

**Findings Most Likely to Result in an "Inadequate"
Audit Opinion or Field Exam Conclusion**

**FY 2006 and FY 2007 Chapter 7 Audits and Field Exams
All Regions**

	<u>FY 2003</u>	<u>FY 2004</u>	<u>FY 2005</u>	<u>FY 2006</u>	<u>FY 2007</u>
<i>Number of OIG Audits:</i>	145	0	0	0	0
<i>Number of UST Field Exams:</i>	102	134	108	119	83
<i>Number of CPA Audits:</i>	0	201	169	148	219
<i>Total</i>	247	335	277	267	302
<i>Opinion/Conclusion</i>	18	9	11	7	12

Description of Finding	FY 2006 Findings	FY 2007 Findings
Case Administration Issues		
<u>Investigation, Liquidation, and Collection of Assets:</u>		
<u>Assets sold to insiders or related parties</u>	0	0
Estate assets not secured or untimely secured	17	9
Trustee or auctioneer cannot account for all assets	4	0
Untimely, inadequate, or no inventory of estate assets	11	1
Asset not timely investigated, pursued, liquidated or collected	12	15
Untimely turnover of auction proceeds	10	2
<u>Case Administration:</u>		
Delay in case administration	6	8
Inadequate supervision of professionals	2	10
Internal Controls		
<u>Bank Accounts:</u>		
Funds deposited to non-estate accounts (commingled)	7	3
Bank accounts not timely or properly reconciled or reviewed	13	13
<u>Disbursements:</u>		
Signature stamp not controlled by trustee or was used to sign checks	3	0
<u>Receipts:</u>		
Undeposited funds in estate file or other unsecure location	2	0
<u>Segregation of Duties and Office Operations:</u>		
Trustee does not actively supervise employees	1	1
<u>Computer Operations and Security:</u>		
Trustee/staff cannot operate computer system	3	1
Total Number of Audit Findings	91	63