

**Findings Most Likely to Result in an "Inadequate"
Audit Opinion or Field Exam Conclusion and Their Frequency in
FY 2013 to FY 2015 Chapter 7 Audits and Field Exams**

All Regions

	<u>FY 2011</u>	<u>FY 2012</u>	<u>FY 2013</u>	<u>FY 2014</u>	<u>FY 2015</u>
<i>Number of UST Field Exams:</i>	79	124	124	134	93
<i>Number of CPA Audits:</i>	178	117	117	120	183
Total:	257	241	241	254	276
<i>Number of Inadequate Opinions:</i>	7	7	4	10	13

Description of Finding	Number of Findings		
	FY 2013	FY 2014	FY 2015
Case Administration Issues			
<u>Investigation, Liquidation and Collections of Assets:</u>			
Assets sold to insiders or related parties	1		
Estate assets/debtor records not secured or untimely secured	12	9	9
Trustee or auctioneer cannot account for all assets	2		2
Untimely, inadequate, or no inventory of estate assets		4	6
Asset not timely investigated, pursued, liquidated or collected	40	23	33
Untimely turnover of auction proceeds	4	3	9
<u>Case Administration:</u>			
Delay in case administration	23	46	36
Inadequate supervision of professionals	26	26	33
Internal Controls			
<u>Bank Accounts:</u>			
Funds deposited to non-estate accounts (commingled)	4	7	8
Bank accounts not timely or properly reconciled or reviewed	146	148	138
<u>Disbursements:</u>			
Signature stamp not controlled by trustee or was used to sign checks	2	3	3
<u>Receipts:</u>			
Undeposited funds in estate file or other unsecure location	2	2	4
<u>Segregation of Duties and Office Operations:</u>			
Trustee does not actively supervise employees	3	4	2
<u>Computer Operations and Security:</u>			
Trustee/staff cannot operate computer system		1	1
Total Findings Likely to Result in Inadequate Opinion/Conclusion	265	276	284

Note: The number of findings may differ slightly from prior versions of this report.