidential Informant Expenses	0	2,231	2,231
Postal Charges	0	981	981
Printing	0	65	65
Rentals	0	12,300	12,300
Tow-in Services	0	1,070	1,070
Travel	3,156	1,459	4,615
Electricity	0	2,068	2,068
Gasoline	0	15,239	15,239
Law Enforcement Supplies	0	3,361	3,361

(Continued)

District Attorney General
Seventeenth Judicial District
Summary of Financial Operations (Cont.)

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>Expenditures (Cont.)</u>			
Natural Gas	\$ 0	\$ 1,247	\$ 1,247
Office Supplies	0	2,673	2,673
Tires and Tubes	0	1,028	1,028
Uniforms	0	3,505	3,505
Utilities	0	214	214
Water and Sewer	0	194	194
Trustee's Commission	135	1,611	1,746
In-Service/Staff Development	0	8,978	8,978
Other Charges	1,209	277	1,486
Law Enforcement Equipment	0	3,433	3,433
Office Equipment	0	1,250	1,250
Motor Vehicles	0	19,242	19,242
Periodicals	1,803	0	1,803
Total Expenditures	<u>\$ 6,861</u>	<u>\$ 236,260</u>	<u>\$ 243,121</u>
Net Change in Fund Balance	\$ 6,483	\$ (17,483)	\$ (11,000)
Fund Balance, July 1, 2005	<u>30,469</u>	<u>224,590</u>	<u>255,059</u>
Fund Balance, June 30, 2006	<u>\$ 36,952</u>	<u>\$ 207,107</u>	<u>\$ 244,059</u>

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EIGHTEENTH JUDICIAL DISTRICT

EIGHTEENTH JUDICIAL DISTRICT

**FINDING 06.01 CONFIDENTIAL FUNDS WERE USED FOR
NONCONFIDENTIAL PURCHASES**

The Drug Task Force used confidential funds to pay some nonconfidential expenditures. These nonconfidential expenditures included payments for clothing allowances (\$1,000) and reimbursements for out of town travel (\$734).

RECOMMENDATION

All nonconfidential expenditures should be channeled through the county's purchasing system.

**FINDING 06.02 COMPETITIVE BIDS WERE NOT SOLICITED FOR THE
PURCHASE OF A TRUCK**

Competitive bids were not solicited for the purchase of a truck (\$23,822). Sumner County operates under the provisions of Chapter 113, Private Acts of 2002. Since this private act does not provide a dollar amount requiring advertisement and competitive bidding, and the financial management committee has not formally adopted a dollar amount, public advertising provisions for the general government fall under the provisions of the County Purchasing Law of 1983, Sections 5-14-201 through 5-14-206, Tennessee Code Annotated, which provides that general government purchases in excess of \$5,000 are to be made after public advertisement and competitive bidding.

RECOMMENDATION

Competitive bids should be solicited in compliance with state statute.

District Attorney General
Eighteenth Judicial District
Balance Sheet
June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>ASSETS</u>			
Equity in Pooled Cash and Investments:			
Cash with Trustee	\$ 122,795	\$ 917,421	\$ 1,040,216
Accounts Receivable	2,590	102,524	105,114
Total Assets	<u>\$ 125,385</u>	<u>\$ 1,019,945</u>	<u>\$ 1,145,330</u>
<u>LIABILITIES AND FUND BALANCES</u>			
<u>Liabilities</u>			
Accounts Payable	\$ 666	\$ 3,246	\$ 3,912
Due to Litigants, Heirs, and Others	0	55,352	55,352
Total Liabilities	<u>\$ 666</u>	<u>\$ 58,598</u>	<u>\$ 59,264</u>
<u>Fund Balances</u>			
Unreserved:			
Undesignated	\$ 124,719	\$ 961,347	\$ 1,086,066
Total Fund Balances	<u>\$ 124,719</u>	<u>\$ 961,347</u>	<u>\$ 1,086,066</u>
Total Liabilities and Fund Balances	<u>\$ 125,385</u>	<u>\$ 1,019,945</u>	<u>\$ 1,145,330</u>

District Attorney General
Eighteenth Judicial District
Summary of Financial Operations
For the Year Ended June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>Revenues</u>			
District Attorney General Fees	\$ 33,079	\$ 0	\$ 33,079
Drug Control Fines	0	79,840	79,840
Drug Task Force Forfeitures & Seizures	0	98,374	98,374
Proceeds from Confiscated Property	0	113,105	113,105
Miscellaneous Refunds	0	190	190
Damages Recovered from Individuals	0	2,018	2,018
Drug Control Grants	0	95,000	95,000
Contributions	0	13,875	13,875
Other State Revenues	0	3,027	3,027
Other Direct Federal Revenue	0	112,272	112,272
Total Revenue	\$ 33,079	\$ 517,701	\$ 550,780
<u>Expenditures</u>			
Investigators	\$ 0	\$ 192,242	\$ 192,242
Audit Services	0	1,732	1,732
Communication	23	25,241	25,264
Drug Buys	0	5,570	5,570
Payments to Confidential Informants	0	3,120	3,120
Undercover Operating Expenses	0	3,310	3,310
Dues and Memberships	615	370	985
Janitorial Services	4,160	0	4,160
Legal Notices, Recording, and Court Costs	821	0	821
Maintenance & Repair Services - Vehicles	0	10,545	10,545
Postal Charges	0	126	126
Rentals	6,000	20,150	26,150
Tow-in Services	0	2,415	2,415
Travel	7,408	4,327	11,735
Other Contracted Services	13,740	500	14,240
Gasoline	0	22,405	22,405
Law Enforcement Supplies	0	3,059	3,059
Office Supplies	584	11,188	11,772
Utilities	0	4,065	4,065
Vehicle and Equipment Insurance	0	4,981	4,981
Trustee's Commission	0	1,137	1,137
Other Charges	0	8,400	8,400
Furniture and Fixtures	2,585	0	2,585
Law Enforcement Equipment	0	61	61
Motor Vehicles	0	132,822	132,822
Total Expenditures	\$ 35,936	\$ 457,766	\$ 493,702
Net Change in Fund Balance	\$ (2,857)	\$ 59,935	\$ 57,078
Fund Balance July 1, 2005	127,576	901,412	1,028,988
Fund Balance June 30, 2006	\$ 124,719	\$ 961,347	\$ 1,086,066

NINETEENTH JUDICIAL DISTRICT

NINETEENTH JUDICIAL DISTRICT

Our review disclosed no material findings and recommendations in this district.

District Attorney General
Nineteenth Judicial District
Balance Sheet
June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>ASSETS</u>			
Cash:			
Cash on Hand	\$ 0	\$ 2,646	\$ 2,646
Cash in Bank	0	3,130	3,130
Equity in Pooled Cash and Investments:			
Cash with Trustee	34,371	284,972	319,343
Due from Other Governments	0	3,228	3,228
Accrued Interest Receivable	0	43	43
Total Assets	<u>\$ 34,371</u>	<u>\$ 294,019</u>	<u>\$ 328,390</u>
<u>LIABILITIES AND FUND BALANCES</u>			
<u>Liabilities</u>			
Accounts Payable	\$ 0	\$ 928	\$ 928
Due to Other Funds	0	1,521	1,521
Total Liabilities	<u>\$ 0</u>	<u>\$ 2,449</u>	<u>\$ 2,449</u>
<u>Fund Balances</u>			
Unreserved:			
Undesignated	\$ 34,371	\$ 291,570	\$ 325,941
Total Fund Balances	<u>\$ 34,371</u>	<u>\$ 291,570</u>	<u>\$ 325,941</u>
Total Liabilities and Fund Balances	<u>\$ 34,371</u>	<u>\$ 294,019</u>	<u>\$ 328,390</u>

District Attorney General
Nineteenth Judicial District
Summary of Financial Operations
For the Year Ended June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>Revenues</u>			
Drug Control Fines	\$ 0	\$ 14,869	\$ 14,869
Drug Task Force Forfeitures and Seizures	0	19,929	19,929
Investment Income	0	6,138	6,138
Contributions	0	56	56
District Attorney General Fees	43,853	0	43,853
Drug Control Grant	0	82,140	82,140
Other State Revenues	0	10,307	10,307
Asset Forfeiture Funds	0	7,375	7,375
Total Revenues	\$ 43,853	\$ 140,814	\$ 184,667
<u>Expenditures</u>			
Secretary	\$ 0	\$ 33,565	\$ 33,565
Social Security	0	2,062	2,062
State Retirement	0	4,410	4,410
Life Insurance	0	32	32
Medical Insurance	0	3,576	3,576
Employer Medicare	0	482	482
Other Fringe Benefits	0	21	21
Audit Services	0	3,042	3,042
Communication	930	9,549	10,479
Contracted with Government Agencies	7,387	0	7,387
Drug Buys	0	9,040	9,040
Informant Pay	0	8,474	8,474
Other Investigative Expenses	0	198	198
Dues and Memberships	300	225	525
Janitorial Services	1,777	0	1,777
Legal Notices, Recording, and Court Costs	12	0	12
Licenses	0	122	122
Maintenance and Repair Services - Equipment	0	570	570
Maintenance and Repair Services - Office Equipment	0	500	500
Maintenance and Repair Services - Vehicles	0	5,987	5,987
Postal Charges	0	195	195
Rentals	13,241	6,709	19,950
Printing, Stationery, and Forms	0	607	607

(Continued)

District Attorney General
Nineteenth Judicial District
Summary of Financial Operations (Cont.)

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>Expenditures (Cont.)</u>			
Tow-in Services	\$ 0	\$ 40	\$ 40
Travel	1,322	4,462	5,784
Tuition	900	470	1,370
Remittance of Revenue Collected	0	1,908	1,908
Disposal Fees	0	131	131
Other Contracted Services	1,633	82	1,715
Custodial Supplies	22	104	126
Data Processing Supplies	62	336	398
Duplicating Supplies	0	63	63
Electricity	0	1,427	1,427
Food Supplies	30	0	30
Gasoline	0	9,724	9,724
Law Enforcement Supplies	0	1,324	1,324
Library Books	172	48	220
Natural Gas	0	676	676
Office Supplies	113	490	603
Periodicals	0	900	900
Tires and Tubes	0	760	760
Vehicle Parts	0	3	3
Water and Sewer	0	316	316
Other Supplies and Materials	75	2,772	2,847
Building and Contents Insurance	0	3,304	3,304
Liability Insurance	0	625	625
Premium on Corporate Surety Bonds	89	175	264
Communication Equipment	2,118	6,200	8,318
Vehicle and Equipment Insurance	0	180	180
Communication Equipment	0	2,613	2,613
Data Processing Equipment	0	9,932	9,932
Furniture and Fixtures	17,466	0	17,466
Motor Vehicles	0	15,911	15,911
Maintenance Equipment	422	0	422
Total Expenditures	<u>\$ 48,071</u>	<u>\$ 154,342</u>	<u>\$ 202,413</u>
Net Change in Fund Balance	\$ (4,218)	\$ (13,528)	\$ (17,746)
Fund Balance, July 1, 2005	<u>38,589</u>	<u>305,098</u>	<u>343,687</u>
Fund Balance, June 30, 2006	<u>\$ 34,371</u>	<u>\$ 291,570</u>	<u>\$ 325,941</u>

TWENTIETH JUDICIAL DISTRICT

TWENTIETH JUDICIAL DISTRICT

Our review disclosed no material findings and recommendations in this district.

TWENTIETH JUDICIAL DISTRICT
VICTOR S. JOHNSON, DISTRICT ATTORNEY GENERAL
FOR THE YEAR ENDED JUNE 30, 2006
DAVIDSON COUNTY

Twentieth Judicial District
District Attorney General
Balance Sheet
June 30, 2006

	District Attorney General Fund	U.S. District Attorney General Federal Asset Forfeiture Fund	Mediation Services Fund	Drug Task Force Fund	Total All Funds
<u>ASSETS</u>					
Cash	\$ 0	\$ 5,000	\$ 0	\$ 20,000	\$ 25,000
Equity in Pooled Cash and Investments:					
Cash with Trustee	57,657	19,584	13,277	1,135,968	1,226,486
Investments	36,987	12,563	8,517	727,622	785,689
Accounts Receivable	996	0	5,591	0	6,587
Accrued Interest Receivable	234	95	0	5,146	5,475
Due from Other Funds	0	18,612	5,230	112,464	136,306
Total Assets	<u>\$ 95,874</u>	<u>\$ 55,854</u>	<u>\$ 32,615</u>	<u>\$ 2,001,200</u>	<u>\$ 2,185,543</u>
<u>LIABILITIES AND FUND BALANCES</u>					
<u>Liabilities</u>					
Accounts Payable	\$ 0	\$ 44	\$ 13,913	\$ 21,388	\$ 35,345
Accrued Payroll	0	0	0	10,082	10,082
Due to Other Funds	22,238	0	5,230	62,390	89,858
Other Current Liabilities	0	52,680	0	853,982	906,662
Total Liabilities	<u>\$ 22,238</u>	<u>\$ 52,724</u>	<u>\$ 19,143</u>	<u>\$ 947,842</u>	<u>\$ 1,041,947</u>
<u>Fund Balances</u>					
Undesignated	\$ 73,636	\$ 3,130	\$ 13,472	\$ 1,053,358	\$ 1,143,596
Total Fund Balances	<u>\$ 73,636</u>	<u>\$ 3,130</u>	<u>\$ 13,472</u>	<u>\$ 1,053,358</u>	<u>\$ 1,143,596</u>
Total Liabilities and Fund Balances	<u>\$ 95,874</u>	<u>\$ 55,854</u>	<u>\$ 32,615</u>	<u>\$ 2,001,200</u>	<u>\$ 2,185,543</u>

District Attorney General
Twentieth Judicial District
Summary of Financial Operations
For the Year Ended June 30, 2006

	District Attorney General Fund	Metro Appropriations	U.S. District Attorney General Federal Asset Forfeiture Fund	Mediation Services Fund	Drug Task Force Fund	Total All Funds
<u>Revenues</u>						
Other Statutory Local Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,889	\$ 1,889
District Attorney General Fees	55,636	0	0	0	0	55,636
Litigation Tax - Victim Offender Mediation Center	0	0	0	88,757	0	88,757
Charges for Current Services	0	0	0	0	147	147
Drug Control Fines	0	0	0	0	9,961	9,961
Forfeitures & Seizures	0	0	0	0	675,662	675,662
Other General Service Charges	0	5,058	0	0	0	5,058
Copy Fees	0	50	0	0	0	50
Investment Income	2,213	1,374	1,188	0	56,193	60,968
Proceeds from Confiscated Property	0	0	0	0	112,892	112,892
Other Federal Through State	0	396,363	0	0	0	396,363
Asset Forfeiture Funds	0	0	0	0	139,267	139,267
Total Revenues	\$ 57,849	\$ 402,845	\$ 1,188	\$ 88,757	\$ 996,011	\$ 1,546,650
<u>Expenditures</u>						
Secretary(s)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 452,940	\$ 452,940
Longevity Pay	0	16,855	0	0	1,925	18,780
Overtime Pay	0	0	0	0	174,933	174,933
Other Salaries and Wages	0	2,927,680	0	0	14,966	2,942,646
Social Security	0	173,938	0	0	40,123	214,061
Employee and Dependent Insurance	0	339,084	0	0	24,474	363,558
Life Insurance	0	9,346	0	0	471	9,817
Dental Insurance	0	17,933	0	0	932	18,865
Local Retirement	0	345,157	0	0	85,356	430,513
Employer Medicare	0	40,680	0	0	9,387	50,067
Other Fringe Benefits	0	20,620	0	0	359	20,979
Accounting Services	0	0	0	0	1,638	1,638
Communication	13,437	56,042	590	0	168,604	238,673
Data Processing Services	0	108,840	0	0	43,872	152,712
Confidential Drug Enforcement Payments	0	0	0	0	700	700
Undercover Operating Expenses	0	0	0	0	27,747	27,747
Dues and Memberships	0	6,487	300	0	4,270	11,057
Janitorial Services	0	0	0	0	11,990	11,990
Legal Notices, Recording, and Court Costs	0	0	0	0	72	72

(Continued)

District Attorney General
Twentieth Judicial District
Summary of Financial Operations (Cont.)

	District Attorney General Fund	Metro Appropriations	U.S. District Attorney General Federal Asset Forfeiture Fund	Mediation Services Fund	Drug Task Force Fund	Total All Funds
<u>Expenditures (Cont.)</u>						
Legal Services	125	36	0	158,867	388	159,416
Licenses	4,037	0	0	0	0	4,037
Maintenance and Repair Services - Building	0	33,152	0	0	0	33,152
Maintenance and Repair Services - Office Equipment	3,551	45,794	0	0	67,969	117,314
Maintenance and Repair Services - Vehicles	0	74,880	4,483	0	34,206	113,569
Pest Control	0	0	0	0	825	825
Postal Charges	23	24,569	0	0	242	24,834
Printing, Stationery, and Forms	367	2,679	0	0	308	3,354
Rentals	0	451,947	0	0	1,459	453,406
Travel	75	59,903	0	0	8,154	68,132
Disposal Fees	0	1,861	0	0	2,767	4,628
Other Contracted Services	\$ 130	\$ 100,319	\$ 0	\$ 0	\$ 141,498	\$ 241,947
Data Processing Supplies	1,725	0	0	0	0	1,725
Electricity	0	0	0	0	15,945	15,945
Gasoline	0	0	293	0	537	830
Food Supplies	0	0	0	0	316	316
Law Enforcement Supplies	0	0	0	0	162	162
Natural Gas	0	0	0	0	4,113	4,113
Office Supplies	13	45,795	0	0	15,776	61,584
Periodicals	0	2,406	250	0	3,978	6,634
Small Tools	0	0	0	0	1,643	1,643
Water and Sewer	0	0	0	0	1,115	1,115
Other Supplies and Materials	0	0	0	0	2,648	2,648
Other Charges	0	0	0	1,373	86	1,459
Lubricants	0	0	36	0	0	36
Indirect Cost	0	29,749	120	0	3,501	33,370
Liability Insurance	0	0	0	0	2,499	2,499
Building Improvements	0	0	0	0	7,665	7,665
Data Processing Equipment	2,790	0	0	0	1,322	4,112
Motor Vehicles	0	0	0	0	25,670	25,670
Other Equipment	0	0	0	0	802	802
Total Expenditures	\$ 26,273	\$ 4,935,752	\$ 6,072	\$ 160,240	\$ 1,410,353	\$ 6,538,690

(Continued)

District Attorney General
Twentieth Judicial District
Summary of Financial Operations (Cont.)

	District Attorney General Fund	Metro Appropriations	U.S. District Attorney General Federal Asset Forfeiture Fund	Mediation Services Fund	Drug Task Force Fund	Total All Funds
Excess (Deficiency) of Revenue Over Expenditures	\$ 31,576	\$ (4,532,907)	\$ (4,884)	\$ (71,483)	\$ (414,342)	\$ (4,992,040)
Other Financing Sources (Uses):						
Funds Provided by Metro Appropriation	\$ 0	\$ 4,633,407	\$ 0	\$ 0	\$ 0	\$ 4,633,407
Transfer to Federal Asset Forfeiture Fund	(13,763)	0	0	0	0	(13,763)
Transfers to Law Enforcement Block Grant Fund	(7,415)	(100,500)	0	0	0	(107,915)
Total Other Financing Sources (Uses)	\$ (21,178)	\$ 4,532,907	\$ 0	\$ 0	\$ 0	\$ 4,511,729
Net Change in Fund Balances	\$ 10,398	\$ 0	\$ (4,884)	\$ (71,483)	\$ (414,342)	\$ (480,311)
Fund Balance, July 1, 2005	63,238	0	8,014	84,955	1,467,700	1,623,907
Fund Balance, June 30, 2006	\$ 73,636	\$ 0	\$ 3,130	\$ 13,472	\$ 1,053,358	\$ 1,143,596

TWENTY-FIRST JUDICIAL DISTRICT

TWENTY-FIRST JUDICIAL DISTRICT

FINDING 06.01 **SEVERAL LAW ENFORCEMENT AGENCIES DID NOT PARTICIPATE IN THE DRUG TASK FORCE IN ACCORDANCE WITH THE BYLAWS AND INTERLOCAL AGREEMENTS**

Seven agencies represented on the Board did not contribute to the operations of the Drug Task Force (DTF). Also, three agencies did not contribute the financial support required by their interlocal agreements. The Twenty-first Judicial District DTF bylaws provide that each member of the board shall support the efforts of the drug task force “through the furnishing of funds, personnel, or equipment.”

RECOMMENDATION

The law enforcement agencies within the judicial district should review their participation in the DTF, and agencies that do not wish to participate should withdraw from the interlocal agreement. Agencies that wish to participate should contribute to the operations of the DTF as required by the district’s bylaws and interlocal agreements.

District Attorney General
Twenty-First Judicial District
Balance Sheet
June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	DUI Task Force Fund	Total All Funds
<u>ASSETS</u>				
Cash:				
Cash on Hand	\$ 150	\$ 10,170	\$ 0	\$ 10,320
Equity in Pooled Cash and Investments:				
Cash with Trustee	256,006	1,798,421	3,248	2,057,675
Accrued Interest Receivable	0	7,628	0	7,628
Other Restricted Assets	0	236,490	0	236,490
	<hr/>			
Total Assets	\$ 256,156	\$ 2,052,709	\$ 3,248	\$ 2,312,113
	<hr/>			

LIABILITIES AND FUND BALANCES

<u>Liabilities</u>				
Accounts Payable	\$ 875	\$ 0	\$ 0	\$ 875
Due to Litigants, Heirs, and Others	0	236,490	0	236,490
Total Liabilities	<u>\$ 875</u>	<u>\$ 236,490</u>	<u>\$ 0</u>	<u>\$ 237,365</u>
<u>Fund Balances</u>				
Unreserved:				
Undesignated	\$ 255,281	\$ 1,816,219	\$ 3,248	\$ 2,074,748
	<hr/>			
Total Liabilities and Fund Equity	<u>\$ 256,156</u>	<u>\$ 2,052,709</u>	<u>\$ 3,248</u>	<u>\$ 2,312,113</u>
	<hr/>			

District Attorney General
Twenty-First Judicial District
Summary of Financial Operations
For the Year Ended June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	DUI Task Force Fund	Total All Funds
<u>Revenues</u>				
District Attorney General Fees	\$ 109,904	\$ 0	\$ 0	\$ 109,904
Drug Control Fines	0	61,932	0	61,932
Drug Task Force Forfeitures & Seizures	0	568,941	0	568,941
Proceeds from Confiscated Property	48,468	55,930	0	104,398
Drug Task Force Grant	0	95,000	0	95,000
Investment Income	0	165,095	0	165,095
Sale of Materials and Supplies	0	100	0	100
Other State Revenues	0	1,721	0	1,721
Other Direct Federal Revenue	0	148,060	0	148,060
Contributions	0	45,500	0	45,500
Donations	0	60,480	0	60,480
Total Revenues	\$ 158,372	\$ 1,202,759	\$ 0	\$ 1,361,131
<u>Expenditures</u>				
Supervisor/Director	\$ 0	\$ 52,874	\$ 0	\$ 52,874
Assistant(s)	0	89,428	0	89,428
Investigator(s)	0	296,422	0	296,422
Salary Supplements	7,868	0	0	7,868
Secretary(s)	0	38,397	0	38,397
Part-time Personnel	0	3,444	0	3,444
Overtime Pay	0	60,084	0	60,084
Jury and Witness Fees	0	753	0	753
Other Salaries & Wages	16,036	0	0	16,036
Other Per Diem & Fees	0	6,914	0	6,914
Advertising	1,218	18	0	1,236
Audit Services	0	1,664	0	1,664
Communication	15,448	18,854	0	34,302
Data Processing Services	0	115	0	115
Dues and Memberships	315	1,780	0	2,095
Evaluation and Testing	0	5,449	0	5,449
Janitorial Services	0	300	0	300
Confidential Drug Enforcement Payment	0	11,843	0	11,843
Operating Lease Payments	0	33,579	0	33,579
Legal Services	0	930	0	930
Legal Notices, Recording and Court Costs	0	321	0	321
Maintenance & Repair Services - Equipment	0	1,171	0	1,171
Maintenance & Repair Services - Office Equipment	0	215	0	215
Maintenance & Repair Services - Vehicles	0	16,849	0	16,849
Pest Control	0	80	0	80
Postal Charges	0	648	0	648
Printing, Stationery, and Forms	0	388	0	388

(Continued)

District Attorney General
Twenty-First Judicial District
Summary of Financial Operations (Cont.)

	District Attorney General Fund	Drug Task Force Fund	DUI Task Force Fund	Total All Funds
<u>Expenditures (Cont.)</u>				
Rentals	\$ 2,695	\$ 4,943	\$ 0	\$ 7,638
Tow-in Services	0	1,942	0	1,942
Travel	12,846	8,392	0	21,238
Tuition	0	5,635	0	5,635
Veterinary Supplies	0	994	0	994
Other Contracted Services	3,565	7,313	0	10,878
Animal Food and Supplies	0	594	0	594
Data Processing Supplies	0	5,521	0	5,521
Gasoline	0	35,941	0	35,941
Instructional Supplies & Materials	0	3,845	0	3,845
Law Enforcement Equipment	0	31,777	0	31,777
Motor Vehicles	0	65,029	0	65,029
Law Enforcement Supplies	0	7,090	0	7,090
Office Supplies	2,475	2,679	0	5,154
Other Supplies and Materials	2,493	3,350	0	5,843
Uniforms	0	1,662	0	1,662
Building and Contents Insurance	0	935	0	935
Premium on Corporate Surety Bonds	0	325	0	325
Trustee's Commission	3,537	11,387	0	14,924
Vehicle and Equipment Insurance	0	9,533	0	9,533
Worker's Compensation Insurance	0	22,194	0	22,194
In-Service/Staff Development	4,293	0	0	4,293
Other Charges	2,616	0	0	2,616
Data Processing Equipment	886	16,462	0	17,348
Furniture and Fixtures	3,999	0	0	3,999
Office Equipment	920	7,595	0	8,515
Social Security	0	27,502	0	27,502
Medical Insurance	0	103,397	0	103,397
Unemployment Compensation	0	1,292	0	1,292
Employer Medicare	0	6,432	0	6,432
Other Fringe Benefits	0	14,506	0	14,506
Total Expenditures	<u>\$ 81,210</u>	<u>\$ 1,050,787</u>	<u>\$ 0</u>	<u>\$ 1,131,997</u>
Net Change in Fund Balance	\$ 77,162	\$ 151,972	\$ 0	\$ 229,134
Fund Balance, July 1, 2005	178,119	1,664,247	3,248	1,845,614
Fund Balance, June 30, 2006	<u>\$ 255,281</u>	<u>\$ 1,816,219</u>	<u>\$ 3,248</u>	<u>\$ 2,074,748</u>

TWENTY-SECOND JUDICIAL DISTRICT

TWENTY-SECOND JUDICIAL DISTRICT

Our review disclosed no material findings and recommendations in this district.

TWENTY-SECOND JUDICIAL DISTRICT
MIKE BOTTOMS, DISTRICT ATTORNEY GENERAL
FOR THE YEAR ENDED JUNE 30, 2006
GILES, LAWRENCE, MAURY, AND WAYNE COUNTIES

District Attorney General
Twenty-Second Judicial District
Balance Sheet
June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>ASSETS</u>			
Cash:			
Cash in Bank	\$ 0	\$ 2,300	\$ 2,300
Equity in Pooled Cash and Investments:			
Cash with Trustee	25,184	26,249	51,433
Total Assets	<u>\$ 25,184</u>	<u>\$ 28,549</u>	<u>\$ 53,733</u>
<u>LIABILITIES AND FUND BALANCES</u>			
<u>Liabilities</u>			
Accounts Payable	\$ 0	\$ 3,457	\$ 3,457
Due to Litigant, Heirs, and Others	0	1,572	1,572
Total Liabilities	<u>\$ 0</u>	<u>\$ 5,029</u>	<u>\$ 5,029</u>
<u>Fund Balances</u>			
Unreserved:			
Undesignated	\$ 25,184	\$ 23,520	\$ 48,704
Total Fund Balances	<u>\$ 25,184</u>	<u>\$ 23,520</u>	<u>\$ 48,704</u>
Total Liabilities and Fund Balances	<u>\$ 25,184</u>	<u>\$ 28,549</u>	<u>\$ 53,733</u>

District Attorney General
Twenty-Second Judicial District
Summary of Financial Operations
For the Year Ended June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>Revenues</u>			
District Attorney General Fees	\$ 36,852	\$ 0	\$ 36,852
Drug Control Fines	0	1,598	1,598
Fines	0	11,072	11,072
Drug Task Force Forfeitures & Seizures	0	11,366	11,366
Miscellaneous Refunds	1,327	1,305	2,632
Law Enforcement Grants	0	64,983	64,983
Total Revenues	\$ 38,179	\$ 90,324	\$ 128,503
<u>Expenditures</u>			
Investigators	\$ 0	\$ 51,061	\$ 51,061
Secretary(s)	19,506	0	19,506
Social Security	0	3,290	3,290
State Retirement	0	2,537	2,537
Medical Insurance	0	5,382	5,382
Unemployment Compensation	0	262	262
Audit Services	0	2,489	2,489
Bank Charges	0	40	40
Communication	0	4,412	4,412
Dues and Memberships	630	300	930
Operating Lease Payments	0	11,714	11,714
Maintenance & Repair Services - Building	0	985	985
Maintenance & Repair Services - Equipment	0	160	160
Maintenance & Repair Services - Vehicles	0	390	390
Confidential Drug Buys	0	60	60
Confidential Informant Fees	0	520	520
Postal Charges	0	40	40
Tow-in Services	0	40	40
Travel	2,795	827	3,622
Other Contracted Services	0	750	750
Gasoline	0	2,784	2,784
Law Enforcement Supplies	0	215	215
Office Supplies	0	1,303	1,303
Vehicle Parts	0	409	409
Premiums on Corporate Surety Bonds	0	135	135
Refunds	0	24	24
Trustee's Commission	331	235	566
Workers Comp Insurance	0	852	852
Other Charges	1,100	793	1,893
Periodicals	659	0	659
Total Expenditures	\$ 25,021	\$ 92,009	\$ 117,030
Net Change in Fund Balance	\$ 13,158	\$ (1,685)	\$ 11,473
Fund Balance, July 1, 2005	12,026	25,205	37,231
Fund Balance, June 30, 2006	\$ 25,184	\$ 23,520	\$ 48,704

TWENTY-THIRD JUDICIAL DISTRICT

TWENTY-THIRD JUDICIAL DISTRICT

FINDING 06.01 **THE DRUG TASK FORCE HAD INTERNAL CONTROL WEAKNESSES**

The following deficiencies were noted in the procedures over reconciling agents' monthly reports and the custodian's monthly reports:

- A. The agents' monthly reports were not reconciled with the fund custodian's monthly reports. In November 2005, an agent's monthly report reflected the receipt of \$1,000 cash from the fund custodian that was subsequently expended by the agent. However, the fund custodian had no documentation that he had disbursed these funds to the agent. As a result of this discrepancy, we could not determine the actual source of the funds expended. Reconciling the agent's monthly reports with the custodian's records is necessary to establish the validity of transactions.

- B. The fund custodian did not properly reconcile his monthly reports with funds received from the county. On June 20, 2006, the fund custodian received \$1,500 from the Dickson County Mayor's Office and subsequently disbursed the funds to an agent. However, the funds were never reflected on the custodian's monthly reports. The reconciling of requests for funds from the county to records reflecting the receipt and disbursement of the funds is a basic internal control to safeguard assets.

RECOMMENDATION

Agents' monthly reports should be reconciled with the custodian's monthly reports on a current basis. In addition, management should ensure that all money requested and disbursed is included on the custodian's monthly reports.

FINDING 06.02 **THE OFFICE HAD A CASH SHORTAGE OF \$54,000 ON FEBRUARY 15, 2007**

The Twenty-Third Judicial District Drug Task Force had a cash shortage of \$54,000 on February 15, 2007. This cash shortage was the result of not properly accounting for a cash seizure. On February 14, 2007, Drug Task Force personnel seized, counted, and receipted cash totaling \$140,878. This cash was placed in a duffle bag and left under the secretary's desk overnight instead of being placed in the office safe. On February 15, 2007, task force personnel delivered the duffle bag containing the seized cash to the bank. Bank personnel counted and deposited \$86,878, a discrepancy of \$54,000. Task force personnel failed to properly secure the seized cash, and several employees had access to the cash by having access to the building as well as the office safe. The district attorney general has requested an

investigation by the Tennessee Bureau of Investigation, and the investigation is in progress.

RECOMMENDATION

The Drug Task Force should take steps to improve controls over seized cash. Seized cash should be counted by two or more persons, logged in an evidence form detailing the denominations, recounted by an evidence custodian, placed in the custody of the evidence custodian, and secured in a safe until deposited into the bank. Access to the safe should be limited to the evidence custodian and district attorney general.

MANAGEMENT'S RESPONSE – DRUG TASK FORCE DIRECTOR

Upon discovery of the apparent discrepancy, corrective actions consistent with the accounting recommendations of auditors were immediately put in place. Improvements will include a new modern task force headquarters and evidence room in the fall of 2007. I would further state that the employee that failed to properly store the seized cash in the evidence locker in the locked task force building is no longer employed by the task force.

MANAGEMENT'S RESPONSE – DISTRICT ATTORNEY GENERAL

Upon the apparent cash shortage being brought to my attention, I immediately asked for an investigation by the Tennessee Bureau of Investigation (TBI). I subsequently requested that a district attorney pro tem be appointed by the court to complete an independent review of all pertinent information. District Attorney General John Carney of Clarksville was appointed by the court. Although the final report of the TBI has not yet been filed, I have been advised by the TBI and General Carney that it may be impossible to determine whether there was any money actually missing. This regrettable circumstance may have been the result of a series of accounting errors resulting in a miscount of the money seized from a suspected drug dealer. On the other hand, there was an opportunity for a theft resulting in the shortage noted and then discovered by the task force and reported immediately to the Comptroller's Office. With the newly recommended and adopted accounting procedures there should not be a reoccurrence of this nature.

MANAGEMENT'S RESPONSE – DISTRICT ATTORNEY GENERAL PRO TEM

I have met with the TBI agents performing the investigation and requested additional interviews be conducted. At the completion of those interviews and a final analysis of all of the facts, the investigation will be complete. At this time, it is uncertain exactly how this shortage occurred. There are several different theories, from theft to accounting errors. A final analysis of the matter is pending.

District Attorney General
Twenty-Third Judicial District
Balance Sheet
June 30, 2006

	District Attorney General Fund	City/ County Appropriations	Drug Task Force Fund	Total All Funds
<u>ASSETS</u>				
Cash:				
Cash on Hand	\$ 0	\$ 0	\$ 1,784	\$ 1,784
Equity with Pooled Cash and Investments:				
Cash with Trustee	16,460	105,792	2,837,708	2,959,960
Accounts Receivable	12	0	4,594	4,606
Due from Other Governments	1,459	0	8,227	9,686
Total Assets	<u>\$ 17,931</u>	<u>\$ 105,792</u>	<u>\$ 2,852,313</u>	<u>\$ 2,976,036</u>
<u>LIABILITIES AND FUND BALANCES</u>				
<u>Liabilities</u>				
Accounts Payable	\$ 0	\$ 0	\$ 4,163	\$ 4,163
Payroll Deductions Payable	0	0	175	175
Other Current Liabilities	0	0	970,864	970,864
Total Liabilities	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 975,202</u>	<u>\$ 975,202</u>
<u>Fund Balances</u>				
Unreserved:				
Undesignated	\$ 17,931	\$ 105,792	\$ 1,877,111	\$ 2,000,834
Total Fund Balances	<u>\$ 17,931</u>	<u>\$ 105,792</u>	<u>\$ 1,877,111</u>	<u>\$ 2,000,834</u>
Total Liabilities and Fund Balances	<u>\$ 17,931</u>	<u>\$ 105,792</u>	<u>\$ 2,852,313</u>	<u>\$ 2,976,036</u>

District Attorney General
Twenty-Third Judicial District
Summary of Financial Operations
For the Year Ended June 30, 2006

	District Attorney General Fund	City/ County Appropriations	Drug Task Force Fund	Total All Funds
<u>Revenues</u>				
District Attorney General	\$	\$	\$	\$
Drug Control Fines	31,699	0	87,008	118,707
Drug Task Force Forfeitures & Seizures	0	0	1,355,431	1,355,431
Proceeds from confiscated Property	0	0	44,993	44,993
Miscellaneous Refunds	0	0	279	279
Drug Task Force Grant	0	0	96,554	96,554
Contributions from Other Governments	0	50,295	0	50,295
Other Governments and Citizen Groups	0	0	1,000	1,000
Total Revenue	\$ 31,699	\$ 50,295	\$ 1,585,265	\$ 1,667,259

<u>Expenditures</u>				
Assistant(s)	\$ 0	\$ 53,000	\$ 0	\$ 53,000
Accountants/Bookkeepers	0	0	2,400	2,400
Salary Supplements	0	0	208,518	208,518
Secretary(s)	0	0	500	500
Part-time Personnel	4,046	0	0	4,046
Jury and Witness Fees	25	0	0	25
In-Service Training	1,935	0	450	2,385
Social Security	310	4,055	3,860	8,225
Life Insurance	0	0	72	72
Medical Insurance	0	0	3,472	3,472
Unemployment Compensation	57	196	146	399
Local Retirement	0	0	173	173
Other Fringe	0	1,269	0	1,269
Communication	1,699	0	10,756	12,455
Data Processing Services	0	0	500	500
Drug Buys	0	0	13,800	13,800
Payments to Confidential Informants	0	0	19,557	19,557
Undercover Operating Expenses	0	0	508	508
Dues and Memberships	100	0	210	310
Operating Lease Payments	0	0	5,091	5,091
Legal Notices, Recording, and Court Costs	0	0	1,013	1,013
Maintenance Agreements	25	0	300	325
Maintenance & Repair Services - Buildings	0	0	8,496	8,496
Maintenance & Repair Services - Office Equipment	0	0	1,345	1,345
Maintenance & Repair Services - Vehicles	0	0	26,925	26,925
Postal Charges	30	0	51	81
Printing, Stationery, and Forms	445	0	125	570
Rentals	1,500	0	0	1,500
Tow-in Services	0	0	4,380	4,380
Travel	2,464	1,978	1,636	6,078
Animal Food and Supplies	0	0	1,441	1,441
Gasoline	0	0	25,350	25,350
Instructional Supplies and Materials	0	0	37,390	37,390
Office Supplies	1,085	0	4,279	5,364
Periodicals	1,633	0	0	1,633
Tires and Tubes	0	0	504	504

(Continued)

District Attorney General
Twenty-Third Judicial District
Summary of Financial Operations (Cont.)

	District Attorney General Fund	City/ County Appropriations	Drug Task Force Fund	Total All Funds
<u>Expenditures (Cont.)</u>				
Utilities	\$ 0	\$ 0	\$ 1,946	\$ 1,946
Other Supplies and Materials	0	0	496	496
Building and Contents Insurance	0	0	8,905	8,905
Trustee's Commission	286	0	0	286
Workers Compensation	0	600	0	600
Other Charges	7,385	0	12,860	20,245
Law Enforcement Equipment	0	0	35,503	35,503
Motor Vehicles	0	0	62,500	62,500
Office Equipment	5,579	0	3,602	9,181
Other Equipment	1,300	0	0	1,300
Total Expenditures	<u>\$ 29,904</u>	<u>\$ 61,098</u>	<u>\$ 509,060</u>	<u>\$ 600,062</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 1,795</u>	<u>\$ (10,803)</u>	<u>\$ 1,076,205</u>	<u>\$ 1,067,197</u>
<u>Other Financing Sources (Uses)</u>				
Transfers to District Attorney Generals' Conference:				
Salary Supplements	\$ 0	\$ 0	\$ (28,774)	\$ (28,774)
County Appropriations	0	18,000	0	18,000
Total Other Financing Sources (Uses)	<u>\$ 0</u>	<u>\$ 18,000</u>	<u>\$ (28,774)</u>	<u>\$ (10,774)</u>
Net Change in Fund Balance	\$ 1,795	\$ 7,197	\$ 1,047,431	\$ 1,056,423
Fund Balance July 1, 2005	16,339	98,595	835,025	949,959
Fund Balance June 30, 2006	<u>\$ 18,134</u>	<u>\$ 105,792</u>	<u>\$ 1,882,456</u>	<u>\$ 2,006,382</u>

TWENTY-FOURTH JUDICIAL DISTRICT

TWENTY-FOURTH JUDICIAL DISTRICT

FINDING 06.01 **THE JUDICIAL DISTRICT DRUG TASK FORCE PAID FOR ITEMS THEY DID NOT PURCHASE**

During our audit of the Henry County Sheriff's Department for the year ended June 30, 2006, we discovered fraudulent invoices submitted to Henry County from Elite Firearms of Boaz, Kentucky. Therefore, we examined all of the invoices submitted to the Drug Task Force (DTF) by Elite Firearms.

The DTF paid Elite Firearms \$3,662.10 for three invoices dated December 21, 2004. However, the DTF director advised us that the DTF had not purchased any of the invoiced items. Instead, the director stated that he had been holding some forfeited money that was due to Henry County from judgments on various drug cases. Furthermore, the director stated that the Henry County Sheriff's Department business manager had asked him to pay the three invoices from Elite Firearms rather than send the forfeited money to Henry County. Upon further inquiry, the Henry County Sheriff's Department bookkeeper told us that Jason Ferren of Elite Firearms would sometimes describe a gun or knife as miscellaneous ammunition. We obtained correspondence from the Henry County Sheriff's Department bookkeeper to Jason Ferren dated December 20, 2004, that reflected Henry County Sheriff David Bumpus made a personal purchase of a Springfield Armory, SOCOM 16, Semiautomatic .308 caliber rifle and a Kimber, ProRaptor II, Semiautomatic .45 caliber pistol with a balance owed of \$1,699.90. One of the three invoices paid by the DTF reflected a description of "1 misc cases of ammo" for \$1,699.90. We believe that the ammunition listed on the invoice was, in reality, the balance owed for the personal purchase of the two guns for Henry County Sheriff David Bumpus.

RECOMMENDATION

The DTF should remit the county's portion of any forfeiture directly to the county. The DTF should not pay invoices for items the DTF did not purchase.

FINDING 06.02 **SEIZED WEAPONS WERE INAPPROPRIATELY TRADED FOR AMMUNITION**

The Drug Task Force (DTF) traded several seized weapons to Craig's Firearms in Knoxville, Tennessee, in exchange for ammunition valued at \$1,622. Section 39-17-1317(l), Tennessee Code Annotated, provides that the "...executive head of any county law enforcement agency may petition the ... court ... for permission to exchange firearms ... for other firearms suitable for use by the law enforcement agency." The court order provided by the DTF director, dated June 21, 2004, reflected that the seized weapons were to be disposed of in exchange for other weapons. Neither the state statute nor the court order provided for the exchange to be for ammunition.

RECOMMENDATION

The exchange of seized firearms should be made in compliance with state statutes and court orders.

FINDING 06.03 **A CASH SHORTAGE OF \$600 EXISTED IN THE JUDICIAL DISTRICT DRUG FUND**

The Drug Task Force had a cash shortage of \$600 on June 30, 2006. This cash shortage resulted from a warrant dated July 5, 2005, that was issued to an undercover agent. This money was not reflected on the agent's confidential funds reports as having been received and disbursed or otherwise accounted for. On March 13, 2007, the undercover agent deposited \$600 of personal funds to the Judicial District Drug Task Force Fund to liquidate the cash shortage.

RECOMMENDATION

The director should currently reconcile each undercover agent's activity reports with funds disbursed to the agents and cash on hand.

FINDING 06.04 **REPORTS WERE NOT ACCURATE OR COMPLETE**

It appears that errors were made on an agent's June and July 2006 monthly reports. The special funds monthly report for June 2006, failed to reflect \$600 issued to him on June 30, 2006, for undercover operations. Furthermore, the agent's July 2006 special funds monthly report reflected that he received \$800 on June 29, 2006. We could not find a warrant for \$800 that had been issued by the Judicial District Drug Task Force Fund at any time near this date. Upon further investigation, we did find a warrant written in June 2005 for \$800 that reflected the same receipt number as noted on the agent's July 2006 confidential report. Therefore it appears that the \$800 reflected on the July 2006 report was in error, and the report actually should have reflected the aforementioned \$600 payment. The agent has since left the employment of the Drug Task Force, and the July 2006 special funds report was his final accounting of confidential funds. The agent remitted the remaining cash balance reflected on his July monthly report of \$525 to the Drug Task Force.

RECOMMENDATION

All special funds monthly reports maintained by agents should accurately reflect the transactions.

FINDING 06.05 PAYMENTS TO CONFIDENTIAL INFORMANTS WERE NOT WITNESSED BY A SECOND OFFICER

In several instances, receipts for payments to confidential informants reflected the signature of only one officer. Bureau of Justice Guidelines require that two officers witness payments to confidential informants.

RECOMMENDATION

The Drug Task Force director should require documentation that two officers witness payments to confidential informants as required by Bureau of Justice guidelines.

FINDING 06.06 THE BOARD OF DIRECTORS DID NOT ASSUME OVERSIGHT RESPONSIBILITY

The Drug Task Force's (DTF) Board of Directors did not assume oversight responsibility for the task force's operations. The board held only one meeting during the audit period. One meeting does not appear to be sufficient to review and approve the task force's operations for an entire year. Furthermore, auditors could not determine if the board had approved the Drug Task Force's budget and employee salaries.

RECOMMENDATION

The Board of Director's should meet regularly to approve and review the DTF's operations, including expenditures, personnel policies, controls over evidence, confiscations, and the status of cases. Minutes of these meetings should be on file for inspection.

PRIOR-YEAR FINDING NOT CORRECTED
(Ref: Report for the Year Ended June 30, 2005)

<u>Finding Number</u>	<u>Page Number</u>	<u>Subject</u>
05.02	169	The Board of Director's did not assume oversight responsibility

District Attorney General
Twenty-Fourth Judicial District
Balance Sheet
June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>ASSETS</u>			
Cash:			
Cash on Hand	\$ 0	\$ 1,759	\$ 1,759
Equity in Pooled Cash and Investments:			
Cash with Trustee	50,925	18,248	69,173
Cash with Clerks, Register, and Sheriff	1,027	96	1,123
Due From Other Governments	0	7,231	7,231
Cash Shortage	0	600	600
Total Assets	<u>\$ 51,952</u>	<u>\$ 27,934</u>	<u>\$ 79,886</u>
<u>FUND BALANCES</u>			
<u>Fund Balances</u>			
Unreserved:			
Undesignated	<u>\$ 51,952</u>	<u>\$ 27,934</u>	<u>\$ 79,886</u>
Total Fund Balances	<u>\$ 51,952</u>	<u>\$ 27,934</u>	<u>\$ 79,886</u>

District Attorney General
Twenty-Fourth Judicial District
Summary of Financial Operations
For the Year Ended June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>Revenues</u>			
Officers Costs	\$ 0	\$ 156	\$ 156
District Attorney General Fees	14,398	0	14,398
Fines	0	42,898	42,898
Drug Task Force Forfeitures and Seizures	0	50,672	50,672
Proceeds from Confiscated Property	0	67,365	67,365
Other General Service Charges	0	3,830	3,830
Miscellaneous Refunds	375	1,407	1,782
Damages Recovered from Individuals	0	500	500
Drug Control Grants	0	100,863	100,863
Total Revenues	\$ 14,773	\$ 267,691	\$ 282,464
<u>Expenditures</u>			
Clerical Personnel	\$ 0	\$ 14,958	\$ 14,958
In-Service Training	0	100	100
Social Security	0	927	927
Employer Medicare	0	217	217
Unemployment Compensation	0	194	194
Advertising	0	920	920
Audit Services	0	2,464	2,464
Communications	439	17,692	18,131
Confidential Drug Enforcement Payments	0	17,781	17,781
Dues and Memberships	0	1,365	1,365
Licenses	0	468	468
Maintenance and Repair Services:			
Building	0	3,332	3,332
Equipment	375	2,946	3,321
Office Equipment	0	74	74
Vehicles	0	36,531	36,531
Postal Charges	14	145	159
Printing, Stationery, and Forms	0	544	544
Rentals	0	20,813	20,813
Tow-in Services	0	7,215	7,215
Travel	21,609	7,996	29,605
Tuition	4,835	835	5,670
Veterinary Services	0	763	763
Remittance of Revenues Collected	0	32,903	32,903
Other Contracted Services	0	5,806	5,806
Animal Food and Supplies	0	480	480

(Continued)

District Attorney General
Twenty-Fourth Judicial District
Summary of Financial Operations (Cont.)

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>Expenditures (Cont.)</u>			
Custodial Supplies	\$ 0	\$ 92	\$ 92
Electricity	0	96	96
Food Supplies	0	10	10
Gasoline	0	24,347	24,347
Law Enforcement Supplies	0	3,483	3,483
Natural Gas	0	18	18
Office Supplies	2,355	6,132	8,487
Uniforms	0	2,004	2,004
Utilities	0	4,768	4,768
Vehicle Parts	0	649	649
Water and Sewer	0	339	339
Other Supplies and Materials	0	1,755	1,755
Liability Insurance	0	1,843	1,843
Trustee's Commission	137	1,630	1,767
Vehicle and Equipment Insurance	0	9,393	9,393
Communication Equipment	0	3,773	3,773
Furniture and Fixtures	0	667	667
Law Enforcement Equipment	0	911	911
Motor Vehicles	0	8,700	8,700
Total Expenditures	<u>\$ 29,764</u>	<u>\$ 248,079</u>	<u>\$ 277,843</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (14,991)</u>	<u>\$ 19,612</u>	<u>\$ 4,621</u>
Other Financing Sources (Uses):			
Transfers to District Attorneys' General Conference - Salary and Benefits	\$ 0	\$ (3,473)	\$ (3,473)
Transfers to Other Governmental Units in District - Salary and Benefits	0	(17,000)	(17,000)
Total Other Financing Sources (Uses)	<u>\$ 0</u>	<u>\$ (20,473)</u>	<u>\$ (20,473)</u>
Net Change in Fund Balance	\$ (14,991)	\$ (861)	\$ (15,852)
Fund Balance, July 1, 2005	<u>66,943</u>	<u>28,795</u>	<u>95,738</u>
Fund Balance, June 30, 2006	<u>\$ 51,952</u>	<u>\$ 27,934</u>	<u>\$ 79,886</u>

TWENTY-FIFTH JUDICIAL DISTRICT

TWENTY-FIFTH JUDICIAL DISTRICT

Our review disclosed no material findings and recommendations in this district.

District Attorney General
Twenty-Fifth Judicial District
Balance Sheet
June 30, 2006

	<u>District Attorney General Fund</u>
<u>ASSETS</u>	
Equity in Pooled Cash and Investments:	
Cash with Trustee	\$ 60,036
Due from Other Governments	<u>889</u>
Total Assets	<u><u>\$ 60,925</u></u>
<u>FUND BALANCE</u>	
Unreserved:	
Undesignated	<u>\$ 60,925</u>
Total Fund Balance	<u><u>\$ 60,925</u></u>

District Attorney General
Twenty-Fifth Judicial District
Summary of Financial Operations
For the Year Ended June 30, 2006

	District Attorney General Fund
<hr/>	
<u>Revenues</u>	
District Attorney General Fees	\$ 18,215
Total Revenues	<u>\$ 18,215</u>
 <u>Expenditures</u>	
In-Service Training	\$ 7,540
Dues and Memberships	315
Library Books/Media	363
Trustee's Commission	183
Office Equipment	3,453
Total Expenditures	<u>\$ 11,854</u>
 Net Change in Fund Balance	 \$ 6,361
Fund Balance, July 1, 2005	<u>54,564</u>
 Fund Balance, June 30, 2006	 <u><u>\$ 60,925</u></u>

TWENTY-SIXTH JUDICIAL DISTRICT

TWENTY-SIXTH JUDICIAL DISTRICT

Our review disclosed no material findings and recommendations in this district.

District Attorney General
Twenty-Sixth Judicial District
Balance Sheet
June 30, 2006

	<u>District Attorney General Fund</u>
<u>ASSETS</u>	
Equity in Pooled Cash and Investments:	
Cash with Trustee	<u>\$ 90,674</u>
Total Assets	<u><u>\$ 90,674</u></u>
<u>FUND BALANCE</u>	
Unreserved:	
Undesignated	<u>\$ 90,674</u>
Total Fund Balance	<u><u>\$ 90,674</u></u>

District Attorney General
Twenty-Sixth Judicial District
Summary of Financial Operations
For the Year Ended June 30, 2006

	District Attorney General Fund
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<u>Revenues</u>	
District Attorney General Fees	\$ 31,461
Miscellaneous Refunds	1,318
Total Revenues	<u>\$ 32,779</u>
<u>Expenditures</u>	
Temporary Personnel	\$ 10,896
Communication	7,211
Contracts with Private Agencies	62,000
Dues and Memberships	1,975
Travel	10,606
Office Supplies	11,275
Trustee's Commission	336
Other Charges	3,577
Office Equipment	28,206
Total Expenditures	<u>\$ 136,082</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (103,303)</u>
Other Financing Sources (Uses):	
Transfers to District Attorneys' General	
Conference - Salaries and Benefits	<u>\$ (26,642)</u>
Net Change in Fund Balance	\$ (129,945)
Fund Balance, July 1, 2005	<u>220,619</u>
Fund Balance, June 30, 2006	<u><u>\$ 90,674</u></u>

TWENTY-SEVENTH JUDICIAL DISTRICT

TWENTY-SEVENTH JUDICIAL DISTRICT

Our review disclosed no material findings and recommendations in this district.

District Attorney General
Twenty-Seventh Judicial District
Balance Sheet
June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>ASSETS</u>			
Cash:			
Cash on Hand	\$ 0	\$ 4,414	\$ 4,414
Equity in Pooled Cash and Investments:			
Cash with Trustee	111,679	138,035	249,714
Cash with Clerks, Register, and Sheriff	786	333	1,119
Due from Other Governments	1,054	7,937	8,991
	<hr/>		
Total Assets	<u>\$ 113,519</u>	<u>\$ 150,719</u>	<u>\$ 264,238</u>
<u>LIABILITIES AND FUND BALANCES</u>			
<u>Liabilities</u>			
Due to Litigants, Heirs, and Others	\$ 0	\$ 220	\$ 220
	<hr/>		
<u>Fund Balances</u>			
Unreserved:			
Undesignated	\$ 113,519	\$ 150,499	\$ 264,018
	<hr/>		
Total Liabilities and Fund Balances	<u>\$ 113,519</u>	<u>\$ 150,719</u>	<u>\$ 264,238</u>

District Attorney General
Twenty-Seventh Judicial District
Summary of Financial Operations
For the Year Ended June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>Revenues</u>			
District Attorney General Fees	\$ 21,695	\$ 0	\$ 21,695
Officers Costs	0	1,231	1,231
Fines	0	25,856	25,856
Drug Task Force Forfeitures and Seizures	0	90,588	90,588
Miscellaneous Refunds	0	271	271
Sale of Equipment	0	7,050	7,050
Drug Control Grants	0	95,000	95,000
Total Revenues	\$ 21,695	\$ 219,996	\$ 241,691
<u>Expenditures</u>			
Clerical Personnel	\$ 0	\$ 29,744	\$ 29,744
Social Security	0	1,844	1,844
Unemployment Compensation	0	21	21
Employer Medicare	0	431	431
Audit Services	0	1,221	1,221
Communication	1,500	5,858	7,358
Data Processing Services	0	1,176	1,176
Confidential Drug Enforcement Payments	0	35,270	35,270
Dues and Memberships	945	405	1,350
Legal Notices, Recording, and Court Costs	53	0	53
Freight Expenses	0	106	106
Maintenance Agreements	0	500	500
Maintenance and Repair Services:			
Office Equipment	0	216	216
Vehicles	0	4,459	4,459
Postal Charges	0	402	402
Rentals	0	4,800	4,800
Travel	0	2,878	2,878
Tuition	0	450	450
Other Contracted Services	0	3,571	3,571
Data Processing Supplies	0	219	219
Gasoline	0	8,767	8,767

(Continued)

District Attorney General
Twenty-Seventh Judicial District
Summary of Financial Operations (Cont.)

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>Expenditures (Cont.)</u>			
Law Enforcement Supplies	\$ 0	\$ 2,702	\$ 2,702
Office Supplies	0	1,388	1,388
Uniforms	0	1,200	1,200
Other Supplies and Materials	0	4,077	4,077
Premiums on Corporate Surety Bonds	0	100	100
Trustee's Commission	215	267	482
In-Service Training	550	0	550
Other Charges	38	865	903
Data Processing Equipment	412	0	412
Law Enforcement Equipment	0	4,408	4,408
Total Expenditures	\$ 3,713	\$ 117,345	\$ 121,058
Excess (Deficiency) of Revenues Over Expenditures	\$ 17,982	\$ 102,651	\$ 120,633
Other Financing Sources (Uses):			
Transfers to District Attorneys' General Conference – Salaries and Benefits	\$ (19,730)	\$ (7,324)	\$ (27,054)
Transfers to Other Governmental Units – Salaries and Benefits	0	(6,120)	(6,120)
Total Other Financing Sources (Uses)	\$ (19,730)	\$ (13,444)	\$ (33,174)
Net Change in Fund Balance	\$ (1,748)	\$ 89,207	\$ 87,459
Fund Balance, July 1, 2005	115,267	61,292	176,559
Fund Balance, June 30, 2006	\$ 113,519	\$ 150,499	\$ 264,018

TWENTY-EIGHTH JUDICIAL DISTRICT

TWENTY-EIGHTH JUDICIAL DISTRICT

Our review disclosed no material findings and recommendations in this district.

District Attorney General
Twenty-Eighth Judicial District
Balance Sheet
June 30, 2006

	<u>District Attorney General Fund</u>
<u>ASSETS</u>	
Equity in Pooled Cash and Investments:	
Cash with Trustee	\$ 66,760
Cash with Clerks, Register, and Sheriff	214
Due from Other Governments	<u>1,664</u>
Total Assets	<u>\$ 68,638</u>
<u>FUND BALANCE</u>	
Unreserved:	
Undesignated	<u>\$ 68,638</u>
Total Fund Balance	<u>\$ 68,638</u>

District Attorney General
Twenty-Eighth Judicial District
Summary of Financial Operations
For the Year Ended June 30, 2006

	District Attorney General Fund
<hr/>	
<u>Revenues</u>	
District Attorney General Fees	\$ 25,229
Miscellaneous Refunds	210
Total Revenues	<u>\$ 25,439</u>
<u>Expenditures</u>	
In-Service Training	\$ 675
Communication	150
Dues and Memberships	210
Rentals	2,895
Travel	1,609
Library Books/Media	589
Office Supplies	117
Trustee's Commission	250
Other Charges	204
Data Processing Equipment	1,162
Total Expenditures	<u>\$ 7,861</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 17,578</u>
Other Financing Sources (Uses):	
Transfers to District Attorneys' General	
Conference - Salaries and Benefits	<u>\$ (6,663)</u>
Net Change in Fund Balance	\$ 10,915
Fund Balance, July 1, 2005	<u>57,723</u>
Fund Balance, June 30, 2006	<u><u>\$ 68,638</u></u>

TWENTY-NINTH JUDICIAL DISTRICT

TWENTY-NINTH JUDICIAL DISTRICT

Our review disclosed no material findings and recommendations in this district.

District Attorney General
Twenty-Ninth Judicial District
Balance Sheet
June 30, 2006

	<u>District Attorney General Fund</u>
<u>ASSETS</u>	
Equity in Pooled Cash and Investments:	
Cash with Trustee	\$ 17,662
Cash with Clerks, Register, and Sheriff	420
Due from Other Governments	<u>114</u>
Total Assets	<u>\$ 18,196</u>
<u>FUND BALANCE</u>	
Unreserved:	
Undesignated	<u>\$ 18,196</u>
Total Fund Balance	<u>\$ 18,196</u>

District Attorney General
Twenty-Ninth Judicial District
Summary of Financial Operations
For the Year Ended June 30, 2006

	District Attorney General Fund
<hr/>	
<u>Revenues</u>	
District Attorney General Fees	\$ 10,705
Miscellaneous Refunds	530
Total Revenues	<u>\$ 11,235</u>
<u>Expenditures</u>	
Communication	\$ 1,588
Dues and Memberships	1,706
Travel	380
Office Supplies	531
Trustee's Commission	113
Other Charges	555
Other Equipment	750
Total Expenditures	<u>\$ 5,623</u>
Net Change in Fund Balance	\$ 5,612
Fund Balance, July 1, 2005	<u>12,584</u>
Fund Balance, June 30, 2006	<u><u>\$ 18,196</u></u>

THIRTIETH JUDICIAL DISTRICT

THIRTIETH JUDICIAL DISTRICT

Our review disclosed no material findings and recommendations in this district.

District Attorney General
Thirtieth Judicial District
Balance Sheet
June 30, 2006

	District Attorney General Fund	Federal Asset Forfeiture Fund	Drug Task Force Fund	Other Funds	Total All Funds
<u>ASSETS</u>					
Cash:					
Cash on Hand	\$ 0	\$ 53	\$ 5,192	\$ 0	\$ 5,245
Cash in Bank	0	0	9,278	0	9,278
Equity in Pooled Cash and Investments:					
Cash with Trustee	88,105	54,633	4,412,849	79,130	4,634,717
Cash with Clerks, Register, and Sheriff	8,331	0	0	0	8,331
Total Assets	<u>\$ 96,436</u>	<u>\$ 54,686</u>	<u>\$ 4,427,319</u>	<u>\$ 79,130</u>	<u>\$ 4,657,571</u>

LIABILITIES AND FUND BALANCES

Liabilities

Accounts Payable	\$ 83,663	\$ 0	\$ 0	\$ 4,542	\$ 88,205
Due to Litigants, Heirs, and Others	0	0	3,677,173	0	3,677,173
Total Liabilities	<u>\$ 83,663</u>	<u>\$ 0</u>	<u>\$ 3,677,173</u>	<u>\$ 4,542</u>	<u>\$ 3,765,378</u>

Fund Balances

Unreserved:					
Undesignated	\$ 12,773	\$ 54,686	\$ 750,146	\$ 74,588	\$ 892,193
Total Liabilities and Fund Balances	<u>\$ 96,436</u>	<u>\$ 54,686</u>	<u>\$ 4,427,319</u>	<u>\$ 79,130</u>	<u>\$ 4,657,571</u>

District Attorney General
Thirtieth Judicial District
Summary of Financial Operations
For the Year Ended June 30, 2006

	District Attorney General Fund	Federal Asset Forfeiture Fund	Drug Task Force Fund	Other Funds	Total All Funds
<u>Revenues</u>					
District Attorney General Fees	\$ 122,103	\$ 0	\$ 0	\$ 0	\$ 122,103
Forfeitures and Seizures	0	0	1,075,805	64,681	1,140,486
Proceeds from Confiscated Property	0	0	479,892	0	479,892
Investment Income	3,598	2,885	25,194	3,219	34,896
Drug Control Grants	0	0	451,538	0	451,538
Asset Forfeiture Funds	0	98,653	0	0	98,653
Miscellaneous Refunds	0	0	1,380	0	1,380
Contributions	0	0	0	40,000	40,000
Total Revenues	\$ 125,701	\$ 101,538	\$ 2,033,809	\$ 107,900	\$ 2,368,948
<u>Expenditures</u>					
Other Salaries and Labor	\$ 12,639	\$ 11,430	\$ 293,490	\$ 0	\$ 317,559
Overtime Pay	0	0	15,535	0	15,535
State Retirement	0	0	35,729	0	35,729
Social Security	0	0	1,083	0	1,083
Life Insurance	0	0	1,994	0	1,994
Unemployment Compensation	0	0	968	0	968
Disability Insurance	0	0	30,934	0	30,934
Employee Medicare	0	0	3,426	0	3,426
Advertising	0	0	0	40,000	40,000
Apparel - Employees	0	230	2,781	0	3,011
Bank Charges	0	0	54	0	54
Data Processing Supplies	2,061	0	0	0	2,061
Expendable Furniture and Equipment	0	0	3,375	0	3,375
Identification Expense	0	0	93	0	93
Memberships, Publications, and Dues	0	13,150	27,400	0	40,550
Office Supplies	10,843	0	0	5,113	15,956
Petroleum Products	0	1,024	8,267	0	9,291
Petroleum Services	0	0	8,064	0	8,064
Postage	0	0	146	0	146
Postal Services	0	0	1,245	0	1,245
Confidential Drug Enforcement Payments	0	0	37,185	0	37,185
Uniforms	0	0	2,784	0	2,784
Education and Training Expenses	0	0	1,180	0	1,180
Local Transportation	0	0	69	0	69
Printing	0	0	733	0	733
Travel	1,668	11,235	25,375	544	38,822
Remittance of Revenues Collected	0	0	1,319,787	42,789	1,362,576
Insurance	0	0	569	0	569
Contracts with Private Agencies	37,405	0	0	0	37,405
Communication	138	15,402	11,860	360	27,760

(Continued)

District Attorney General
Thirtieth Judicial District
Summary of Financial Operations (Cont.)

	District Attorney General Fund	Federal Asset Forfeiture Fund	Drug Task Force Fund	Other Funds	Total All Funds
<u>Expenditures (Cont.)</u>					
Communication Service	\$ 0	\$ 0	\$ 3,580	\$ 0	\$ 3,580
Maintenance:					
Buildings and Grounds	0	0	1,098	0	1,098
Equipment	1,250	0	78	0	1,328
Vehicles	1,651	21,307	33,318	0	56,276
Notaries	0	94	0	0	94
Office Equipment	267	2,805	0	0	3,072
Matching Share	0	0	15,332	0	15,332
Trustee's Commission	1,193	0	0	0	1,193
Other Charges	1,167	48	0	618	1,833
Printing, Stationery, and Forms	5,294	0	0	0	5,294
Rentals	0	0	0	9,382	9,382
Data Processing Equipment	23,058	40,992	0	0	64,050
Motor Vehicles	15,262	24,073	0	0	39,335
Total Expenditures	\$ 113,896	\$ 141,790	\$ 1,887,532	\$ 98,806	\$ 2,242,024
Excess (Deficiency) of Revenues Over Expenditures	\$ 11,805	\$ (40,252)	\$ 146,277	\$ 9,094	\$ 126,924
<u>Other Financing Sources (Uses)</u>					
Transfers to District Attorneys General Conference - Salary and Benefits	\$ (18,768)	\$ 0	\$ (46,131)	\$ (7,783)	\$ (72,682)
Transfers to District Attorneys General Conference - Matching Share	(9,953)	0	0	0	(9,953)
Transfers to Other Governmental Units - Salaries and Benefits	(40,730)	0	(2,343)	0	(43,073)
Total Other Financing Sources (Uses)	\$ (69,451)	\$ 0	\$ (48,474)	\$ (7,783)	\$ (125,708)
Net Change in Fund Balance	\$ (57,646)	\$ (40,252)	\$ 97,803	\$ 1,311	\$ 1,216
Fund Balance, July 1, 2005	70,419	94,938	652,343	73,277	890,977
Fund Balance, June 30, 2006	\$ 12,773	\$ 54,686	\$ 750,146	\$ 74,588	\$ 892,193

THIRTY-FIRST JUDICIAL DISTRICT

THIRTY-FIRST JUDICIAL DISTRICT

FINDING 06.01 **BOARD MINUTES WERE NOT AVAILABLE FOR REVIEW**

The Drug Task Force board minutes for the period July 1, 2005, through June 30, 2006, were not available for review.

RECOMMENDATION

Minutes should be maintained for all board meetings and be available for review.

FINDING 06.02 **CONTROLS OVER INVENTORY WERE NOT ADEQUATE**

The office maintained inventory records of assets owned by the Drug Task Force and seized assets; however, these records were not updated on a timely basis. A 2004 Ford Explorer used by the Drug Task Force was not included on the equipment inventory, and a 1999 Harley-Davidson FLH was not included on the Drug Task Force's seizure log. Generally accepted accounting principles require accountability for all assets, such as vehicles, furniture, and equipment.

RECOMMENDATION

The office should accurately maintain its inventory records on a current basis.

District Attorney General
Thirty-First Judicial District
Balance Sheet
June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>ASSETS</u>			
Cash:			
Cash on Hand	\$ 0	\$ 1,721	\$ 1,721
Cash in Bank	0	12,435	12,435
Equity in Pooled Cash and Investments:			
Cash with Trustee	1,978	4,622	6,600
Accounts Receivable	0	697	697
Total Assets	<u>\$ 1,978</u>	<u>\$ 19,475</u>	<u>\$ 21,453</u>

LIABILITIES AND FUND BALANCES

<u>Liabilities</u>			
Due to Litigants, Heirs, and Others	\$ 0	\$ 916	\$ 916
Total Liabilities	<u>\$ 0</u>	<u>\$ 916</u>	<u>\$ 916</u>
<u>Fund Equity</u>			
Unreserved:			
Undesignated	\$ 1,978	\$ 18,559	\$ 20,537
Total Fund Balances	<u>\$ 1,978</u>	<u>\$ 18,559</u>	<u>\$ 20,537</u>
Total Liabilities and Fund Balances	<u>\$ 1,978</u>	<u>\$ 19,475</u>	<u>\$ 21,453</u>

District Attorney General
Thirty-First Judicial District
Summary of Financial Operations
For the Year Ended June 30, 2006

	District Attorney General Fund	Drug Task Force Fund	Total All Funds
<u>Revenues</u>			
Drug Control Fines	\$ 0	\$ 12,310	\$ 12,310
District Attorney General Fees	12,010	0	12,010
Miscellaneous Refunds	50	4,924	4,974
Total Revenues	\$ 12,060	\$ 17,234	\$ 29,294
<u>Expenditures</u>			
In-Service Training	\$ 475	\$ 500	\$ 975
Audit Services	0	1,113	1,113
Communications	965	1,861	2,826
Dues and Memberships	654	300	954
Janitorial Services	4,648	0	4,648
Maintenance and Repair - Vehicles	0	145	145
Travel	180	0	180
Other Contracted Services	0	54	54
Gasoline	0	2,307	2,307
Office Supplies	3,851	911	4,762
Towing	0	935	935
Other Supplies and Materials	1,959	617	2,576
Liability Insurance	0	1,117	1,117
Premiums on Corporate Surety Bonds	0	1,000	1,000
Trustee's Commission	110	118	228
Other Charges	293	0	293
Office Equipment	6,314	0	6,314
Total Expenditures	\$ 19,449	\$ 10,978	\$ 30,427
Excess (Deficiency) of Revenues Over Expenditures	\$ (7,389)	\$ 6,256	\$ (1,133)
Other Financing Sources (Uses):			
Transfers to District Attorneys'			
General Conference:			
Salary Supplements	\$ 0	\$ (3,563)	\$ (3,563)
Total Other Financing Sources (Uses)	\$ 0	\$ (3,563)	\$ (3,563)
Net Change in Fund Balance	\$ (7,389)	\$ 2,693	\$ (4,696)
Fund Balance, July 1, 2005	9,367	15,866	25,233
Fund Balance, June 30, 2006	\$ 1,978	\$ 18,559	\$ 20,537