



**STATE OF TENNESSEE
COMPTROLLER OF THE TREASURY
DEPARTMENT OF AUDIT
DIVISION OF MUNICIPAL AUDIT**

John G. Morgan
Comptroller of the Treasury

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Dennis F. Dycus, CPA, CFE, Director
Division of Municipal Au dit

May 8, 2003

Honorable Mayor and Members of the
Board of Commissioners
City of Millersville
1246 Louisville Highway
Millersville, TN 37072

Mayor and Members of the Board of Commissioners:

We have completed our investigative audit of certain records of the City of Millersville. This examination focused on the period April 1, 2002, through July 31, 2002. However, when the examination warranted, this scope was expanded. Our audit was limited to a review of traffic citations.

Our audit revealed that a former dispatcher collected \$1,030 in traffic fines between January 1, 2002, and May 31, 2002, that were not deposited into a city bank account. In addition, our audit determined that \$360 in collections for an April 13, 2002, Safety School were not deposited into a city bank account. Finally, we were unable to account for the disposition of 18 traffic citations which could represent up to \$927.25 in additional missing funds.

This matter has been referred to the local attorney general. In March 2003, the Sumner County Grand Jury indicted Jennifer Gosnell, a former dispatcher for the City of Millersville, on one count of theft over \$1,000.

Our audit also detected certain deficiencies in the city's internal controls, which allowed the embezzlement of city money to occur and remain undetected. A list of these deficiencies and our related recommended corrective action has been provided to city officials.

If you have any questions concerning the above, please contact me.

Sincerely,

Dennis F. Dycus, CPA, CFE, Director
Division of Municipal Audit