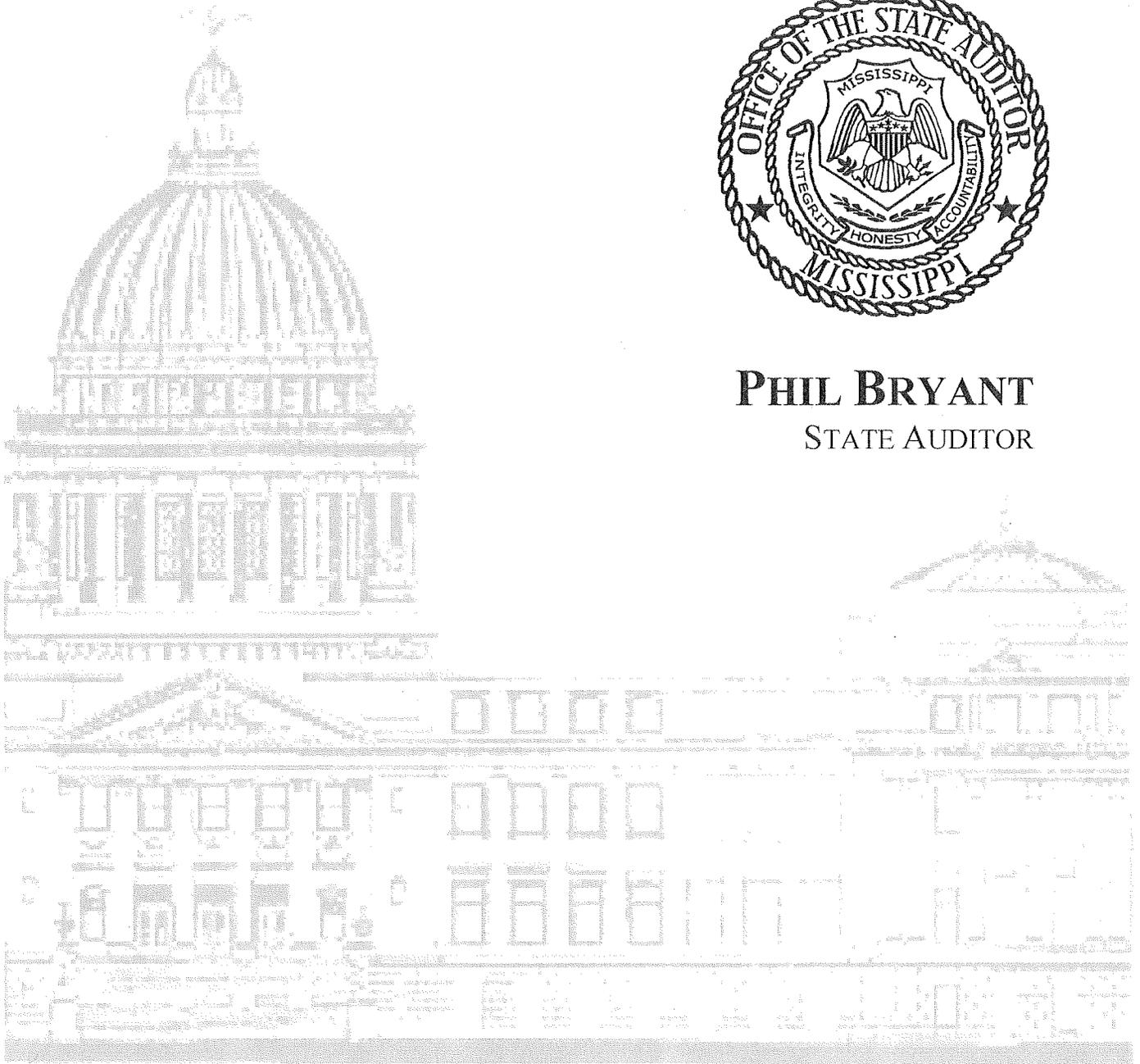


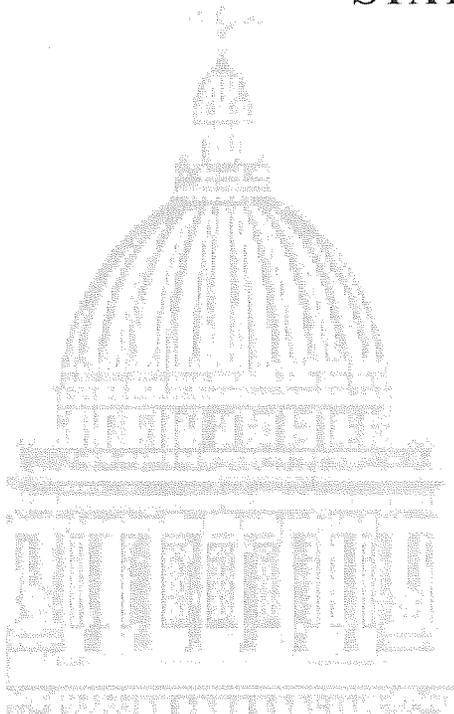
2006 ANNUAL REPORT

FISCAL YEAR JULY 1, 2005 THROUGH JUNE 30, 2006



PHIL BRYANT
STATE AUDITOR

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TABLE OF CONTENTS

PRIMARY STATUTORY RESPONSIBILITIES	1
AUDIT RESPONSIBILITY	3
OFFICE CUSTOMERS	5
OFFICE OF THE STATE AUDITOR'S MISSION	6
DIVISIONS	7
OFFICE GOALS	8
ADMINISTRATIVE SERVICES DIVISION	11
AVERAGE DAILY ATTENDANCE DIVISION	12
FINANCIAL AND COMPLIANCE AUDIT DIVISION	13
AUDIT SECTIONS	14
<i>County Audit Section</i>	14
<i>Education Audit Section</i>	14
<i>State Agency Audit Section</i>	15
<i>EDP Audit Section</i>	15
<i>Report Processing Section</i>	15
GOALS AND OBJECTIVES	15
ACCOMPLISHMENTS FOR 2006	15
INFORMATION TECHNOLOGY DIVISION	18
ACCOMPLISHMENTS FOR 2006	18
FUTURE PLANS	19
INVESTIGATIVE DIVISION	20
ACCOMPLISHMENTS FOR 2006	20
PERFORMANCE AUDIT DIVISION	22
ACCOMPLISHMENTS FOR 2006	22
PROPERTY AUDIT DIVISION	25
ACCOMPLISHMENTS FOR 2006	25
TECHNICAL ASSISTANCE DIVISION	26
ACCOMPLISHMENTS FOR 2006	26
OTHER ACCOMPLISHMENTS FOR 2006	27
AUDIT REPORTS RELEASED	28
SCHOOL DISTRICT AUDITS RELEASED	29
COLLEGE AUDITS RELEASED	37
UNIVERSITY SYSTEM AUDITS RELEASED	38
COUNTY AUDITS RELEASED	39
FINANCIAL AND COMPLIANCE AUDIT REPORTS RELEASED	42



PRIMARY STATUTORY RESPONSIBILITIES

Section 134 of the Mississippi Constitution, adopted November 1, 1890, created the Office of the Auditor of Public Accounts, now the Office of the State Auditor. The Mississippi Code of 1972 (Annotated) grants the Office important responsibilities. Section 7-7-211 is the most comprehensive, charging the Office with the following responsibilities and authority:

- Identify and define generally accepted accounting principles for all public offices of the state and its subdivisions;
- Prescribe systems of accounting, budgeting and financial reporting for all public offices of regional and local subdivisions of the state and assist in the installation of these systems;
- Study and analyze existing managerial policies, methods, procedures, duties and services of state agencies and institutions upon written request of the Governor or the Legislature or its designee, and determine if operations can be eliminated, combined, simplified or improved;
- Relative to the comprehensive annual financial report of the state, post-audit and, when necessary, pre-audit and investigate financial matters of departments, institutions, boards, commissions and other agencies of state government;
- Post-audit and, when necessary, pre-audit and investigate financial matters of county governments, public school districts, community college districts, levee boards, agencies created by the Legislature or by executive order, profit or nonprofit business entities administering programs financed by funds flowing through the state treasury or receiving grants from revenues collected by state governmental divisions and all other public bodies supported by funds derived in part or wholly from public funds, except municipalities;
- Demand payment from public officers, employees, administrative bodies, individuals, partnerships, corporations or associations for amounts representing recovery of public funds improperly withheld, misappropriated or otherwise illegally expended and the value of public property disposed of in an unlawful manner, institute suit in any state court for demands not paid;
- Investigate suspected violations of state laws by officers or employees of the state, counties or other public offices;
- With approval of a chancery or circuit court, issue subpoenas to examine records, etc. regarding persons, firms or other entities related to dealings with any state, county or other public entity;

- In lieu of conducting audits, examine audits of public hospitals or public school districts produced by certified public accountants. Provide audit programs and report formats to accountants conducting audits of public hospitals and public school districts;
- If funds are made available by the Legislature, contract for preparation of selected audits of departments, institutions, boards, commissions or other agencies of state government, county governments, public school districts, community college districts and any other public bodies supported by public funds, except municipalities, provide audit programs and report formats to accountants conducting contract audits;
- Establish training courses and programs for state and local government personnel under jurisdiction of the Office; and
- Upon written request of the Governor or member of the Legislature, audit any state or federal funds received by any nonprofit corporation.

Other responsibilities are given to the Office throughout sections of the Mississippi Code. However, most of these are addressed within the responsibilities mentioned above. When new programs are created or funded by the Legislature, the Office is often given audit or system-prescribing responsibility.



AUDIT RESPONSIBILITY

The above statutory responsibilities make the Office responsible for financial reporting of most public entities within the state. This entails audit, review, recording, receipt, or investigative responsibility for over 1,000 entities in the following categories:

General State and Local Governments

General governments provide a wide range of services to their citizens and number the following:

State Agencies	120
Cities	295
Counties	82

Special-Purpose Governmental Entities

Most special-purpose governments provide a single, special service. Created by counties, municipalities or a combination of both, or by special legislation passed by the Legislature, all were designed to provide services not offered by individual general governments. In most cases, special-purpose governments are designed as authorities, agencies, boards or districts.

Mississippi special-purpose governmental units include, but are not limited to, the following:

Airport Authorities	59
Colleges	15
Universities	8
District Attorneys	22
Drainage Districts	58
Economic Development Districts	138
Fire Protection Districts	85
Flood Control Districts	4
Hospitals	67
Housing Authorities	Local
Human Resource Agencies	27
Industrial Development Districts	35
Libraries	50
Mental Health Centers	15
Park Districts	7
Planning and Development Districts	10
Port Authorities	6
Public Building Authorities	Local

School Districts	150
Soil and Water Conservation Districts	82
Tourism Bureaus	40
Utility Districts	27

The Office maintains some oversight responsibility for each. In addition, other public and private entities fall within the Office's oversight when created or financially supported by Legislative appropriations, for a number of reasons some of these do not fall into one of the general categories listed above.



OFFICE CUSTOMERS

Based on analysis of Mississippi statutes, the Office has identified and prioritized its customers to provide the above services in a manner to protect the public's interest. These include:

- 1) Citizens and taxpayers of the State of Mississippi
- 2) Legislative, Executive and Judicial Branches of State government
- 3) State and local governmental entities
- 4) Federal government
- 5) Other states

Citizens are prioritized as the most important Office customer, since providing services for and on their behalf is the reason government exists. The Office has primary responsibility for oversight of the taxpayers' state and often local government supporting funds.

Therefore, the primary purpose of the Office is protection of the interests of its most important customer, the taxpayers.

The legislative, executive, and judicial branches of state government, along with the Office, exist to serve citizens and taxpayers. Therefore the Office provides valuable services to these branches in performing their services to the citizens of the State.

State and local governmental entities are the primary recipients of Office services with customers receiving benefits from the services provided by this Office. Although state agencies are a part of the executive, legislative and judicial branches, state agencies are also considered separate Office customers since they are the subject of audits and are not always directly accountable to citizens and taxpayers. Although the focus of day-to-day Office work relates to state and local governmental entities, benefits accrue to higher prioritized customers: taxpayers, and legislative, executive, and judicial branches.

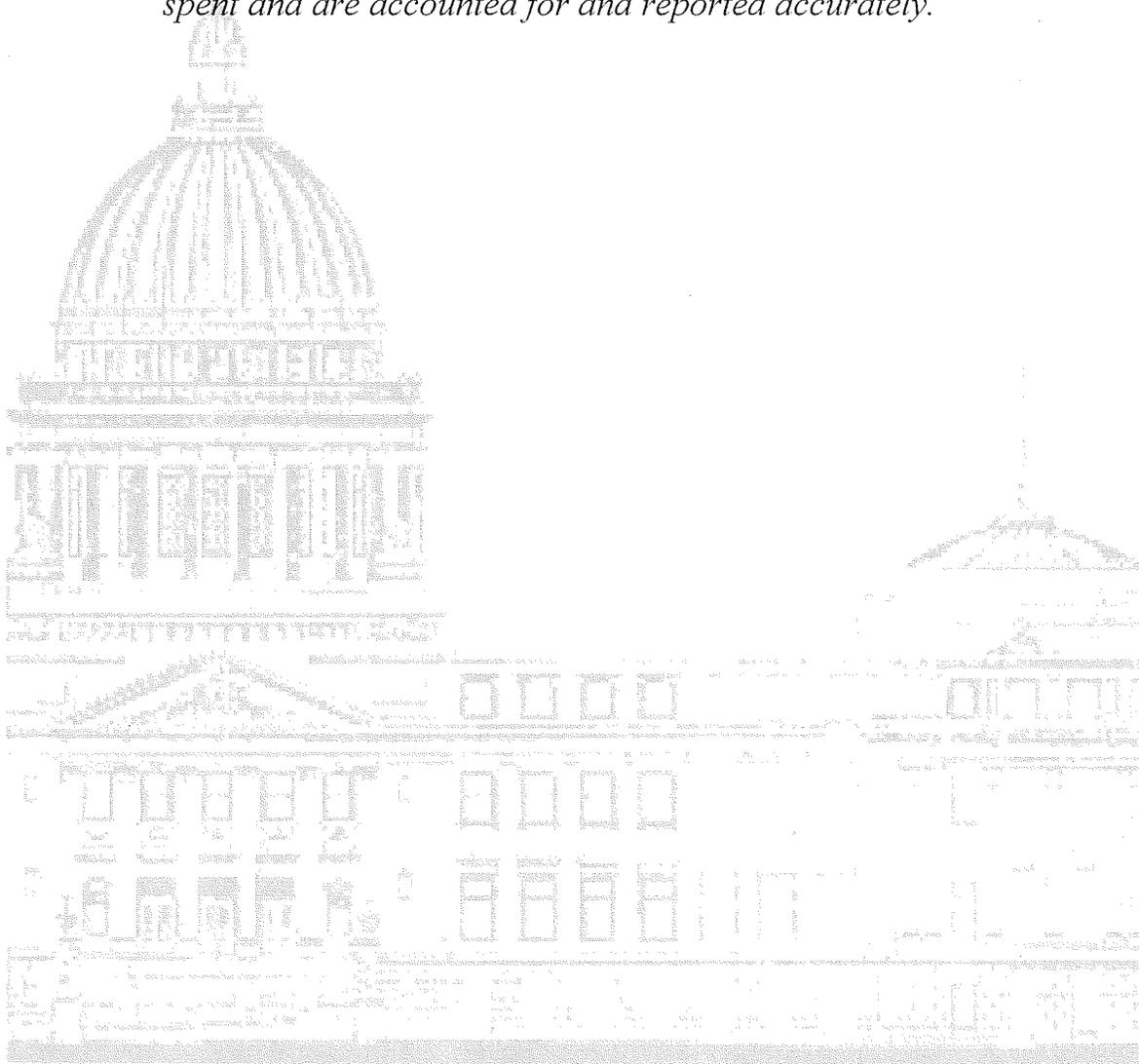
Because the federal government provides certain funds to the State, the State has reporting responsibilities to the federal government. Additionally, the Office's audit field work and reporting standards are controlled in part by the federal government. Since other states occasionally use our reports in their work, they are also considered valued Office customers.



OFFICE OF THE STATE AUDITOR'S MISSION

Based on the purpose intended for the Office and the services the Office provides, the following mission statement was developed and published in fiscal year 1997:

The mission of the Office of the State Auditor is to serve its customers and protect the public's trust by independently assessing state and local governmental and other entities to ensure that public funds are properly received, are legally, effectively, and efficiently spent and are accounted for and reported accurately.





DIVISIONS

The Office of the State Auditor is composed of eight divisions. These divisions report to the Audit Department Director, Rodney Zeagler and include:

Administrative Services Division (page 11)

Jeff Adcock, Director

Average Daily Attendance Audit Division (page 12)

Shirley Crawford, Director

Financial & Compliance Audit Division (page 13)

Bill Doss, CPA, Director

Information Technology Division (page 18)

Bennie Nutt, Director

Investigative Division (page 20)

Jesse Bingham, Director

Performance Audit Division (page 22)

Sam Atkinson, Director

Property Audit Division (page 25)

Ross Campbell, Director

Technical Assistance Division (page 26)

Rhuel Dickinson, CPA, Director



OFFICE GOALS

In accomplishing its mission the Office of the State Auditor has established the following goals:

- Establish accounting and financial reporting systems for all regional and local governmental entities. Consult with State Fiscal Officer in the establishment of accounting and financial reporting systems for the State;
- Perform or contract the necessary financial, compliance, performance, and investigative audits in accordance with professional standards;
- Train public officials in methods of conducting their duties in compliance with state law;
- Comply with constitutional and statutory provisions; and
- Make government more accessible to the taxpayers.

The Office will accomplish these goals by:

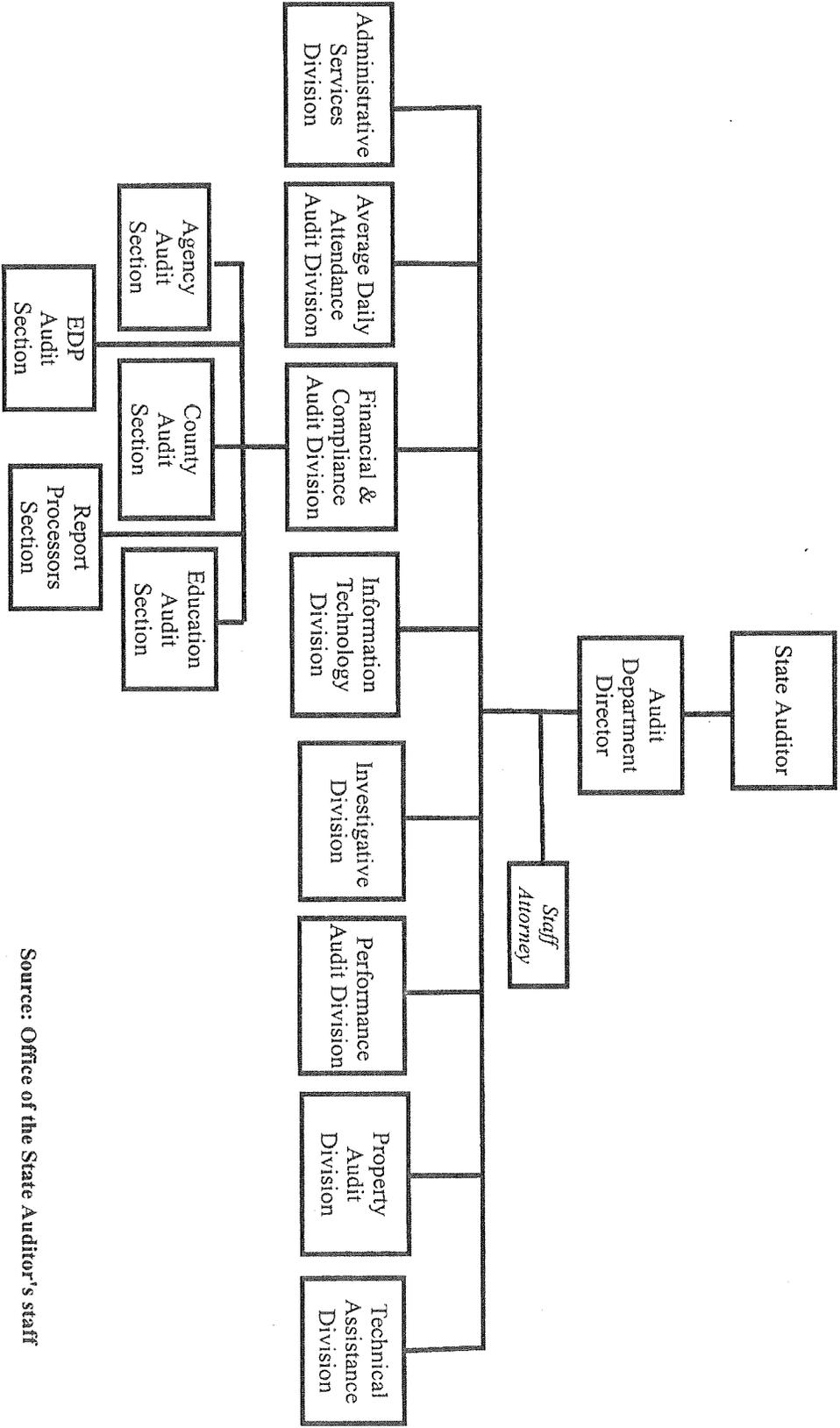
- Providing timely financial and legal compliance audits of state agencies, counties, school districts and state supported colleges and universities;
- Providing timely technical assistance to representatives of state and local governments and the general public;
- Investigating state and local governments and government representatives and employees concerning legal compliance violations and accountability issues;
- Performing performance audits for state and local governments to improve accountability, economy and efficiency of government operations;
- Conducting state-wide property audits and performing average daily attendance counts for school districts; and verifying the validity and accuracy of the process and the internal controls schools use to produce adequate information regarding student transactions;
- Providing the Office and state and local governments assistance with their information management needs; and
- Working with local governments to secure E-Government services for the taxpayers it serves.

Professional Audit Standards

The Office is comprised of professional staff to perform a necessary function to protect the welfare and ensure the public trust. Because taxes are an involuntary requirement for the citizens of this great state, financial accountability and responsibility for an effective and efficient government are the responsibility of every public servant, including those elected, appointed and employed. This public trust requires a diligent review and accounting for the financial reporting and performance of all entities entrusted with public funds. To perform this service, the Office complies with generally accepted government auditing standards (GAGAS) issued by the United States Government Accountability Office and documented as Government Auditing Standards and generally accepted auditing standards (GAAS) published by the American Institute of Certified Public Accountants. The Office also abides by pronouncements of the Governmental Accounting Standards Board (GASB) and the Financial Accounting Standards Board (FASB) where applicable. Additionally, the Office participates in a quality control review process whereby Office audits are periodically reviewed by other states' audit office personnel for compliance with the above standards. Also the Office's finances are reviewed by the Legislative PEER Committee to ensure all financial matters are in order.

What does all this mean? The Office sets high standards of performance for the auditors it hires and the work they perform. The trust placed with the Office by the public is not taken lightly, nor the responsibility ignored. These standards and the reviews the Office undergo help ensure the quality of the work prepared and presented to the public administrators of the public funds and resources on behalf of the citizens of the state, who are our primary customers and to whom we acknowledge a great responsibility.

Exhibit A
Office of the State Auditor
Organizational Structure
 as of March 1, 1999



Source: Office of the State Auditor's staff

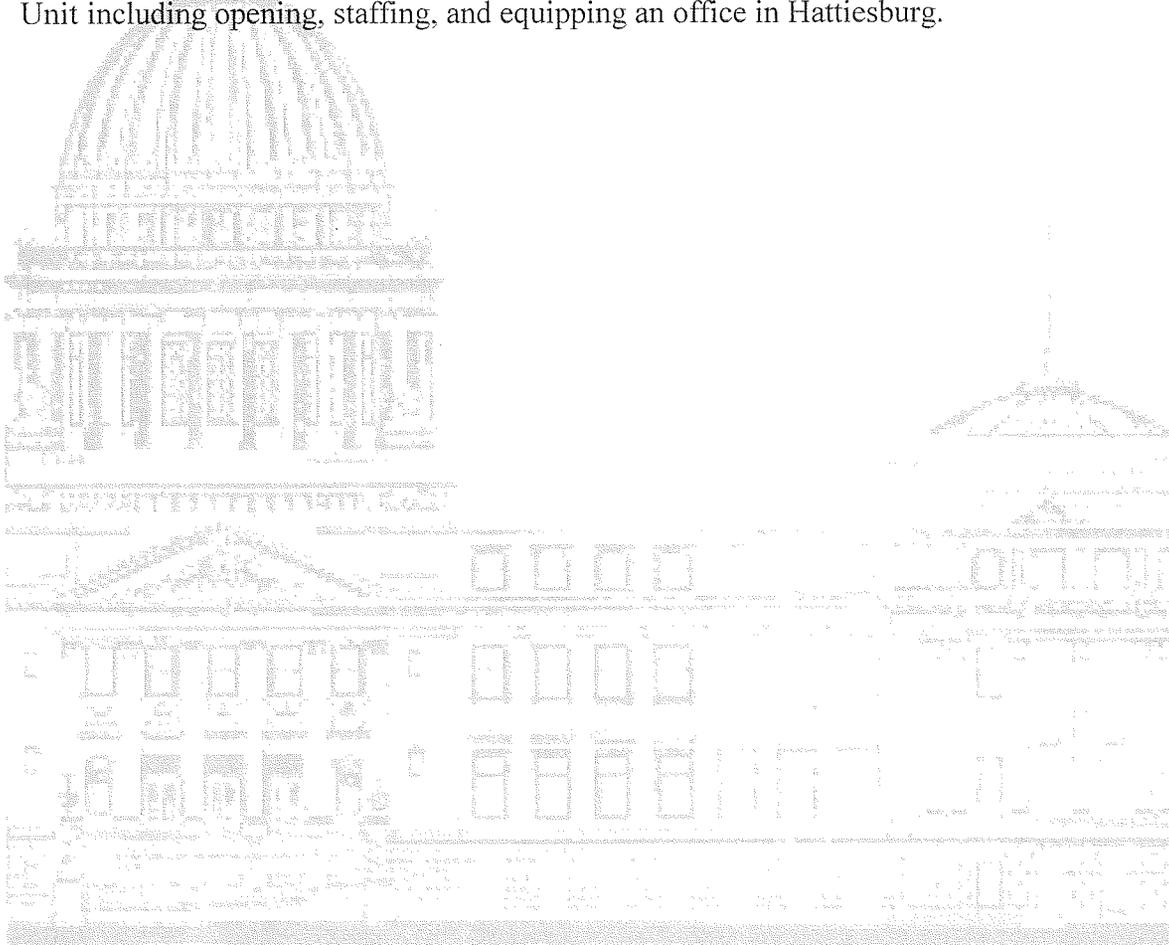


ADMINISTRATIVE SERVICES DIVISION

Our Administrative Services Division continues to perform its duties by providing services for personnel matters, processing invoices, payroll, travel vouchers and purchase orders for the office, and all accounting functions including preparation of the department's GAAP package.

The Division prepares invoices for services rendered by the Office which account for over three million dollars or thirty percent of our annual budget. During fiscal year 2006, we completed a revision of our billing system by establishing a PC based system.

The Division also provided help and assistance to Performance Audit Division with its bond monitoring program, as well as providing Information Technology Division assistance with its cyber security testing throughout Mississippi's 82 counties and selected state agencies. During the fiscal year 2006, we coordinated the administrative and financial responsibilities associated with the Katrina Fraud Prevention and Detection Unit including opening, staffing, and equipping an office in Hattiesburg.





AVERAGE DAILY ATTENDANCE DIVISION

The Average Daily Attendance Division (ADA) was created to verify correct distribution of Minimum Foundation Program funds, a compliance function related to local school districts. The Average Daily Attendance of the Office of the State Auditor verifies the validity and accuracy of the process and the internal controls schools use to produce adequate information regarding student transactions in the Mississippi Student Information System. School district reports were used by the State Department of Education to allocate funds to local school districts. Funding is provided primarily from the Mississippi Adequate Education Program (MAEP) which replaced the Minimum Foundation Program.

Accomplishments for 2006

During 2006, ADA accomplished the following:

- Reviewed 152 School districts for standardized attendance policies and procedures.
- Performed fixed asset audits for 58 local school districts.
- Made random vehicle checks for correct markings in 322 municipalities, counties, and Community Colleges.



FINANCIAL AND COMPLIANCE AUDIT DIVISION

The Financial and Compliance Audit Division employs a majority of the employees of the Office and produces most of its published work. The Division is responsible for performing audits on 82 counties, 15 colleges, the university system, 150 local school districts and the State of Mississippi, which includes 120 state agencies. The Division also performs agreed-upon procedures on disaster claims of various entities in the state. To perform these audit duties, the Division is organized into five sections:

County Audit Section

Scott Speights, CIA, Director

Education Audit Section

Linda C. Reeves, CPA, Director

State Agency Audit Section

Rob Robertson, Director

EDP Audit Section

Toby Frazier, CISA, Director

Report Processing Section

Frieda Bailey, Supervisor

Through this division, the Office accomplishes its primary statutory duties of:

- Examining the financial records and statements of counties, school districts, colleges, the university system and the State of Mississippi to determine accuracy and reliability;
- Reviewing, testing and evaluating state and local government control systems to ensure
 - The safeguarding of assets,
 - The legality, accuracy and reliability of financial transactions, records and statements, and
 - Adherence to prescribed management control policies;
- Auditing and issuing opinions on financial statements of counties, school districts, colleges, the university system and the State of Mississippi;

- Issuing the State's Single Audit Report and single audit reports of counties, school districts, colleges and the university system;
- Examining and testing transactions and operational processes of auditees to determine compliance with laws and regulations;
- Agreed-upon procedure engagements of governmental entities seeking reimbursement for disaster losses; and
- Reviewing audits of college, county, school district and state agency financial statements performed by CPA firms.

To reduce travel time and expenses, the Division maintains staff in Jackson, with branch offices in Grenada and Ellisville.

AUDIT SECTIONS

A brief description of each of the audit sections is given below.

County Audit Section

The County Audit Section audits the 82 Mississippi counties. During fiscal year 2006, the County Audit Section released reports on 28 counties it audited. Also during this period, this Section released reports on 48 counties audited by CPA firms.

Education Audit Section

The Education Audit Section is responsible for college and university audits and for local school district audits. College and university auditors are responsible for 15 public colleges, the Board of Trustees of the Institutions of Higher Learning, and eight public universities and their divisions. During fiscal year 2006, the Section audited and released reports for four colleges. Beginning in the fiscal year ended June 30, 1998, the Section audits the universities under the governance of the Board of Trustees of the Institutions of Higher Learning as a system. While the Section completed its audit of the University System for the fiscal year ended June 30, 2004, during fiscal year 2005, the report was not released until fiscal year 2006. During the year, the Section completed its audit of the University System for the fiscal year ended June 30, 2005. Separate management letters were issued to the universities and their divisions. Colleges not audited by this Section were audited by CPA firms under contracts supervised by the Education Section. Fifteen college audit reports issued by CPA firms were released during fiscal year 2006.

The Section is also responsible for conducting annual audits of the 150 public school districts in the state. During fiscal year 2006, the Section audited and released reports on 23 school districts. Public school districts not audited by this Section are audited by CPA firms under contracts supervised by the Education Audit Section. One hundred sixty-five school district audit reports issued by CPA firms were released during fiscal year 2006.

State Agency Audit Section

The State Agency Audit Section is responsible for the annual audit of the State of Mississippi, including the State's Comprehensive Annual Financial Report (CAFR) and its Single Audit Report.

EDP Audit Section

The EDP Audit Section works with the other sections to perform reviews of entities' electronic data processing systems.

Report Processing Section

The Report Processing Section finalizes all Division reports and processes them for publication.

GOALS AND OBJECTIVES

The goals and objectives of the Financial and Compliance Audit Division include the following:

- Perform more efficient and effective audits while maintaining current audit status and timely release of audits.
- Increase the use of computers in performing audit procedures and ensure the staff has access to the most up-to-date technology.
- Provide staff training on new technical pronouncements.
- Continue to reduce time between the completion of fieldwork and the issuance of the report.
- Increase the number of auditors in the EDP Audit Section.
- Revise various manuals for the professional staff.

ACCOMPLISHMENTS FOR 2006

The Financial and Compliance Audit Division accomplished many things during the 2006 fiscal year. Highlights of these accomplishments include:

- This division took exception to \$26,145 of expenditures, which were returned directly to governmental entities.
- During fiscal year 2006, the County Audit Section released 76 audit reports. The reports covered Governmental Activities program revenues in excess of \$355

million, Governmental Activities general revenues in excess of \$825.1 million, Governmental Activities expenses in excess of \$1.175 billion and net assets in excess of \$2.911 billion. Of these amounts, audit coverage of approximately \$227 million program revenues, \$580 million general revenues, \$805 million expenses and \$2.066 billion net assets was provided by CPA firms. These reports also covered Business-type Activities revenues in excess of \$43.2 million, Business-type Activities expenses in excess of \$42.6 million and net assets in excess of \$24 million. Of these amounts, CPA firms provided audit coverage of approximately \$25.2 million in revenues, \$25 million in expenses and \$14.9 million in net assets.

- During fiscal year 2006, the College and University Unit of the Education Audit Section released 19 college audit reports. These audit reports covered operating revenues in excess of \$466 million, nonoperating revenues in excess of \$323 million, operating expenses in excess of \$784.6 million, nonoperating expenses in excess of \$10 million, other revenues and expenses (net) in excess of \$56.7 million, and total net assets in excess of \$879.5 million. Audit coverage of these amounts provided by CPA firms included approximately \$404.1 million of operating revenues, \$283.2 million of nonoperating revenues, \$683.4 million of operating expenses, \$9.05 million of nonoperating expenses, other revenues and expenses (net) of \$53.5 million and total net assets of \$776.3 million.
- During fiscal year 2006, the College and University Unit completed its audit of the eighth system-wide audit report on the State of Mississippi Institutions of Higher Learning (IHL). Both the fiscal year 2004 and 2005 reports were released during the 2006 fiscal year. These reports covered operating revenues in excess of \$2.841 billion, nonoperating revenues in excess of \$1.298 billion, operating expenses in excess of \$4.006 billion, nonoperating expenses in excess of \$100.725 million, other revenues and expenses (net) in excess of \$170.285 million, and total net assets in excess of \$4.385 billion.
- During fiscal year 2006, the School Unit of the Education Audit Section released 188 audit reports. The reports covered Governmental Activities program revenues in excess of \$1.004 billion, Governmental Activities general revenues in excess of \$3.254 billion, Governmental Activities expenses in excess of \$4.057 billion, and Governmental Activities total net assets in excess of \$2.192 billion. Of these amounts, CPA firms provided audit coverage of approximately \$914.3 million program revenues, \$2.934 billion general revenues, \$3.662 billion expenses, and \$1.950 billion total net assets.
- During fiscal year 2006, Mississippi's 2005 CAFR and Single Audit Report were released. The Single Audit reports on the state's compliance of its major federally funded programs. For 2005, programs with expenditures exceeding \$15.575 million were identified as major programs.
- The State Agency Section was responsible for auditing Governmental Activities program revenues in excess of \$6.783 billion, Business-type Activities program revenues in excess of \$243 million, Governmental Activities general revenues in excess of \$5.2 billion, Business-type Activities general revenues in excess of \$62

million, Governmental Activities expenses in excess of \$11.771 billion, Business-type Activities expenses in excess of \$232 million, Governmental Activities total net assets in excess of \$8.555 billion, and Business-type Activities total net assets in excess of \$1.119 billion.

- Staff in the Division assisted the Training Officer in conducting required training sessions for professional staff.



INFORMATION TECHNOLOGY DIVISION

The Information Technology Division is responsible for providing information technology and services to all employees of the Office and other governmental entities that must comply with Office-issued requirements. The Division also conducts computer training, assists auditors with electronic data processing (EDP) audit reviews, procures computer hardware and software, develops and supports computerized applications, maintains a local area network, web server and email system, and provides technical support to the Office staff. The Division supports the Office by:

- Increasing Office employee productivity through automation;
- Improving technological support for all Office staff by focusing on service for the Office;
- Enhancing computer applications and implementing new information systems for other divisions;
- Assisting other divisions applying technology in performing audits;
- Procuring and implementing state-of-the-art hardware and software; and
- Educating Office staff in the use of information technology.

ACCOMPLISHMENTS FOR 2006

Over the last year, the Division has successfully implemented several projects to improve office operations.

Field Auditors

Due to the demands placed on the current field audit work force, there is constant need to provide updated equipment. This Division is always looking for new programs assist all employees in completing their mission.

Office Staff

The Division has successfully replaced all obsolete workstations and monitors to meet standards that will make the Office productive, provide audit services and satisfy concerns associated with the 21st century. As we have upgraded our technology, we have

also donated equipment and maintained applications to assist other entities in technology advancement.

Katrina Fraud Prevention and Detection Unit

This Division successfully set up a new satellite office in Hattiesburg for the Katrina Fraud Prevention and Detection Unit to operate seamlessly with the Jackson Office.

Web Server

The Division is constantly improving the Web Server and searching for documents and reports that can be placed on the Web for the convenience of the public.

Cyber Security Assessment

The Division was successful in securing each of the 82 counties a \$10,000 grant from Homeland Security in fiscal year 2004 of which and have completed the assessment (over 76 counties). This assessment included tests to prevent inside and outside intrusion, as well as an analysis of the entire system or systems. We are contacting the remaining counties to encourage them to have the assessment.

FUTURE PLANS

The Division plans to continue the long-range purchasing by replacing any computer related equipment that is not under manufacture's warranty. The Division continues to pursue a wide area network for audit reports and investigative files from around the state to be downloaded directly to the main Office computers. This will expedite the audit report and investigative process. These advances should cut travel cost and enable more effective use of Office personnel. The Division continues to support the office in its efforts to perform paperless audits. The Division plans to purchase additional equipment and software to meet this goal. The Division will continue to work with Homeland Security to secure funding for future projects that will benefit state and local Government.



INVESTIGATIVE DIVISION

The Investigative Division is responsible for investigating allegations or suspected violations of the laws of the State of Mississippi by any state, county or local public official or other individual responsible for public assets. The primary focus of the Division is to detect and deter the misuse or misappropriation of public assets in the purchase, sale or use of any supplies, services, equipment or other property.

This staff assures proper use of public assets through recoveries and prosecution when violations are detected. Based on a study conducted by the Association of Certified Fraud Examiners, the average organization loses about 6 percent of its total annual revenue to fraud and abuse committed by its own employees and management. Government waste, fraud and abuse represent a hidden tax on every family in Mississippi. This Division's responsibility is to cut that hidden tax.

Complaints are received from public officials, private citizens, auditors, the media and anonymous or public sources. All complaints are confidential.

Any information concerning possible violations should be forwarded to:

Office of the State Auditor
Attn: Jesse M. Bingham, Director
Investigative Division
P.O. Box 956
Jackson, MS 39205

Or reported by calling 601-576-2722 or toll free in-state 800-321-1275 and ask for the Investigative Division.

ACCOMPLISHMENTS FOR 2006

During fiscal year 2006, there were 125 cases of allegedly misused or misappropriated public assets opened in the Investigative Division.

During fiscal year 2006, the Investigative Division had the following accomplishments:

- Opened 125 cases;
- Recovered \$1,026,452.07;
- Issued 42 formal demands totaling \$2,005,352.77; and
- Closed 120 cases.

The Katrina Fraud Prevention and Detection Unit

The Katrina Fraud Prevention and Detection unit under the control and direction of the Office of State Auditor is charged with investigating reported instances of fraud

identified in the application and verification process of the Homeowners Assistance Program, a grant awards program provided by The Department of Housing and Urban Development and administered by the Mississippi Development Authority. The Unit is also charged with investigating suspected fraud related to residential rebuilding efforts in general within the Hurricane Katrina disaster area of the three coastal counties and Pearl River County.

Through a Community Development Block Grant authorized by the Mississippi Development Authority the OSA has been allocated over \$1.9 million for the period June 1, 2006 through May 31, 2008, to establish the Fraud Prevention & Detection Unit, setting up an office and establishing a toll free number to report possible fraud and air concerns. The main office for this unit is located in Hattiesburg.

This will be a cooperative effort incorporating local sheriff departments and district attorneys and, when necessary, the Office of Inspector General at HUD, the FBI and the U.S. Attorney.



PERFORMANCE AUDIT DIVISION

Fiscal Year 2006 was busy for the Performance Audit Division. During this time, the Division's Bond Monitoring Program expanded, adding new projects and completing others. Additionally, the Division continued work on a wide variety of projects related to increasing performance and productivity at all levels of government. These were completed with positive results and satisfied clients—many of the recommendations have been implemented successfully.

Performance auditing is defined by the U.S. Government Auditing Standards as “*the assessment of the performance of organizations, programs, activities, and functions in order to provide information to improve accountability and facilitate decision-making.*” Besides providing additional public accountability, efficiency, and effectiveness opportunities, performance reviews and audits are especially important and useful during times of budget shortages. Division reports rely on laws and regulations, best practices, program purposes/goals, current resources, current program operations, as well as expected and desired outputs and outcomes to craft recommendations and complete analysis reports that help achieve fiscal savings while keeping productivity high. While other divisions of the Office are designed to detect governmental entities' errors or omissions, the Performance Audit Division is one of two Office divisions, the other being Technical Assistance, designed to prevent problems and help government managers better perform their jobs.

ACCOMPLISHMENTS FOR FISCAL YEAR 2006

- In January 2005 OSA submitted recommendations for future economic development bond projects to the Mississippi Legislature ensuring compliance with State law. The Legislature has continued to place those requirements in other economic development bills during fiscal year 2006.
- *A Performance Review Of Wildlife, Fisheries And Parks* (Report # 97) – The purpose of this report was to provide information on the responsibilities and oversight as it regards to maintaining existing parks and bequeathed land, since House Bill 659 was passed in 1989, under the direction of the Division of Parks and Recreation.
- *A Disclosure of Emergency Purchases Made by State Agencies in FY05* - (Report # 98) - This report summarized the number and dollar amount of emergency purchases for fiscal year 2005 reported to DFA, Office of Purchasing and Travel; DFA, Bureau of Buildings, Grounds, and Real Property; and Information Technology Services by agencies and provided background information on current state law concerning emergency purchases by state agencies.

- ***An Informational Report Of State Vehicle Purchases In FY'05*** – (Report # 99) - The key purpose of this study was to suggest approaches and management practices which, when implemented, would lead to significant reduction in costs associated with issuance and management of general obligation bonds. Many of the report's recommendations have already been implemented.
- ***An Informational Report Of MCI's Tax Settlement With The State Of MS*** - (Report #100) – The purpose of this report was to answer nine (9) questions posed by the Governor and members of the Legislature concerning the settlement contract between the State and MCI/WorldCom.
- ***The Impact of Illegal Immigration on Mississippi: Costs and Population Trends*** – (Report #102) – This report examined potential financial costs and benefits of illegal immigrants residing within the State of Mississippi.
- ***A Limited Review Of The MS Land Water And Timber Resources Act*** – (Report # 103) - This limited review provided at the request of the Land, Water, and Timber Resources Board (LWT). The Performance Audit Division reviewed the management and accounting processes of the Mississippi Technology Alliance as it related to two methane gas capture projects. This report resulted in changes to standard contracts used by the LWT Board.
- ***Mississippi Office Of The State Auditor Audit Response Team: Limited Review Of The Delta Blues Museum*** - (Report # 104) - The audit response team was assigned by the State Auditor to conduct a performance review of the Delta Blues Museum in response to an inquiry by the Coahoma County Board of Supervisors to review the accounting procedures and compliance of the Delta Blues Museum with its by-laws.

The Performance Audit Division also issued Bond Monitoring briefing papers about several bond projects.

- ***Northrop-Grumman Ship Systems Bond Monitoring Brief, July 2005*** – The Mississippi Legislature, during the 2003 regular session, passed Senate Bill 2886. This bill authorized the issuance of general obligation bonds to provide funds for capital improvements at the State-owned shipyard in Jackson County. This review updated their construction and expansion progress. It also reviewed expenditures to date.
- ***Mississippi Land, Water and Timber Board – Mississippi Blueberry Projects - July 2005*** - This brief illustrates that the commercial fruit and vegetable farming contributes \$76 million annual to our state's economy.
- ***Recommendations For Changes To Mississippi Statutes During A State of Emergency – September 2005*** - Upon the request of the Mississippi Legislature, the Office of the State Auditor began a review of current statutes that may negatively affect the operations of local government entities during the hurricane recovery period. Working with the Technical Assistance Division, Performance Audit completed this request.
- ***Mississippi Land, Water and Timber Board – Natchez Trace Greenhouses, October 2005*** – This brief describes the need for the conversion from a natural gas

fired system to an alternative system stemming directly from the high cost of natural gas.

- ***Mississippi Adequate Education Program: Legislative Recommendations To Advance Fiscal Accountability - October 2005*** – Under Senate Bill 2731 of the 2005 Regular Session, the Mississippi Office of the State Auditor (OSA) was charged with annually verifying the State Board of Education's estimated calculations for the Mississippi Adequate Education Program (MAEP), submitted each year to the Legislative Budget Office on August 1, and the final calculation that is submitted on January 2. This brief made recommendations to mandate changes in the reporting format with more efficiency and accuracy, raise fiscal accountability, in an effort to provide a more meaningful report to the Legislature, and to more accurately audit local schools districts.
- ***Steel Corr/Sever Corr – November 2005*** - In 2005, the Legislature took an important step in raising accountability to ensure successful State involvement in economic development bond projects. Placing specific requirements in House Bill 1668 has helped protect the State's investment in a new mill venture. This brief reviewed progress and updates related to the Sever Corr steel mill project.
- ***Rabbitman Farms - November 2005*** – This brief outlined and assessed the damages seen at Rabbitman Farms as a result of Hurricane Katrina. Rabbitman Farms is a project funded through the Mississippi Land Water and Timber Board.
- ***State Auditor's Legislative Issues 2006 Regular Session - December 2005*** – For the 2006 Regular Session of the Mississippi Legislature, the State Auditor proposed changes to: State Vehicles; Illegal Immigrants and State Contracts; and Schools and School Districts Reporting Management to increase the fiscal and management accountability of Mississippi government.
- ***Management Letter #1 Regarding: A Review of the Construction Costs of the Mississippi Braves Baseball Stadium at the request of MDA.***
- ***Cooper Berry Farms, February 2006*** - This brief was a bond monitoring review of the Cooper Berry Farms, a family owned and operated berry farm and processing facility, which produces and packages fruits and vegetables in Central Mississippi. The OSA staff conducted a site visit to review the status of the project as well as to make assessments of the damage caused by Hurricane Katrina.
- ***Homan Industries, February 2006*** – This brief reviews Homan Industries, whose sawmills and planer operations generate over 300,000 tones of wood bi-products. The Land Water and Timber Resources Board believed that funding this project would demonstrate the validity of using alternative fuel sources to decrease the dependence on fossil fuels.



PROPERTY AUDIT DIVISION

The purpose of the Property Audit Division is to protect the public's trust by independently assessing state and local governmental entities to ensure that public property is properly procured, effectively managed in its dispersal and disposal and proper procedures are lawfully followed regarding the addition and deletion of fixed assets. In addition to verifying the existence of fixed assets, the Division is responsible for maintaining a master inventory of all state-owned fixed assets and periodic audits of state and local government asset maintenance records.

ACCOMPLISHMENTS FOR 2006

The Division performs its duties and responsibilities in conformity with statutory mandates as set forth in Section 29-9-1, et seq, *Mississippi Code of 1972* (Annotated). The primary focus of the Division is the verification of assets. In fiscal year 2006, the Division initiated property (verification) of fixed assets as follows:

State agency and university audits	91
County governmental audits	35
School district audits	58

The Division maintains a master state-wide inventory database for all assets owned by state agencies and universities. All reports for additions, deletions and adjustments by agencies and universities are submitted to the Division for review and verification of accuracy and completeness.

The Division continues to provide one-on-one training and technical support in property management. The Division offers property managers assistance to promote continuing effectiveness and communicates statutory amendments, rule changes and management techniques.

To enhance property reporting and management, the Division is implementing a web based asset management system.



TECHNICAL ASSISTANCE DIVISION

The Technical Assistance Division was established to provide a mechanism through which state and local government officials can receive guidance to help comply with the many financial and compliance related laws and regulations. This service enables public officials to address and resolve questions or minor problems before they result in misappropriated or misused public funds or resources.

The Division's staff of five Certified Public Accountants provides an oral and/or written answer to literally thousands of inquires annually. The staff also conducts specialized training to update officials of the latest changes in laws and regulations that affect their jobs maintaining the public's resources and trust. Combined, the staff has over 100 years of experience in local and state government accounting and auditing.

ACCOMPLISHMENTS FOR 2006

During fiscal year 2006, the Division performed the following services:

- Responded to approximately 8,079 telephone requests for technical assistance from the general public, public officials and employees, other agencies and governing authorities.
- Responded by letter or by E-mail to 479 requests for statements of position of the Office on legal requirements and department regulations. A statement of position is a written ruling stating the position or action the Office will take on a situation that has already occurred or will occur in the future.
- Developed, published and distributed a monthly publication entitled "Technicalities" to over 3,800 public officials, employees, and practitioners. "Technicalities" is presented in a question and answer format and addresses current issues (legal compliance, accounting procedures, new AG opinions, changing legislation, and other matters) facing public officials and employees.
- Met with public officials and various other individuals on matters of concern in an effort to resolve problems and explain areas of statutory compliance, accounting procedures, office regulations, etc.
- Developed and conducted 54 Educational and / or Required Certification Programs annually for various groups and associations. Examples include:

Mississippi Supervisors
Chancery Clerks
Circuit Clerks
County Administrators and Comptrollers

County Tax Assessors and Collectors
County Board Attorneys
Sheriffs
Purchase Clerks, Receiving Clerks, and Inventory Control Clerks
Justice Court Clerks
Municipal Aldermen, Councilmen and Mayors
Municipal Clerks and Court Clerks
Police Chiefs
Narcotic Task Forces
Municipal Board Attorneys
CPA's who conduct municipal, district attorney and other audits
throughout the state
Election Commissioners
Fire Chiefs and Coordinators
Soil and Water as well as other assorted local commissions
Planning and Development Districts
Governmental Purchasing Agents
Prosecuting Attorneys
Association of Government Accountants
Local School Boards and School Officials

OTHER ACCOMPLISHMENTS FOR 2006

- Reviewed and filed all official opinions of the Attorney General for research purposes.
- Provided legislators with information concerning proposed legislation upon request and met with or testified before legislative bodies to explain the intent or effect of proposed legislation.
- Compiled the annual update of the legal digest for Mississippi counties.
- Scheduled and conducted continuing education for the staff of the Office of the State Auditor.



AUDIT REPORTS RELEASED



**SCHOOL DISTRICT AUDITS RELEASED BY THE OFFICE OF THE STATE AUDITOR
STATE FISCAL YEAR ENDED JUNE 30, 2006**

Year	School District	GOVERNMENTAL ACTIVITIES			Ending Net Assets
		Program Revenue	General Revenue	Expenses	
School Districts Audited by CPA Firms					
2003	Indianola School District	6,559,411	12,052,032	18,063,244	7,380,267
2003	Kemper County School District	3,053,901	8,467,872	9,444,733	3,621,136
2003	Moss Point School District	9,155,560	21,451,753	30,351,923	15,551,846
2003	Scott County School District	4,830,211	17,068,749	21,677,947	15,020,479
2003	Starkville School District	8,225,580	22,911,582	31,537,981	6,588,618
2003	Sunflower County School District	4,126,828	9,005,631	12,936,810	(774,592)
2003	West Tallahatchie Cons. School District	4,091,283	6,446,829	9,953,147	1,775,765
2003	Yazoo City Municipal School District	5,937,619	11,677,424	16,176,276	3,789,963
2004	Amory School District	3,138,605	9,279,658	11,437,708	193,726
2004	Bay St. Louis-Waveland School District	3,192,978	14,363,387	16,776,899	8,494,048
2004	Benoit School District	1,360,809	2,172,307	3,921,645	869,295
2004	Benton County School District	2,200,176	6,434,673	8,403,668	5,077,225
2004	Booneville School District	1,440,569	7,104,548	7,560,279	8,693,901
2004	Brookhaven School District	4,614,078	17,311,789	21,504,687	12,127,551
2004	Calhoun County School District	3,921,107	14,041,357	16,903,700	7,395,170
2004	Canton Public School District	5,925,481	17,150,366	21,399,298	15,279,336
2004	Carroll County School District	1,919,374	7,096,794	7,967,824	4,334,059
2004	Claiborne County School District	3,316,647	11,309,378	14,623,136	8,147,626
2004	Clay County School District	950,511	1,699,415	2,440,283	1,931,566
2004	Cleveland School District	7,684,303	17,153,061	24,291,331	410,169
2004	Coahoma County School District	4,795,148	10,344,899	15,345,518	(796,254)
2004	Coffeetown School District	1,915,486	4,489,137	6,285,090	3,131,556
2004	Columbia School District	2,622,924	11,032,378	13,790,555	9,765,112

**SCHOOL DISTRICT AUDITS RELEASED BY THE OFFICE OF THE STATE AUDITOR
STATE FISCAL YEAR ENDED JUNE 30, 2006**

Year	School District	GOVERNMENTAL ACTIVITIES			Ending Net Assets
		Program Revenue	General Revenue	Expenses	
2004	Columbus Municipal School District	9,303,866	29,686,086	36,811,663	16,492,027
2004	Copiah County School District	5,029,118	15,123,480	18,626,118	4,992,763
2004	Corinth School District	2,067,109	11,631,017	12,872,606	13,839,814
2004	Covington County School District	5,883,284	17,070,371	22,280,656	12,511,789
2004	Drew School District	1,813,612	3,708,772	5,474,787	1,182,887
2004	Durant Public School District	1,767,889	3,005,706	4,898,038	(662,271)
2004	East Jasper School District	2,429,436	7,459,264	8,796,825	6,504,838
2004	East Tallahatchie School District	2,518,889	8,099,846	10,561,669	3,181,972
2004	Forrest County School District	3,309,862	15,204,450	17,135,717	9,803,793
2004	George County School District	5,283,941	19,025,519	23,052,316	12,777,219
2004	Greene County School District	4,801,746	10,148,106	14,241,261	7,747,197
2004	Greenville Public Schools	17,236,353	36,635,408	53,551,628	(786,038)
2004	Greenwood Public School District	6,054,402	17,191,058	22,921,225	13,216,694
2004	Gulfport School District	26,012,605	24,734,953	50,380,415	24,441,721
2004	Hancock County School District	10,755,242	19,273,267	28,741,137	15,120,617
2004	Harrison County School District	16,858,156	69,365,676	87,622,963	24,004,345
2004	Hazlehurst City School District	2,817,195	8,638,776	10,986,717	2,293,417
2004	Hinds County School District	7,171,772	34,919,501	37,249,992	17,983,959
2004	Holly Springs School District	3,248,175	10,047,493	12,472,305	7,254,752
2004	Holmes County School District	8,528,537	16,709,538	23,457,324	12,561,887
2004	Itawamba County School District	4,272,584	20,070,238	23,083,751	15,723,192
2004	Jackson County School District	8,827,344	45,250,630	49,215,296	35,312,959
2004	Jackson Public School District	45,312,012	187,165,383	228,122,594	38,958,843
2004	Jefferson Davis County School District	5,575,660	11,599,080	17,423,286	12,701,601
2004	Kemper County School District	3,125,573	6,407,080	9,878,150	3,294,012

**SCHOOL DISTRICT AUDITS RELEASED BY THE OFFICE OF THE STATE AUDITOR
STATE FISCAL YEAR ENDED JUNE 30, 2006**

Year	School District	GOVERNMENTAL ACTIVITIES			Expenses	Ending Net Assets
		Program Revenue	General Revenue			
2004	Lauderdale County School District	7,231,872	34,431,812	39,119,214	25,721,191	
2004	Leake County School District	5,064,426	15,973,790	19,600,579	11,906,246	
2004	Lowndes County School District	6,766,160	30,059,883	32,929,356	28,950,710	
2004	Lumberton Public School District	1,296,058	5,111,582	5,684,939	5,340,972	
2004	Madison County School District	8,978,914	66,223,070	64,941,332	54,431,754	
2004	Marshall County School District	5,177,245	16,283,243	19,012,824	10,036,731	
2004	McComb Separate School District	6,140,679	17,422,678	22,932,287	6,655,771	
2004	Meridian Public School District	33,645,138	15,527,617	48,738,922	16,114,473	
2004	Monroe County School District	3,135,021	13,018,796	15,432,898	10,418,841	
2004	Montgomery County School District	1,490,462	3,491,087	5,327,029	1,655,045	
2004	Neshoba County School District	4,351,624	14,024,658	17,337,414	11,224,395	
2004	Nettleton School District	2,142,624	7,071,148	8,377,044	4,169,531	
2004	Newton County School District	9,865,906	2,664,068	11,583,798	13,953,985	
2004	North Panola School District	3,987,828	10,513,208	13,041,364	3,154,287	
2004	Noxubee County School District	4,583,675	13,773,804	16,381,672	13,737,412	
2004	Ocean Springs School District	5,825,760	30,094,031	30,590,131	31,995,909	
2004	Okolona Municipal Sep. School District	1,892,412	4,706,942	6,198,815	1,603,888	
2004	Oktribbeha County School District	2,742,128	7,685,019	10,635,948	988,042	
2004	Oxford School District	3,939,999	20,049,679	21,832,718	13,085,022	
2004	Pascagoula Municipal Sep. School District	1,516,848	57,205,725	57,946,610	37,456,299	
2004	Pearl Public School District	4,836,926	20,747,595	22,829,332	16,992,607	
2004	Pearl River County School District	2,965,330	13,840,299	15,367,371	8,577,338	
2004	Petal School District	16,042,347	9,167,261	23,243,133	16,038,065	
2004	Philadelphia Public School District	1,978,716	6,489,709	8,155,943	3,586,384	
2004	Picayune School District	6,445,138	20,932,113	27,346,451	7,161,494	

**SCHOOL DISTRICT AUDITS RELEASED BY THE OFFICE OF THE STATE AUDITOR
STATE FISCAL YEAR ENDED JUNE 30, 2006**

Year	School District	GOVERNMENTAL ACTIVITIES			Ending Net Assets
		Program Revenue	General Revenue	Expenses	
2004	Pontotoc City School District	2,813,804	12,291,189	14,000,602	10,610,007
2004	Pontotoc County School District	3,894,672	15,939,333	18,714,156	6,475,393
2004	Prentiss County School District	4,873,011	12,628,830	17,849,191	3,292,515
2004	South Panola School District	6,736,594	24,207,304	29,595,249	12,685,394
2004	South Pike School District	4,015,766	11,743,209	14,392,541	10,032,301
2004	Starkville School District	8,571,744	24,205,349	32,078,783	7,539,989
2004	Sunflower County School District	4,393,174	9,348,754	12,675,125	292,211
2004	Tate County School District	4,278,676	13,910,473	17,165,815	5,776,826
2004	Tunica County School District	3,640,588	17,072,134	23,159,267	22,041,578
2004	Tupelo Public School District	9,802,770	49,400,097	53,739,064	27,647,837
2004	Union County School District	3,283,500	13,245,046	15,686,249	8,148,887
2004	Union Public School District	1,421,999	4,270,029	5,345,417	3,829,612
2004	Vicksburg-Warren School District	11,159,432	50,966,433	61,409,266	34,545,540
2004	West Bolivar School District	2,958,285	5,975,970	8,665,574	1,326,639
2004	West Jasper Consolidated School District	3,319,233	10,337,548	11,628,502	8,697,743
2004	West Point School District	6,500,810	19,377,807	22,245,783	11,568,675
2004	West Tallahatchie Cons. School District	3,793,916	5,690,598	9,707,524	1,569,710
2004	Western Line School District	2,811,341	11,125,555	13,512,257	6,646,128
2004	Wilkinson County School District	3,135,336	8,372,752	10,935,135	7,824,605
2004	Yazoo County School District	3,868,089	10,881,029	14,878,897	11,466,768
2005	Amite County School District	3,420,980	9,254,387	11,654,098	9,686,763
2005	Amory School District	3,253,554	9,791,932	12,028,525	1,210,687
2005	Benoit School District	1,489,743	2,270,194	3,669,363	959,870
2005	Calhoun County School District	4,036,673	13,056,581	16,802,285	7,686,141
2005	Carroll County School District	2,096,820	6,627,216	8,334,007	4,716,224

**SCHOOL DISTRICT AUDITS RELEASED BY THE OFFICE OF THE STATE AUDITOR
STATE FISCAL YEAR ENDED JUNE 30, 2006**

Year	School District	GOVERNMENTAL ACTIVITIES			Expenses	Ending Net Assets
		Program Revenue	General Revenue			
2005	Chickasaw County School District	899,729	3,141,463	3,986,257	2,591,421	
2005	Choctaw County School District	3,682,408	10,660,410	12,673,517	9,946,735	
2005	Clay County School District	867,776	1,661,636	2,325,387	2,147,661	
2005	Clinton Public School District	4,322,268	27,907,781	29,584,488	22,689,765	
2005	Coffeeville School District	1,827,263	4,354,036	6,222,851	3,090,004	
2005	Columbia School District	3,559,574	10,610,402	13,540,213	10,486,045	
2005	Columbus Municipal School District	8,858,333	30,257,589	37,590,811	18,109,759	
2005	Covington County School District	7,059,582	16,477,414	23,270,106	12,958,532	
2005	DeSoto County School District	21,698,385	137,784,394	142,752,490	134,436,718	
2005	Durant Public School District	1,095,751	3,403,962	4,011,072	(168,591)	
2005	East Jasper School District	2,247,124	7,757,069	9,455,357	7,053,674	
2005	Enterprise School District	1,121,726	5,318,850	6,265,099	4,138,628	
2005	Forest Municipal School District	2,845,378	9,298,784	11,052,378	4,719,678	
2005	Forrest County School District	3,399,844	16,597,600	18,010,474	11,809,038	
2005	Franklin County School District	2,827,839	10,011,657	12,712,830	7,309,760	
2005	George County School District	5,242,792	20,648,181	24,131,092	14,164,144	
2005	Gulfport School District	9,685,165	42,353,054	52,205,692	24,274,248	
2005	Harrison County School District	14,948,248	73,518,380	84,318,045	28,152,928	
2005	Hattiesburg Public School District	9,998,521	31,359,000	39,478,039	8,908,678	
2005	Hollandale School District	3,796,112	5,770,440	9,275,682	2,887,319	
2005	Humphreys County School District	4,592,421	10,017,990	12,815,363	14,462,817	
2005	Jefferson County School District	3,333,543	9,030,612	11,616,227	3,855,430	
2005	Jones County School District	38,437,451	16,209,684	52,705,969	28,551,912	
2005	Kosciusko School District	3,137,881	11,315,846	13,865,396	12,584,697	
2005	Lamar County School District	7,635,155	41,316,291	46,725,185	25,543,046	

**SCHOOL DISTRICT AUDITS RELEASED BY THE OFFICE OF THE STATE AUDITOR
STATE FISCAL YEAR ENDED JUNE 30, 2006**

Year	School District	GOVERNMENTAL ACTIVITIES			Expenses	Ending Net Assets
		Program Revenue	General Revenue			
2005	Lauderdale County School District	7,891,926	37,089,846	41,395,237	29,437,736	
2005	Laurel School District	6,906,947	19,107,664	24,484,327	11,881,700	
2005	Lawrence County School District	5,900,282	12,860,471	17,758,589	9,502,138	
2005	Leake County School District	5,815,470	16,753,672	21,789,913	12,684,269	
2005	Leland School District	2,873,141	7,055,821	9,144,943	2,204,292	
2005	Lincoln County School District	3,364,830	16,152,658	17,156,196	14,875,813	
2005	Lowndes County School District	7,142,889	30,636,693	34,603,332	32,126,960	
2005	Marion County School District	4,612,824	13,928,102	18,078,609	12,342,710	
2005	Marshall County School District	5,692,856	17,092,296	20,551,392	11,994,270	
2005	McComb Separate School District	6,959,191	18,542,780	23,949,088	8,196,202	
2005	Montgomery County School District	1,348,330	3,322,348	4,718,301	1,607,422	
2005	Mound Bayou Public Schools	1,711,863	3,941,943	5,133,230	1,917,309	
2005	Natchez-Adams School District	8,218,502	23,136,541	34,192,448	30,610,345	
2005	Neshoba County School District	4,041,596	15,243,557	18,094,836	12,427,050	
2005	New Albany Public School District	4,237,379	11,702,342	15,606,084	7,832,145	
2005	Newton County School District	4,140,657	9,385,542	13,012,610	14,467,574	
2005	Newton Municipal School District	2,179,062	6,583,607	8,548,741	6,607,771	
2005	North Bolivar School District	1,815,277	6,410,772	7,551,733	1,083,805	
2005	North Panola School District	3,696,532	10,758,628	13,812,252	4,712,191	
2005	North Pike Consolidated School District	2,007,599	9,729,591	10,078,012	10,471,403	
2005	Okolona Municipal Sep. School District	2,008,028	4,840,131	6,925,114	1,502,967	
2005	Oxford School District	4,045,855	21,119,430	23,391,861	14,858,446	
2005	Pearl Public School District	4,709,031	21,741,443	25,614,727	17,828,354	
2005	Perry County School District	3,641,479	8,400,550	11,697,516	4,070,737	
2005	Philadelphia Public School District	2,215,504	7,491,098	8,919,172	4,373,814	

SCHOOL DISTRICT AUDITS RELEASED BY THE OFFICE OF THE STATE AUDITOR
STATE FISCAL YEAR ENDED JUNE 30, 2006

Year	School District	GOVERNMENTAL ACTIVITIES			Ending Net Assets
		Program Revenue	General Revenue	Expenses	
2005	Pontotoc City School District	2,790,117	13,413,844	14,439,235	12,374,733
2005	Pontotoc County School District	3,905,197	15,908,804	18,825,088	7,517,549
2005	Poplarville Special Mun. Sep. Sch. Dist.	3,184,819	12,519,863	14,244,559	12,618,940
2005	Rankin County School District	18,373,613	98,476,056	116,662,297	73,372,952
2005	Richton School District	1,011,385	4,000,071	5,054,699	2,701,928
2005	Shaw School District	1,315,105	4,200,736	5,613,520	189,631
2005	Simpson County School District	7,128,390	22,581,752	27,628,807	22,164,949
2005	Smith County School District	4,903,006	16,555,029	20,116,729	23,270,539
2005	South Delta School District	3,344,694	7,544,102	10,568,253	6,386,812
2005	South Pike School District	4,152,419	12,522,429	15,522,157	11,184,992
2005	Tate County School District	3,887,569	14,476,898	18,229,603	5,665,941
2005	Tunica County School District	4,054,804	18,733,556	23,616,364	21,509,314
2005	Walthall County School District	4,793,713	14,984,384	18,250,677	8,680,020
2005	Water Valley School District	1,890,898	6,889,495	8,862,503	2,165,383
2005	West Bolivar School District	2,727,161	6,421,694	8,862,507	1,675,562
2005	West Jasper Consolidated School District	2,940,784	10,706,785	12,308,637	10,172,190
2005	Winona Public School District	2,958,948	7,169,027	9,549,387	4,692,579
Total By CPA Firms		\$ 914,256,638	2,933,648,859	3,662,265,225	1,950,361,475
School Districts Audited by OSA					
2004	Aberdeen School District	3,007,474	10,729,457	12,993,839	4,755,482
2004	Alcorn County School District	5,503,313	20,891,499	25,320,197	12,793,867
2004	Baldwyn Public School District	1,363,618	5,600,955	6,972,790	3,025,353
2004	Grenada School District	6,384,232	23,347,597	27,929,573	26,932,215

**SCHOOL DISTRICT AUDITS RELEASED BY THE OFFICE OF THE STATE AUDITOR
STATE FISCAL YEAR ENDED JUNE 30, 2006**

Year	School District	GOVERNMENTAL ACTIVITIES			Ending Net Assets
		Program Revenue	General Revenue	Expenses	
2004	Houston School District	2,943,782	10,618,438	12,998,563	5,791,467
2004	Leflore County School District	6,514,389	14,851,501	19,807,440	6,947,089
2004	Long Beach School District	3,555,609	18,120,232	21,174,517	4,522,103
2004	Louisville Municipal School District	5,286,874	15,618,545	20,482,168	11,417,526
2004	North Tippah Cons. School District	2,021,000	7,271,364	8,584,056	4,301,014
2004	Pass Christian Public School District	2,575,279	13,817,201	15,569,176	10,518,975
2004	Perry County School District	2,907,906	7,573,285	10,368,108	3,768,892
2004	Quitman County School District	3,487,938	8,238,971	11,560,732	1,884,356
2004	Senatobia Municipal School District	2,127,745	9,047,414	9,974,461	4,873,668
2004	Stone County School District	3,909,246	13,806,146	17,231,824	7,859,602
2005	Aberdeen School District	3,047,880	9,893,087	13,078,983	4,617,466
2005	Attala County School District	2,548,377	7,489,212	10,324,037	12,313,287
2005	Grenada School District	6,875,148	23,659,309	30,256,142	27,210,530
2005	Houston School District	3,055,960	10,791,717	13,349,267	6,134,250
2005	Lee County School District	7,095,983	37,254,877	43,227,451	30,978,893
2005	Louisville Municipal School District	5,375,170	16,067,016	20,676,997	12,182,715
2005	Quitman Cons. School District	4,015,476	12,488,544	16,072,985	17,284,425
2005	Senatobia Municipal School District	2,173,549	9,539,431	10,482,793	6,103,701
2005	South Tippah School District	4,017,807	13,842,358	17,125,531	15,758,690
Total By OSA		\$ 89,793,755	320,558,156	395,561,630	241,975,566
Combined Total		\$ 1,004,050,393	3,254,207,015	4,057,826,855	2,192,337,041

Source – Financial and Compliance Audit Division, Office of the State Auditor (OSA)

COLLEGE AUDITS RELEASED BY THE OFFICE OF THE STATE AUDITOR
STATE FISCAL YEAR ENDED JUNE 30, 2006

Year	College	Operating Revenue	Nonoperating Revenue	Operating Expenses	Nonoperating Expenses	Other Rev. & Exp. (Net)	Ending Net Assets	Appropriations	State Appropriations	Tuition & Fees (Net)
Colleges Audited by CPA Firms										
2004	Copiah-Lincoln Community College	\$ 16,164,692	11,028,172	26,366,836	404,969	1,185,565	24,789,139	8,544,956	8,544,956	2,451,486
2004	East Mississippi Community College	18,232,158	11,143,668	27,296,197	234,999	0	19,644,406	8,462,260	8,462,260	3,490,041
2004	Hinds Community College	48,814,654	39,654,964	80,103,817	4,529,034	1,581,936	93,457,510	25,254,852	25,254,852	9,148,364
2004	Itawamba Community College	26,907,317	14,814,494	42,344,114	424,698	4,618,578	40,565,666	12,174,384	12,174,384	6,673,265
2004	Jones County Junior College	20,955,308	15,891,369	36,304,838	0	4,196,823	55,633,753	3,042,077	3,042,077	2,778,929
2004	Mississippi Gulf Coast Community College	34,083,009	27,395,094	65,387,231	131,450	5,528,822	72,130,278	20,465,631	20,465,631	6,100,957
2004	Northeast Mississippi Community College	17,413,433	10,050,244	28,908,014	266,672	1,221,197	35,424,362	8,641,980	8,641,980	3,294,474
2004	Northwest Mississippi Community College	24,866,869	18,006,018	42,640,724	587,462	7,039,805	55,110,816	17,421,873	17,421,873	3,423,742
2004	Southwest Mississippi Community College	10,525,922	7,732,712	19,605,243	0	0	34,621,205	5,194,817	5,194,817	3,062,601
2005	East Mississippi Community College	22,206,613	11,567,596	29,958,112	203,106	0	23,257,397	8,763,347	8,763,347	4,883,100
2005	Hinds Community College	50,794,049	38,646,969	86,310,903	1,027,211	1,386,670	96,947,084	22,675,103	22,675,103	9,316,982
2005	Itawamba Community College	26,498,174	19,315,356	48,508,965	448,088	6,806,537	44,228,680	16,947,525	16,947,525	7,377,540
2005	Mississippi Gulf Coast Community College	37,070,578	27,744,374	70,070,178	220,296	11,126,516	77,781,272	23,706,674	23,706,674	9,397,264
2005	Northwest Mississippi Community College	29,222,098	17,295,707	47,679,614	387,243	7,161,586	60,692,284	16,300,978	16,300,978	4,397,133
2005	Pearl River Community College	20,438,706	12,920,580	31,933,511	193,070	1,701,961	42,041,705	1,701,961	1,701,961	2,528,297
Total By CPA Firms		\$ 404,193,580	283,207,317	683,418,297	9,058,298	53,555,996	776,325,557	199,298,418	199,298,418	78,324,175
Colleges Audited by OSA										
2004	Coahoma Community College & Agricultural High School	\$ 13,735,278	8,674,959	20,775,541	114,823	(68,972)	22,384,117	5,739,293	5,739,293	(320,349)
2004	Holmes Community College	17,978,152	10,946,125	27,471,178	721,959	1,395,917	36,438,587	9,132,003	9,132,003	1,095,344
2004	Meridian Community College	15,832,681	10,053,199	25,932,282	139,423	1,849,237	21,912,131	9,655,300	9,655,300	2,116,759
2004	Mississippi Delta Community College	15,027,404	10,972,515	27,037,736	46,673	(4,744)	22,495,578	8,467,982	8,467,982	1,203,813
Total By OSA		\$ 62,573,515	40,646,798	101,216,737	1,022,878	3,171,438	103,230,413	32,994,578	32,994,578	4,095,567
Combined Total		\$ 466,767,095	323,854,115	784,635,034	10,081,176	56,727,434	879,555,970	232,292,996	232,292,996	82,419,742

Source – Financial and Compliance Audit Division, Office of the State Auditor (OSA)

UNIVERSITY SYSTEM AUDITS RELEASED BY THE OFFICE OF THE STATE AUDITOR
STATE FISCAL YEAR ENDED JUNE 30, 2006

Year	College	Operating Revenue	Nonoperating Revenue	Operating Expenses	Nonoperating Expenses	Other Rev. & Exp. (Net)	Ending Net Assets	State Appropriations	Tuition & Fees (Net)
University System Audited by OSA									
2004	State of Mississippi Institutions of Higher Learning	\$ 1,393,757,361	639,793,520	1,963,423,602	51,621,702	99,627,048	2,151,953,746	647,840,998	251,201,032
2005	State of Mississippi Institutions of Higher Learning	1,447,526,178	658,504,564	2,043,001,535	49,103,962	70,658,684	2,233,451,322	658,672,801	281,294,165
Total		\$ 2,841,283,539	1,298,298,084	4,006,425,137	100,725,664	170,285,732	4,385,405,068	1,306,513,799	532,495,197

Source – Financial and Compliance Audit Division, Office of the State Auditor (OSA)

COUNTY AUDITS RELEASED BY THE OFFICE OF THE STATE AUDITOR
STATE FISCAL YEAR ENDED JUNE 30, 2006

Year	County	GOVERNMENTAL ACTIVITIES				BUSINESS-TYPE ACTIVITIES			
		Program Revenue	General Revenue	Expenses	Ending Net Assets	Program Revenue	General Revenue	Expenses	Ending Net Assets
Counties Audited by CPA Firms									
2003	Itawamba County	2,443,894	4,928,215	5,967,213	5,142,195	970,852	2,890	974,709	447,181
2003	Lee County	8,860,258	16,644,257	32,506,150	221,167,549	1,520,062	74,966	1,742,769	906,740
2003	Marshall County	2,963,231	10,920,105	14,490,398	47,734,430	0	0	0	0
2003	Monroe County	4,439,514	9,817,764	13,541,562	58,578,725	908,240	90,085	1,368,191	1,429,825
2003	Panola County	5,285,518	8,720,174	14,652,916	15,314,790	1,313,337	0	1,384,563	105,632
2003	Tippah County	3,313,352	4,355,898	7,384,176	16,000,693	0	0	0	0
2003	Tishomingo County	4,213,932	5,240,054	7,614,477	56,817,558	0	0	0	0
2003	Union County	2,771,824	6,817,747	10,805,118	81,898,749	657,024	21,983	657,636	1,235,179
2004	Adams County	4,250,204	11,450,607	17,760,076	26,148,313	0	0	0	0
2004	Alcorn County	4,464,416	8,167,742	14,215,961	47,200,807	0	0	0	0
2004	Attala County	2,533,733	5,713,611	7,680,604	18,721,221	0	0	0	0
2004	Chickasaw County	2,524,082	3,849,223	6,471,147	7,785,519	0	0	0	0
2004	Clarke County	2,958,466	5,074,387	7,584,167	29,068,362	0	0	0	0
2004	Coahoma County	3,273,650	9,964,014	14,171,599	114,207,209	561,441	14,212	403,089	3,557,621
2004	DeSoto County	12,593,793	36,157,951	44,729,889	91,445,245	0	0	0	0
2004	Hancock County	4,995,704	20,326,601	26,181,252	11,657,803	0	0	0	0
2004	Hinds County	19,967,141	51,347,036	70,889,993	68,297,745	0	0	0	0
2004	Issaquena County	578,802	1,305,985	1,869,773	2,518,690	3,207,555	1,716	2,861,438	1,548,762
2004	Jefferson County	2,681,297	4,150,400	6,701,590	805,343	2,950,112	21,222	2,936,365	354,690
2004	Jones County	5,071,205	17,154,847	19,081,036	48,501,549	1,550,768	(15,220)	1,498,036	(91,542)
2004	Lamar County	3,292,088	18,380,990	21,070,156	72,472,655	0	0	0	0
2004	Lawrence County	1,997,573	5,203,392	9,441,330	52,386,616	0	0	0	0
2004	LeFlore County	8,891,053	12,351,259	19,697,364	44,367,499	0	0	0	0
2004	Lincoln County	8,130,350	7,381,715	13,711,140	81,331,117	0	0	0	0
2004	Lowndes County	9,180,729	16,098,611	24,096,020	58,559,498	0	0	0	0
2004	Madison County	9,038,043	27,681,037	38,406,234	14,087,286	0	0	0	0
2004	Marion County	1,477,068	9,034,440	14,966,371	16,103,029	3,215,674	320,409	3,645,093	(618,447)
2004	Montgomery County	1,517,217	3,506,442	4,811,323	6,112,789	0	0	0	0
2004	Neshoba County	3,735,780	6,843,151	10,130,893	7,526,589	289,783	298	335,479	78,793

COUNTY AUDITS RELEASED BY THE OFFICE OF THE STATE AUDITOR
STATE FISCAL YEAR ENDED JUNE 30, 2006

		GOVERNMENTAL ACTIVITIES				BUSINESS-TYPE ACTIVITIES			
Year	County	Program Revenue	General Revenue	Expenses	Ending Net Assets	Program Revenue	General Revenue	Expenses	Ending Net Assets
2004	Newton County	1,846,169	4,983,120	7,110,397	4,626,009	464,240	5,981	558,754	644,914
2004	Noxubee County	2,871,342	4,294,789	6,665,576	14,343,125	0	0	0	0
2004	Pearl River County	4,503,162	11,904,764	16,184,104	48,242,981	0	0	0	0
2004	Quitman County	1,672,403	3,318,974	5,163,494	2,351,003	0	0	0	0
2004	Scott County	3,872,101	6,997,720	10,380,345	12,846,010	0	0	0	0
2004	Simpson County	3,246,589	5,091,445	12,102,376	51,342,388	591,936	5,470	535,030	983,399
2004	Smith County	1,902,166	4,556,009	8,479,870	40,984,103	298,420	34,984	399,768	92,044
2004	Tate County	2,521,101	7,190,976	10,447,950	30,265,843	943,385	15,780	914,478	824,978
2004	Tunica County	4,205,081	44,792,973	47,795,605	150,531,093	0	0	0	0
2004	Union County	3,239,359	7,673,724	10,981,661	81,830,171	642,689	44,431	666,573	1,255,726
2004	Warren County	4,067,766	17,126,050	19,686,033	22,523,599	0	0	0	0
2004	Washington County	9,729,185	22,756,534	30,412,541	5,798,397	72,813	245,437	281,113	238,917
2004	Wayne County	1,897,810	8,105,911	9,817,273	77,068,529	0	0	0	0
2004	Webster County	3,581,491	2,812,886	5,548,884	2,740,952	0	0	0	0
2004	Wilkinson County	2,098,684	2,711,439	5,380,669	7,359,641	323,790	2,015	289,574	362,102
2004	Yalobusha County	4,338,672	4,589,743	6,516,534	11,476,664	0	0	0	0
2004	Yazoo County	1,777,156	9,068,701	14,427,187	72,105,547	0	0	0	0
2005	DeSoto County	11,256,697	41,671,962	48,835,996	94,682,294	0	0	0	0
2005	Lauderdale County	10,711,196	21,331,632	28,369,353	13,570,500	3,755,849	96,911	3,552,654	1,584,844
Total By CPA Firms		\$ 226,782,047	579,567,007	804,935,776	2,066,648,422	24,237,970	983,570	25,005,312	14,941,358
Counties Audited by OSA									
2003	Bolivar County	2,875,185	11,592,394	13,126,384	50,655,259	3,070,034	39,790	4,341,046	(587,399)
2003	Calhoun County	2,192,899	3,756,197	5,572,044	6,440,466	517,955	3,525	519,471	329,277
2003	Choctaw County	2,665,257	2,680,074	5,960,916	17,396,834	0	0	0	0
2003	Clay County	2,698,748	4,542,476	7,569,041	17,516,659	304,944	32,905	293,938	913,953
2003	Covington County	1,961,147	5,540,769	10,188,888	67,799,731	0	0	0	0
2003	Holmes County	5,719,312	5,375,536	7,293,578	8,185,003	2,766,516	3,593	2,294,708	279,529
2003	Lafayette County	4,133,943	8,383,902	12,951,336	19,743,803	934,558	256,687	1,170,990	562,126

COUNTY AUDITS RELEASED BY THE OFFICE OF THE STATE AUDITOR
STATE FISCAL YEAR ENDED JUNE 30, 2006

Year	County	GOVERNMENTAL ACTIVITIES			BUSINESS-TYPE ACTIVITIES			Ending Net Assets	Expenses	Ending Net Assets
		Program Revenue	General Revenue	General Revenue	Program Revenue	General Revenue	Expenses			
2003	Sharkey County	1,171,604	2,002,704	0	0	0	7,478,133	0	0	0
2004	Amite County	1,754,490	3,506,060	487,074	2,731	585,352	6,709,016	585,352	661,009	661,009
2004	Benton County	1,656,444	2,308,502	0	5,141,734	0	5,141,734	0	0	0
2004	Clatborne County	6,436,210	7,098,021	0	10,200,916	0	10,200,916	0	0	0
2004	Clay County	2,523,098	4,807,477	273,951	18,012,838	25,334	18,012,838	313,186	897,761	897,761
2004	Copiah County	3,654,954	6,761,978	0	12,062,085	0	12,062,085	0	0	0
2004	Covington County	2,019,981	5,594,795	0	64,101,901	0	64,101,901	0	0	0
2004	Forrest County	10,343,685	18,408,387	0	27,077,816	0	27,077,816	0	0	0
2004	George County	2,419,670	6,048,720	2,463,610	115,417,374	11,269	115,417,374	2,204,578	984,082	984,082
2004	Greene County	2,501,497	4,384,021	400,279	8,166,912	0	8,166,912	414,656	163,433	163,433
2004	Harrison County	32,404,733	59,881,716	0	74,324,171	0	74,324,171	0	0	0
2004	Jasper County	2,199,442	7,041,232	424,323	6,657,252	3,665	6,657,252	449,885	142,857	142,857
2004	Jefferson Davis County	1,766,275	6,353,235	0	29,851,630	0	29,851,630	0	0	0
2004	Lafayette County	5,106,791	5,998,137	903,466	16,419,998	290,071	16,419,998	1,095,235	724,938	724,938
2004	Leake County	3,316,615	5,622,196	3,897,240	3,305,219	271,381	3,305,219	3,133,541	2,205,750	2,205,750
2004	Perry County	2,826,362	2,671,183	0	24,861,126	0	24,861,126	0	0	0
2004	Pike County	5,416,538	10,554,466	292,734	50,711,610	33,509	50,711,610	257,916	1,034,042	1,034,042
2004	Rankin County	13,080,030	30,799,175	65,566	140,198,694	23,076	140,198,694	92,335	163,637	163,637
2004	Sharkey County	1,331,653	2,407,105	0	7,615,769	0	7,615,769	0	0	0
2004	Sunflower County	2,714,712	7,307,423	0	21,678,581	0	21,678,581	0	0	0
2004	Walthall County	2,047,561	4,206,415	220,646	7,307,190	12,126	7,307,190	472,860	672,951	672,951
Total By OSA		\$ 128,938,836	245,544,296	17,022,896	845,037,720	1,009,662	845,037,720	17,639,697	9,147,946	9,147,946
Combined Total		\$ 355,720,883	825,111,303	41,260,866	2,911,686,142	1,993,232	2,911,686,142	42,645,009	24,089,304	24,089,304

Source – Financial and Compliance Audit Division, Office of the State Auditor (OSA)

**OFFICE OF THE STATE AUDITOR
FINANCIAL AND COMPLIANCE AUDIT REPORTS RELEASED
STATE FISCAL YEAR ENDED JUNE 30, 2006**

<u>GOVERNMENT ENTITY</u>	<u>PERIOD ENDED</u>
<u>Released in July 2005</u>	
Calhoun County	September 30, 2003
Choctaw County	September 30, 2003
Clay County	September 30, 2003
Covington County	September 30, 2003
Lafayette County	September 30, 2003
Sharkey County	September 30, 2003
Kemper County School District	June 30, 2003
Bay St. Louis-Waveland School District	June 30, 2004
Calhoun County School District	June 30, 2004
Columbus Municipal School District	June 30, 2004
Grenada School District	June 30, 2004
Meridian Public School District	June 30, 2004
Pontotoc City School District	June 30, 2004
Pontotoc County School District	June 30, 2004
State of Mississippi Institutions of Higher Learning	June 30, 2004
<u>Released in August 2005</u>	
Holmes County	September 30, 2003
Lee County	September 30, 2003
Clarke County	September 30, 2004
Lamar County	September 30, 2004
Leflore County	September 30, 2004
Wayne County	September 30, 2004

**OFFICE OF THE STATE AUDITOR
FINANCIAL AND COMPLIANCE AUDIT REPORTS RELEASED
STATE FISCAL YEAR ENDED JUNE 30, 2006**

<u>GOVERNMENT ENTITY</u>	<u>PERIOD ENDED</u>
Moss Point School District	June 30, 2003
Benoit School District	June 30, 2004
Booneville School District	June 30, 2004
Brookhaven School District	June 30, 2004
Canton Public School District	June 30, 2004
Carroll County School District	June 30, 2004
Clay County School District	June 30, 2004
Coffeeville School District	June 30, 2004
Columbia School District	June 30, 2004
Copiah County School District	June 30, 2004
Corinth School District	June 30, 2004
Covington County School District	June 30, 2004
East Jasper School District	June 30, 2004
Greene County School District	June 30, 2004
Gulfport School District	June 30, 2004
Hancock County School District	June 30, 2004
Harrison County School District	June 30, 2004
Jackson County School District	June 30, 2004
Leake County School District	June 30, 2004
Long Beach School District	June 30, 2004
Lumberton Public School District	June 30, 2004
Madison County School District	June 30, 2004
McComb Separate School District	June 30, 2004
Montgomery County School District	June 30, 2004
Neshoba County School District	June 30, 2004
North Panola School District	June 30, 2004
North Tippah Consolidated School District	June 30, 2004
Ocean Springs School District	June 30, 2004
Okolona Municipal Separate School District	June 30, 2004
Pearl Public School District	June 30, 2004

**OFFICE OF THE STATE AUDITOR
FINANCIAL AND COMPLIANCE AUDIT REPORTS RELEASED
STATE FISCAL YEAR ENDED JUNE 30, 2006**

<u>GOVERNMENT ENTITY</u>	<u>PERIOD ENDED</u>
Pearl River County School District	June 30, 2004
Petal School District	June 30, 2004
Picayune School District	June 30, 2004
South Pike School District	June 30, 2004
Tate County School District	June 30, 2004
Tunica County School District	June 30, 2004
Tupelo Public School District	June 30, 2004
Union County School District	June 30, 2004
Vicksburg-Warren School District	June 30, 2004
West Bolivar School District	June 30, 2004
West Jasper Consolidated School District	June 30, 2004
Wilkinson County School District	June 30, 2004
Mississippi Gulf Coast Community College	June 30, 2004
Northwest Mississippi Community College	June 30, 2004
 <u>Released in September 2005</u>	
Tishomingo County	September 30, 2003
Union County	September 30, 2003
Hancock County	September 30, 2004
Pearl River County	September 30, 2004
Indianola School District	June 30, 2003
Starkville School District	June 30, 2003
West Tallahatchie Consolidated School District	June 30, 2003
Aberdeen School District	June 30, 2004
Alcorn County School District	June 30, 2004
Amory School District	June 30, 2004

**OFFICE OF THE STATE AUDITOR
FINANCIAL AND COMPLIANCE AUDIT REPORTS RELEASED
STATE FISCAL YEAR ENDED JUNE 30, 2006**

<u>GOVERNMENT ENTITY</u>	<u>PERIOD ENDED</u>
Cleveland School District	June 30, 2004
East Tallahatchie School District	June 30, 2004
Jefferson Davis County School District	June 30, 2004
Oxford School District	June 30, 2004
Pascagoula Municipal Separate School District	June 30, 2004
Senatobia Municipal School District	June 30, 2004
Western Line School District	June 30, 2004
Jones County Junior College	June 30, 2004
Southwest Mississippi Community College	June 30, 2004
 <u>Released in October 2005</u>	
Itawamba County	September 30, 2003
Marshall County	September 30, 2003
DeSoto County	September 30, 2004
Greene County	September 30, 2004
Harrison County	September 30, 2004
Newton County	September 30, 2004
Noxubee County	September 30, 2004
Simpson County	September 30, 2004
Tunica County	September 30, 2004
Yalobusha County	September 30, 2004
Claiborne County School District	June 30, 2004
Drew School District	June 30, 2004
Durant Public School District	June 30, 2004
Forrest County School District	June 30, 2004
Greenwood Public School District	June 30, 2004
Jackson Public School District	June 30, 2004

**OFFICE OF THE STATE AUDITOR
FINANCIAL AND COMPLIANCE AUDIT REPORTS RELEASED
STATE FISCAL YEAR ENDED JUNE 30, 2006**

<u>GOVERNMENT ENTITY</u>	<u>PERIOD ENDED</u>
Marshall County School District	June 30, 2004
Monroe County School District	June 30, 2004
Oktibbeha County School District	June 30, 2004
South Panola School District	June 30, 2004
Union Public School District	June 30, 2004
West Point School District	June 30, 2004
Yazoo County School District	June 30, 2004
Holmes Community College	June 30, 2004
 <u>Released in November 2005</u>	
Coahoma County	September 30, 2004
Jones County	September 30, 2004
Montgomery County	September 30, 2004
Sunflower County	September 30, 2004
Baldwyn Public School District	June 30, 2004
George County School District	June 30, 2004
Greenville Public Schools	June 30, 2004
Holly Springs School District	June 30, 2004
Houston School District	June 30, 2004
Lauderdale County School District	June 30, 2004
Newton County School District	June 30, 2004
Perry County School District	June 30, 2004
Philadelphia Public School District	June 30, 2004
Starkville School District	June 30, 2004
Meridian Community College	June 30, 2004

Released in December 2005

**OFFICE OF THE STATE AUDITOR
FINANCIAL AND COMPLIANCE AUDIT REPORTS RELEASED
STATE FISCAL YEAR ENDED JUNE 30, 2006**

<u>GOVERNMENT ENTITY</u>	<u>PERIOD ENDED</u>
Attala County	September 30, 2004
Lawrence County	September 30, 2004
Lincoln County	September 30, 2004
Webster County	September 30, 2004
Wilkinson County	September 30, 2004
Yazoo County	September 30, 2004
Hazlehurst City School District	June 30, 2004
Pass Christian Public School District	June 30, 2004
Stone County School District	June 30, 2004
Expressed opinion on the State of Mississippi financial statements issued by the Department of Finance & Administration in the Comprehensive Annual Financial Report (CAFR)	June 30, 2005
 <u>Released in January 2006</u>	
Adams County	September 30, 2004
Benton County	September 30, 2004
Hinds County	September 30, 2004
Lowndes County	September 30, 2004
Perry County	September 30, 2004
Pike County	September 30, 2004
Rankin County	September 30, 2004
Benton County School District	June 30, 2004
Itawamba County School District	June 30, 2004
Leflore County School District	June 30, 2004
Louisville Municipal School District	June 30, 2004

**OFFICE OF THE STATE AUDITOR
FINANCIAL AND COMPLIANCE AUDIT REPORTS RELEASED
STATE FISCAL YEAR ENDED JUNE 30, 2006**

<u>GOVERNMENT ENTITY</u>	<u>PERIOD ENDED</u>
Nettleton School District	June 30, 2004
Prentiss County School District	June 30, 2004
Quitman County School District	June 30, 2004
Kosciusko School District	June 30, 2005
Lamar County School District	June 30, 2005
Richton School District	June 30, 2005
Smith County School District	June 30, 2005
Hinds Community College	June 30, 2004
<u>Released in February 2006</u>	
Monroe County	September 30, 2003
Panola County	September 30, 2003
Tippah County	September 30, 2003
Forrest County	September 30, 2004
George County	September 30, 2004
Scott County	September 30, 2004
Sharkey County	September 30, 2004
Scott County School District	June 30, 2003
Sunflower County School District	June 30, 2003
Kemper County School District	June 30, 2004
Lowndes County School District	June 30, 2004
Sunflower County School District	June 30, 2004
West Tallahatchie Consolidated School District	June 30, 2004
Clinton Public School District	June 30, 2005

**OFFICE OF THE STATE AUDITOR
FINANCIAL AND COMPLIANCE AUDIT REPORTS RELEASED
STATE FISCAL YEAR ENDED JUNE 30, 2006**

<u>GOVERNMENT ENTITY</u>	<u>PERIOD ENDED</u>
East Mississippi Community College	June 30, 2004
Northeast Mississippi Community College	June 30, 2004
East Mississippi Community College	June 30, 2005
Northwest Mississippi Community College	June 30, 2005
 <u>Released in March 2006</u>	
Amite County	September 30, 2004
Copiah County	September 30, 2004
Jasper County	September 30, 2004
Jefferson County	September 30, 2004
Jefferson Davis County	September 30, 2004
Neshoba County	September 30, 2004
Warren County	September 30, 2004
 Yazoo City Municipal School District	 June 30, 2003
Hinds County School District	June 30, 2004
Noxubee County School District	June 30, 2004
 Amite County School District	 June 30, 2005
Amory School District	June 30, 2005
Calhoun County School District	June 30, 2005
Choctaw County School District	June 30, 2005
Columbus Municipal School District	June 30, 2005
Durant Public School District	June 30, 2005
Enterprise School District	June 30, 2005
Gulfport School District	June 30, 2005
Jefferson County School District	June 30, 2005
Jones County School District	June 30, 2005

**OFFICE OF THE STATE AUDITOR
FINANCIAL AND COMPLIANCE AUDIT REPORTS RELEASED
STATE FISCAL YEAR ENDED JUNE 30, 2006**

<u>GOVERNMENT ENTITY</u>	<u>PERIOD ENDED</u>
Laurel School District	June 30, 2005
Lawrence County School District	June 30, 2005
Leland School District	June 30, 2005
Montgomery County School District	June 30, 2005
Mound Bayou Public Schools	June 30, 2005
Newton Municipal School District	June 30, 2005
Shaw School District	June 30, 2005
Simpson County School District	June 30, 2005
West Bolivar School District	June 30, 2005
Coahoma Community College & Agricultural High School	June 30, 2004
Copiah-Lincoln Community College	June 30, 2004
Hinds Community College	June 30, 2005
<u>Released in April 2006</u>	
Lafayette County	September 30, 2004
Madison County	September 30, 2004
Holmes County School District	June 30, 2004
Attala County School District	June 30, 2005
Benoit School District	June 30, 2005
Carroll County School District	June 30, 2005
Coffeeville School District	June 30, 2005
DeSoto County School District	June 30, 2005
East Jasper School District	June 30, 2005
Forrest County School District	June 30, 2005
Franklin County School District	June 30, 2005
George County School District	June 30, 2005

**OFFICE OF THE STATE AUDITOR
FINANCIAL AND COMPLIANCE AUDIT REPORTS RELEASED
STATE FISCAL YEAR ENDED JUNE 30, 2006**

<u>GOVERNMENT ENTITY</u>	<u>PERIOD ENDED</u>
Grenada School District	June 30, 2005
Hattiesburg Public School District	June 30, 2005
Humphreys County School District	June 30, 2005
Lauderdale County School District	June 30, 2005
Lincoln County School District	June 30, 2005
Marion County School District	June 30, 2005
Neshoba County School District	June 30, 2005
North Bolivar School District	June 30, 2005
North Panola School District	June 30, 2005
Pearl Public School District	June 30, 2005
Rankin County School District	June 30, 2005
Winona Public School District	June 30, 2005
Mississippi Delta Community College	June 30, 2004
 <u>Released in May 2006</u>	
Alcorn County	September 30, 2004
Claiborne County	September 30, 2004
Covington County	September 30, 2004
Issaquena County	September 30, 2004
Marion County	September 30, 2004
Quitman County	September 30, 2004
Smith County	September 30, 2004
Tate County	September 30, 2004
Union County	September 30, 2004
Coahoma County School District	June 30, 2004
Aberdeen School District	June 30, 2005
Chickasaw County School District	June 30, 2005

**OFFICE OF THE STATE AUDITOR
FINANCIAL AND COMPLIANCE AUDIT REPORTS RELEASED
STATE FISCAL YEAR ENDED JUNE 30, 2006**

<u>GOVERNMENT ENTITY</u>	<u>PERIOD ENDED</u>
Chickasaw County	September 30, 2004
Clay County	September 30, 2004
Leake County	September 30, 2004
Walthall County	September 30, 2004
Washington County	September 30, 2004
DeSoto County	September 30, 2005
Lauderdale County	September 30, 2005
Columbia School District	June 30, 2005
Covington County School District	June 30, 2005
Forest Municipal School District	June 30, 2005
Harrison County School District	June 30, 2005
Hollandale School District	June 30, 2005
Houston School District	June 30, 2005
Lee County School District	June 30, 2005
Louisville Municipal School District	June 30, 2005
Lowndes County School District	June 30, 2005
Pontotoc City School District	June 30, 2005
Pontotoc County School District	June 30, 2005
Quitman Consolidated School District	June 30, 2005
South Pike School District	June 30, 2005
South Tippah School District	June 30, 2005
Water Valley School District	June 30, 2005
West Jasper Consolidated School District	June 30, 2005
Pearl River Community College	June 30, 2005