

**INVESTIGATIVE RECORDS OF THE RECORDS OF THE
HUNTLAND SCHOOL CAFETERIA FUNDS
FRANKLIN COUNTY SCHOOL SYSTEMS
JULY 1, 2001, THROUGH DECEMBER 31, 2001**

LEGAL ISSUES

1. **ISSUE: Recorded collections not deposited into bank**

Our investigative audit revealed that during the months of September and October 2001, recorded collections totaling \$1,364.65 were not properly deposited into the cafeteria's bank account. (Refer to page 5.) The former cafeteria manager was responsible for preparing and making bank deposits. Deposit slip records that may have been in the possession of the former cafeteria manager were missing from the school.

2. **ISSUE: Fictitious adjustments**

A review of the cafeteria's computerized records revealed that a large number of adjustments, totaling \$5,904.95, were made to the students' meal account balances during August, September, and October 2001. In fact, on 18 separate days, adjustments totaled \$150 or more, and on 2 of those days, the adjustments exceeded \$600. (For perspective, during the entire month of November 2001, after the former cafeteria manager resigned, only 2 adjustments totaling \$22.75 were made.) The former cafeteria manager told auditors that she was the only one who made adjustments during that period. We were able to determine that, at least in some instances, the adjustments were actually collections of money that were not rung up through the cash register. Since only those collections that were rung up on the cash register were deposited into the cafeteria's bank account, it appears that at least part of the \$5,904.95 was actually unrecorded and unaccounted for collections.

Total funds unaccounted for the three months ended October 2001 was \$7,269.60 .

In July 2003, the Franklin County Grand Jury indicted the former cafeteria manager on three counts, including theft over \$1,000, computer fraud, and official misconduct.

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GLOSSARY OF STATE STATUTES

Section 39-14-103, *Tennessee Code Annotated*

Theft of property.

A person commits theft of property if, with intent to deprive the owner of property, the person knowingly obtains or exercises control over the property without the owner's effective consent.

Section 39-14-602, *Tennessee Code Annotated*

Violations – Penalties.

(a) Whoever knowingly, directly or indirectly, accesses, causes to be accessed, or attempts to access any . . . computer software computer program, data, computer, computer system, . . . or any part thereof, for the purpose of: . . .

(2) Causing computer output to purposely be false, for, but not limited to, the purpose of obtaining money, property, or services for oneself or another by means of false or fraudulent pretenses, representations, or promises violates this subsection. . . .

Section 39-16-402, *Tennessee Code Annotated*

Official misconduct.

(a) A public servant commits an offense who, with intent to obtain a benefit or to harm another, intentionally or knowingly: . . .

(5) Receives any benefit not otherwise authorized by law.

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District : Franklin Co. BOE Food Service
 School: HUNTLAND SCHOOL

Money Reconciliation Report

From: Friday Sep 21, 2001

To: Friday Sep 21, 2001

9/21/2001 01:54 PM

Line name	Last operator	Cash		Check			No sales	Remark
		Expected	Declared	Expected	Declared	Short/Over		
1 HUNT_CAFET CAROLYN		\$240.25	\$244.75	\$0.00	\$0.00	\$4.50	8	
2 HUNT_CAFET LANISA		\$199.65	\$200.50	\$0.00	\$0.00	\$0.85	14	
Total for 9/21/01:		\$439.90	\$445.25	\$0.00	\$0.00	\$5.35	22	Bank Deposits \$445.25

Cash register total of \$445.25 and bank deposit total of \$345 resulted in a \$100.25 shortage on September 21, 2001.

HUNTLAND SCHOOL CAFETERIA
 MAIN OFFICE 400 GORE ST.
 HUNTLAND, TN 37846

DATE 9/21/01

REPORTS MAY NOT BE AVAILABLE FOR NUMBERS WITH POUNDS
 ENDORSE & LIST CHECKS SEPARATELY OR ATTACH LIST

CURRENCY	328.00
COIN	5.00
TOTAL CASH	333.00
CHECKS	1200

Regions Bank

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