

FY 2008 Chapter 7 Audits and Field Exams

Top 25 Findings

	<u>FY 2004</u>	<u>FY 2005</u>	<u>FY 2006</u>	<u>FY 2007</u>	<u>FY 2008</u>
<i>Number of UST Field Exams:</i>	134	108	119	83	88
<i>Number of CPA Audits:</i>	201	169	148	219	251
Total	335	277	267	302	339

Rank 2007	Rank 2008	Description of Finding	Top 25 Findings	
			FY 2007	FY 2008
1	1	Scheduled assets on Form 1 do not match petition/schedules	216	264
2	2	Bank accounts not timely or properly reconciled or reviewed	184	218
3	3	Form 2 not prepared, maintained or submitted; miscellaneous Form 2	162	182
5	4	Asset status not accurately reflected and tracked on Form 1	111	174
8	5	Abandonments not properly tracked on Form 1	99	143
7	6	Unscheduled assets not recorded or properly identified on Form 1	102	134
6	7	Asset values not verified or reasonably determined	110	118
4	8	Delay in case administration	116	113
11	9	Description not recorded or inaccurately recorded on Form 2	90	99
9	10	Miscellaneous Form 1 errors	98	95
-	11	Insufficient segregation of duties	40	84
13	12t	Receipts not properly referenced between Forms 1 & 2	77	80
13	12t	Receipts log not maintained by person who opens mail	32	80
10	14	No or inadequate case progress review	92	79
14	15	Assets not timely investigated, pursued, liquidated or collected	75	77
-	16t	High yield investments not used when appropriate	40	68
23t	16t	Form 3/ bank report has No Distribution Report filed in cases with funds/assets	42	68
17	18	Cash receipts log not used or properly maintained	66	65
18	19t	No, inadequate, or untimely report of sale/auctioneer's report	65	61
-	19t	Checks not restrictively endorsed immediately upon receipt	34	61
15t	21	Form 3 not prepared, maintained or submitted; and miscellaneous Form 3 errors,	72	60
15t	22	Receipts not periodically traced from log to bank statement	72	57
12	23t	Stop payments not timely issued and/or approved by trustee	83	53
21	23t	Software application access/security controls not properly implemented	45	53
22	23t	Asset administration decisions not adequately documented	44	53
TOP 25 FINDINGS - ALL REGIONS			2,167	2,539

FY 2008 FINDINGS NO LONGER IN TOP 25

Rank 2007	Rank 2008	Description of Finding	Top 25 Findings	
			FY 2007	FY 2008
19	-	Untimely deposits	63	52
20	-	Receipts not recorded in receipts log	52	52
23t	-	Liquidation (column 5) not properly recorded on Form 1	42	49
23t	-	No or insufficient supporting documents for receipts	42	38

NOTABLE				
-	-	Unopened bank statements not directly received by trustee	2	11
-	-	Forms 1 and 2 not kept up to date	7	15
-	-	Bank statements / checks not properly captioned	13	26