

How did Dixon IL become the Victim of Embezzlement?



Rita Alice Humphrey Crundwell



Employment Timeline

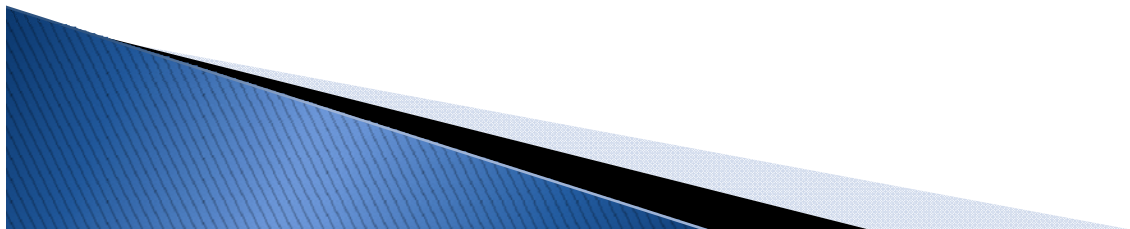
1970–
HS
Work
study

1988–
Started
Stealing

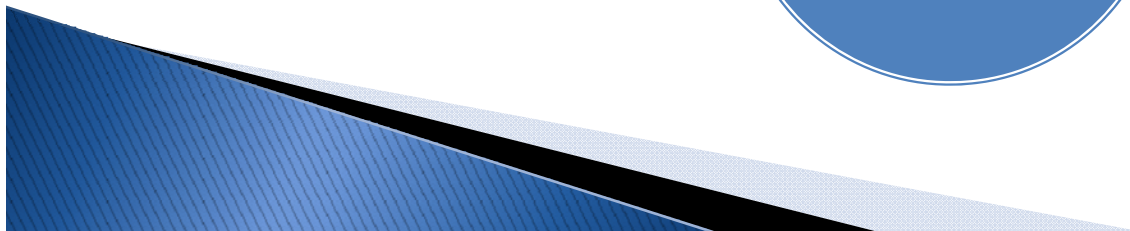
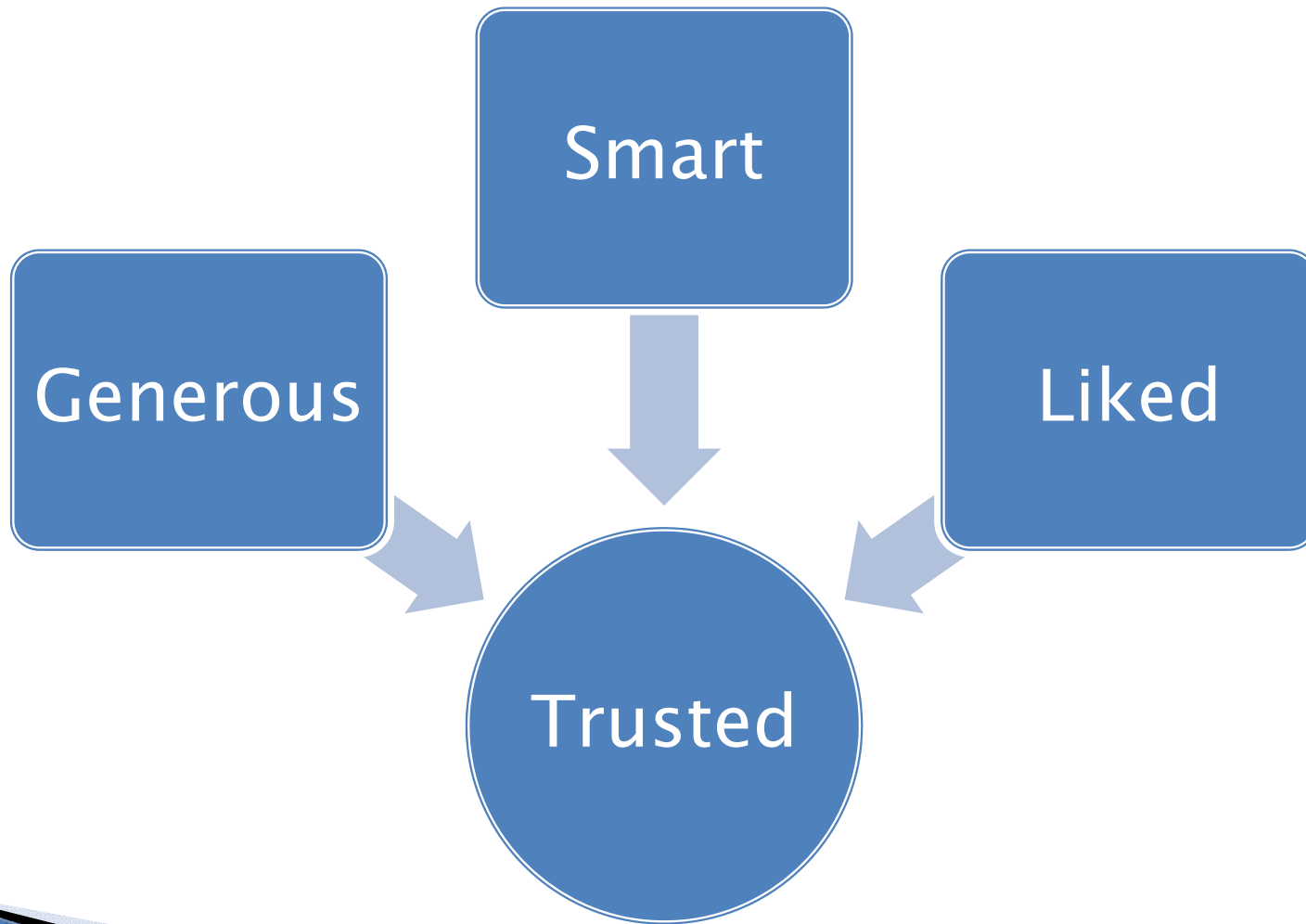
2012–
Arrested

1983–
Appointed
Comptroller

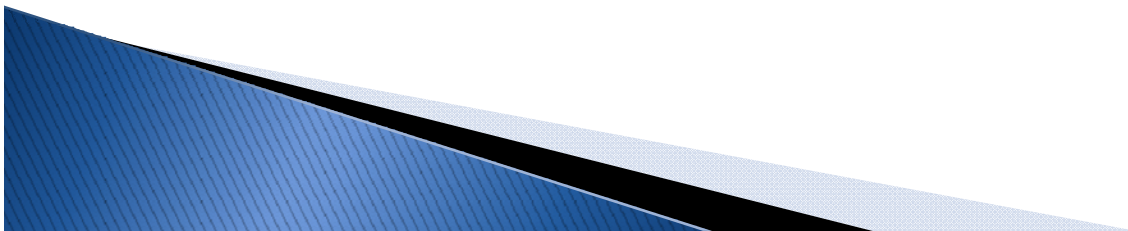
1990–
Opened
RSCDA
Account



Perceptions



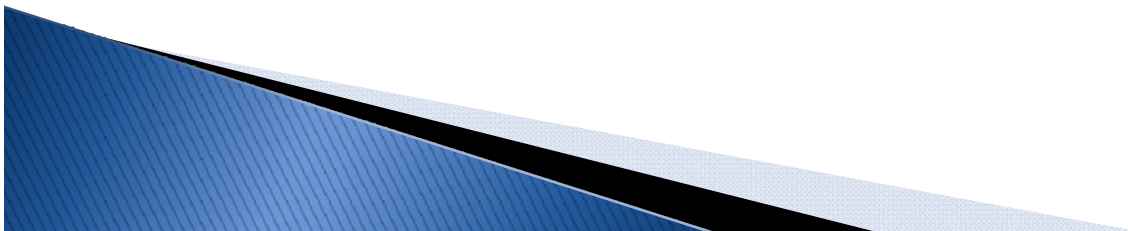
> \$53,000,000



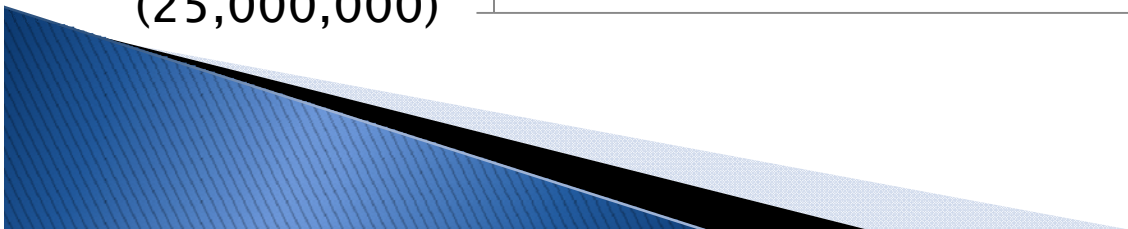
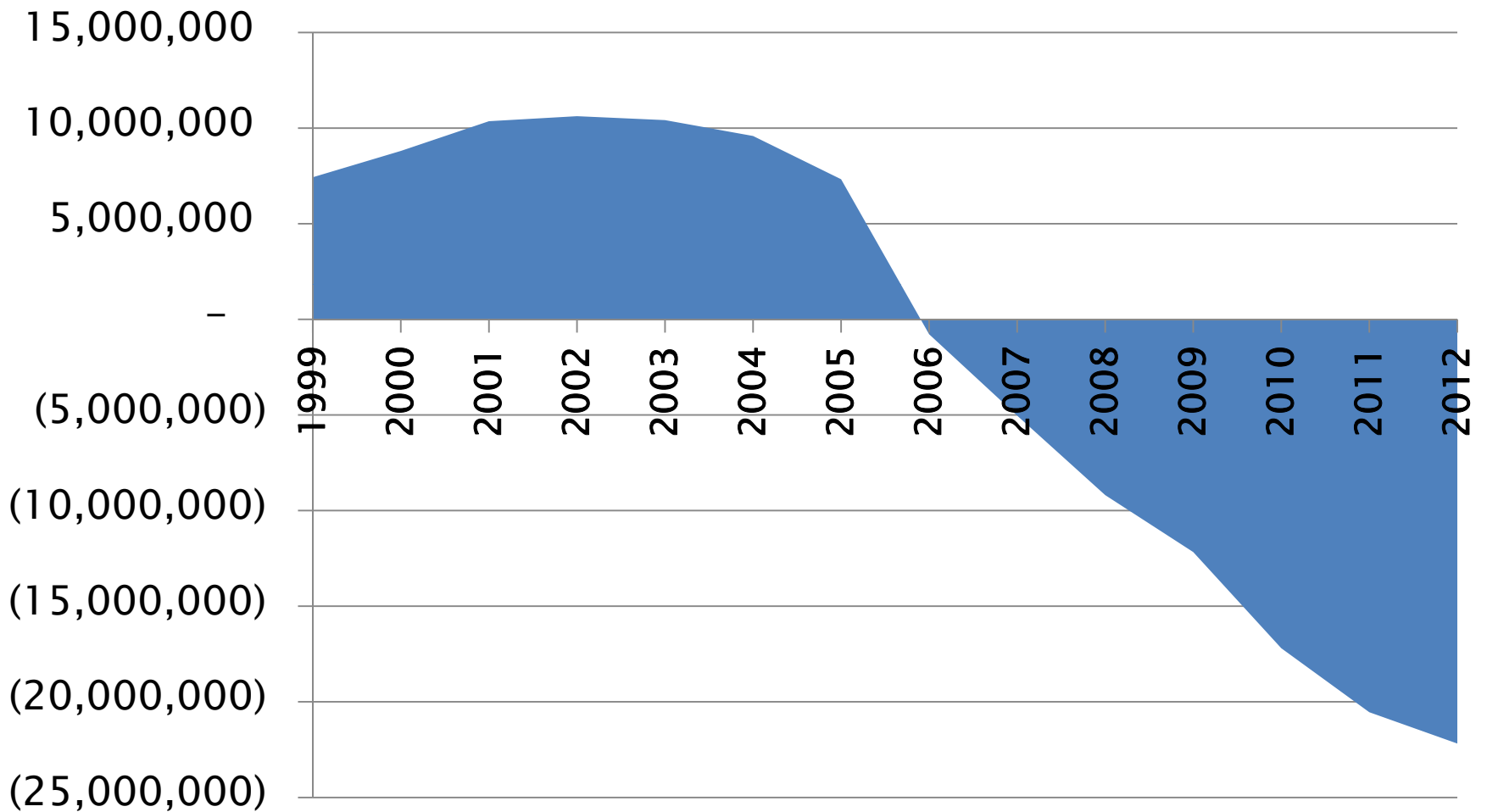
Dixon's Annual Budget

Operating = \$9,000,000

All Funds = \$23,000,000



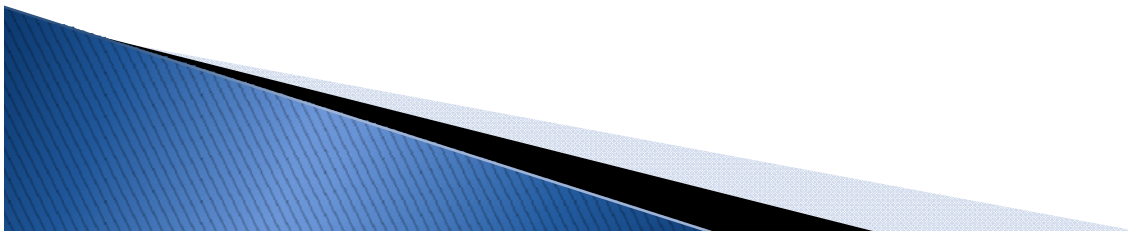
General Fund Balance less Debt



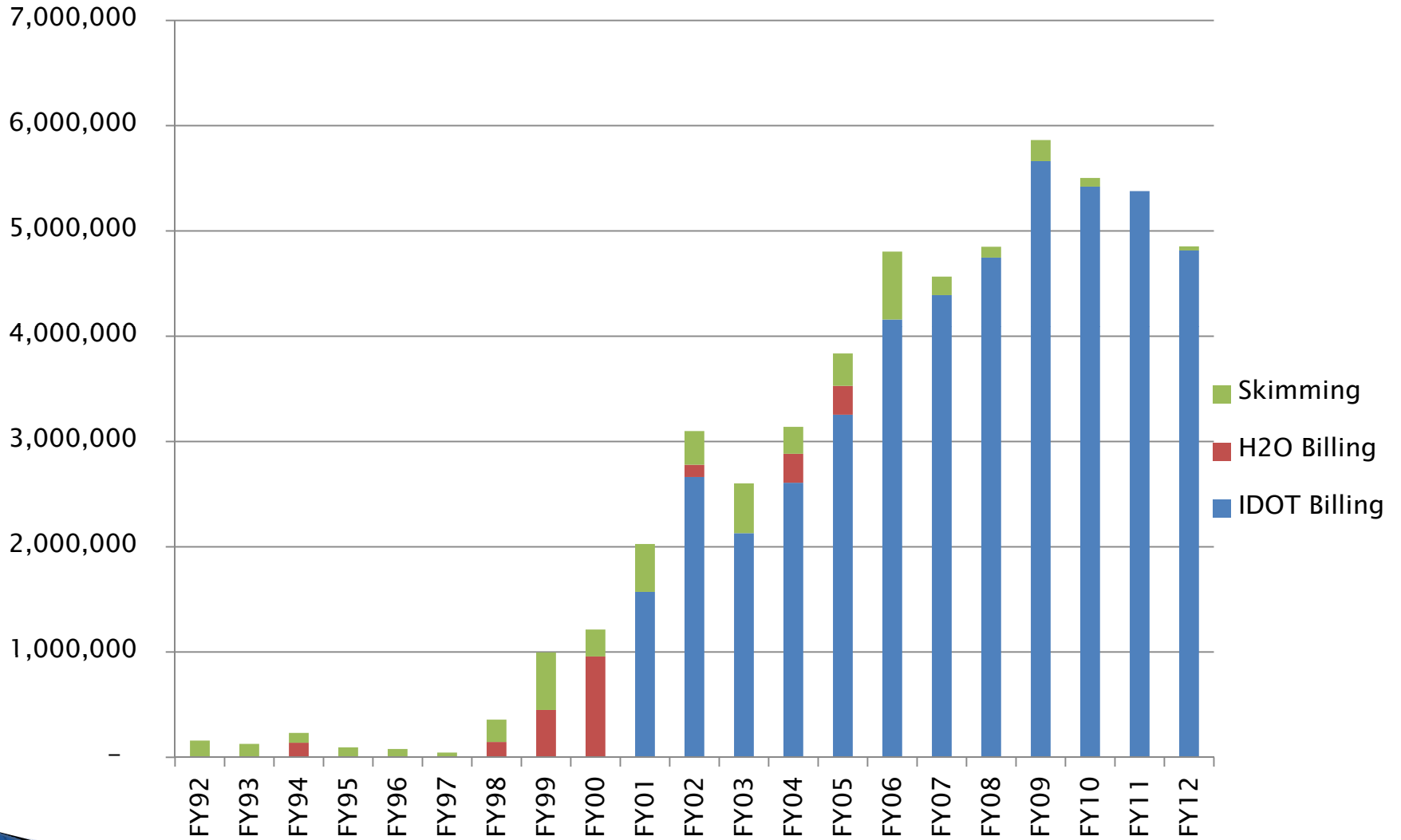
Two methods of Theft:

1) Skimming – “Money lying around”

2) Billing – Fictitious construction invoices



Annual Theft by Type



Skimming

FY09 – FY12

Damage Reimbursement	1,075.00
Insurance Claims	2,322.00
Ins Premium Rebate	71,172.00
Med Ins Pool Rebate	74,274.27
Overpay Refunds	6,942.00
Road Salt Sale	8,000.00
Stop Loss Reimbursement	13,892.98
Customer Reimbursement	29,062.11
Contracted Waste Treatment	236,351.05
Unknown	13,540.17
	456,631.58

Fictitious Construction invoices:



- Dixon Water Department

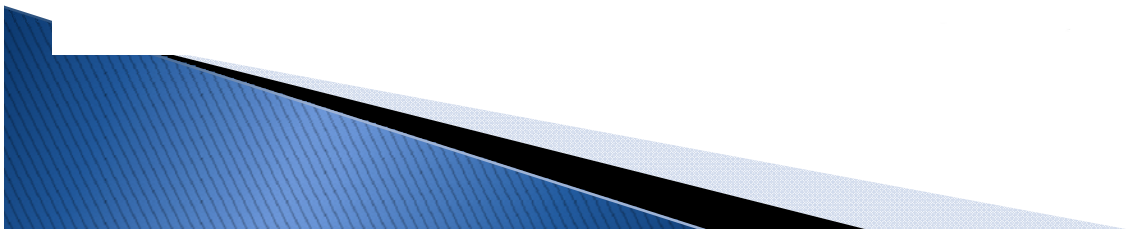
- IDOT/State of Illinois



Dixon IL Water Dept Capital Project Sheet

NM LINCOLN STATUE DR.

DATE	PROJECT #	LABOR HRS	LABOR COST	MATERIAL	MAT.... QTY	UNIT COST	MAT...COST
98/Sep/14	LINCOLN STATUE DR	80	\$2,000.00	6" DI PIPE	162	\$6.28	\$1,017.36
98/Sep/14	LINCOLN STATUE DR		\$0.00	6" VALVE	1	\$232.00	\$232.00
98/Sep/14	LINCOLN STATUE DR		\$0.00	664-S BOX	2	\$58.00	\$116.00
98/Sep/14	LINCOLN STATUE DR		\$0.00	4" VALVE	1	\$144.00	\$144.00
98/Sep/14	LINCOLN STATUE DR		\$0.00	6 X 6 TEE	1	\$72.00	\$72.00
98/Sep/14	LINCOLN STATUE DR		\$0.00	10 X 6 TEE	1	\$210.00	\$210.00
98/Sep/14	LINCOLN STATUE DR		\$0.00	6 X 4 REDUCER	1	\$32.00	\$32.00
98/Sep/14	LINCOLN STATUE DR		\$0.00	6" HYDRANT	1	\$765.00	\$765.00
98/Sep/14	LINCOLN STATUE DR		\$0.00	6" HOLDING SPOOL 3'	1	\$93.00	\$93.00
98/Sep/14	LINCOLN STATUE DR		\$0.00	6" DUO SLEEVE	1	\$112.96	\$112.96
98/Sep/14	LINCOLN STATUE DR		\$0.00	10" PLUG	1	\$44.44	\$44.44
98/Sep/14	LINCOLN STATUE DR		\$0.00	6" 90 BEND	2	\$67.00	\$134.00
98/Sep/22	LINCOLN STATUE DR	9	\$225.00	8" CAP	1	\$30.50	\$30.50
98/Nov/18	LINCOLN STATUE DR	72	\$1,800.00	6" DI PIPE	220	\$6.10	\$1,342.00
98/Nov/18	LINCOLN STATUE DR		\$0.00	6" VALVE	1	\$225.00	\$225.00
98/Nov/18	LINCOLN STATUE DR		\$0.00	664-S BOX	1	\$58.00	\$58.00
98/Nov/18	LINCOLN STATUE DR		\$0.00	6" DUO SLEEVE	1	\$112.96	\$112.96
98/Nov/18	LINCOLN STATUE DR		\$0.00	6 X 4 REDUCER	1	\$44.00	\$44.00
98/Nov/18	LINCOLN STATUE DR		\$0.00	4" HOLDING SPOOL 1'	1	\$53.00	\$53.00
98/Nov/18	LINCOLN STATUE DR		\$0.00	6" HOLDING SPOOL 1'	2	\$55.00	\$110.00
98/Nov/18	LINCOLN STATUE DR		\$0.00	6" 11 1/4 BEND	1	\$42.57	\$42.57
98/Nov/18	LINCOLN STATUE DR		\$0.00	6" 45	2	\$47.80	\$95.60
98/Nov/18	LINCOLN STATUE DR		\$0.00	4" 45	2	\$36.00	\$72.00
98/Nov/18	LINCOLN STATUE DR		\$0.00	ROCK	100	\$3.60	\$360.00
			\$4,025.00	TOTAL MATERIALS			\$5,518.39
				TOTAL MATERIALS AND LABOR			\$9,543.39



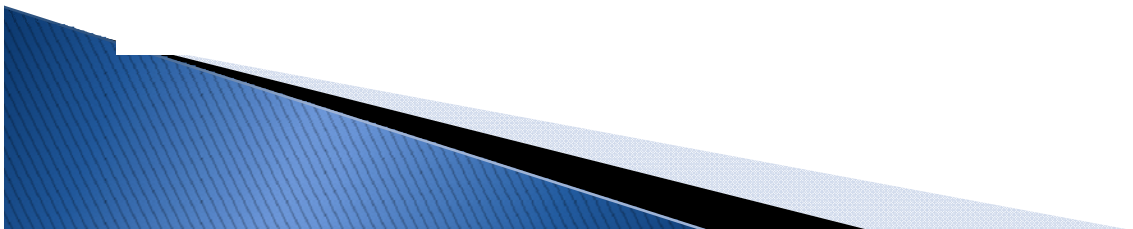
Fake Water Department Invoice

WATER DEPARTMENT OF THE CITY OF DIXON
P.O. BOX 386
DIXON, ILLINOIS 61021
TELEPHONE 815-288-3381

*pd 3/17/99
CASH 322*

DATE			REQ#	TOTAL
3/17/99	New Projects			\$106,000.00

ITEM		AMOUNT
1	New Projects-New Extension Projects	\$106,000.00
2	Tollway Industrial Park/AAA	
3		
4		
5		
6		
7		
8		



FY09 Fictitious Projects

<u>Project</u>	<u>Contract Amt.</u>	<u>FY09 Amt.</u>
Rt. 26/ Tollway Intersection	3,896,500	1,635,000
Rt. 26/ Tollway Intersection	1,653,403	185,000
Toll Booth Demo/Relocation	4,715,000	1,264,000
South Hennepin	275,000	275,000
S. Galena Resurface	945,500	945,500
Traffic Signal Update	1,359,000	1,359,000
		5,663,500

Fake IDOT Invoice

I N V O I C E

DIXON, CITY OF
C/O City Clerk
City Hall
Dixon
IL 61021

INVOICE NO. 104397
RESP. CODE 8040
INVOICE DATE 04/01/11
REVENUE CODE 6305
AUDIT NUMBER
PAYER NUMBER 06614

EXPLANATION OF CHARGES

PAY FROM THIS INVOICE

LOCATION: IL ROUTE 38 INTERSECTION/ROUTE 52
LOCAL SECTION: CHICAGO AVENUE
ROUTE : FA5492
SECTION : 101RS-3
COUNTY : Lee
JOB NO. : R-86-547-15
PROJECT NO.: MR-09-36-10/000
CONTRACT NO.: 61385

The Agreement executed between DIXON, CITY OF, and the State of Illinois provides that the city will reimburse the state for part of the construction and engineering costs.

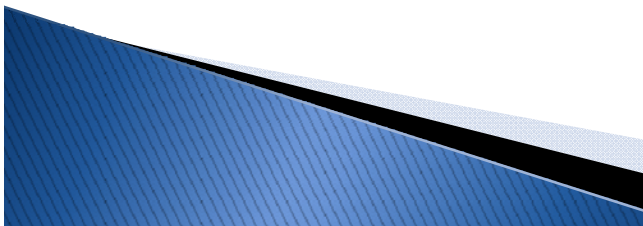
CITY SHARE: \$4,076,000.00

City Share	\$4,076,000.00	
Less Previous Payments	(\$3,876,000.00)	
Balance Due		\$200,000.00

Payment Due Date: 04/15/11 NOW DUE FINAL \$200,000.00

PLEASE MAKE CHECK PAYABLE TO TREASURER, STATE OF ILLINOIS
AND MAIL TO: Illinois Department of Transportation
Room 322, Harry R. Hanley Building
2300 So. Dirksen Parkway
Springfield, IL 62764

*PA 4/12/11
#578*
o/c 7200.37



Real IDOT Invoice



**Illinois Department
of Transportation**

Invoice

City of Dixon
City Hall
City Clerk
Dixon, IL 61021

INVOICE NO. 100159
RESP. CODE 8040
INVOICE DATE 11/10/2005
REVENUE CODE 6305
AUDIT NUMBER
PAYER NUMBER 06614

EXPLANATION OF CHARGES	PAY FROM THIS INVOICE	
		AMOUNT
LOCATION: Galena Avenue		
LOCAL SECTION:		
ROUTE: FAP 316		
SECTION: 30BR-2		
COUNTY: Lee		
JOB NO.: C-92-169-00		
PROJECT NO.: NHF-0316/018/000		
CONTRACT NO.: 84734		
<p>The Agreement executed 3/5/2001 between City of Dixon, and the State of Illinois provides that the city will reimburse the State for part of the construction costs.</p>		
FINAL CITY SHARE:		
Q050L01 103 Y031 1F @ 10%	\$190,288.92	\$19,028.89
07A0L01 @ 100%	\$536,111.32	\$536,111.32
Plus Engineering @ 15%	\$555,140.21	\$83,271.03
City of Dixon share	\$638,411.24	
Less previous payment		(\$616,930.00)
Payment Due Date 11/24/2005	TOTAL DUE	\$21,481.24

PLEASE MAKE CHECK PAYABLE TO TREASURER, STATE OF ILLINOIS

MAIL TO: Illinois Department of Transportation
Room 322, Harry R. Hanley Building
2300 So. Dirksen Parkway
Springfield, IL 62764

INQUIRIES CONTACT: Sunday Odele at 217/785-4617.

Sister Cities Checking Account

Used between 1988 and 1990

Co-mingled stolen with legitimate funds

\$54,000

RSCDA Checking Account

“Reserve Sewer Capital Development Account”

Opened in 1990

Not Recorded in General Ledger

RSCDA statements were “hidden”
from bank reconciliation staff

Cash Accounts

31

Total
Checking
Accounts

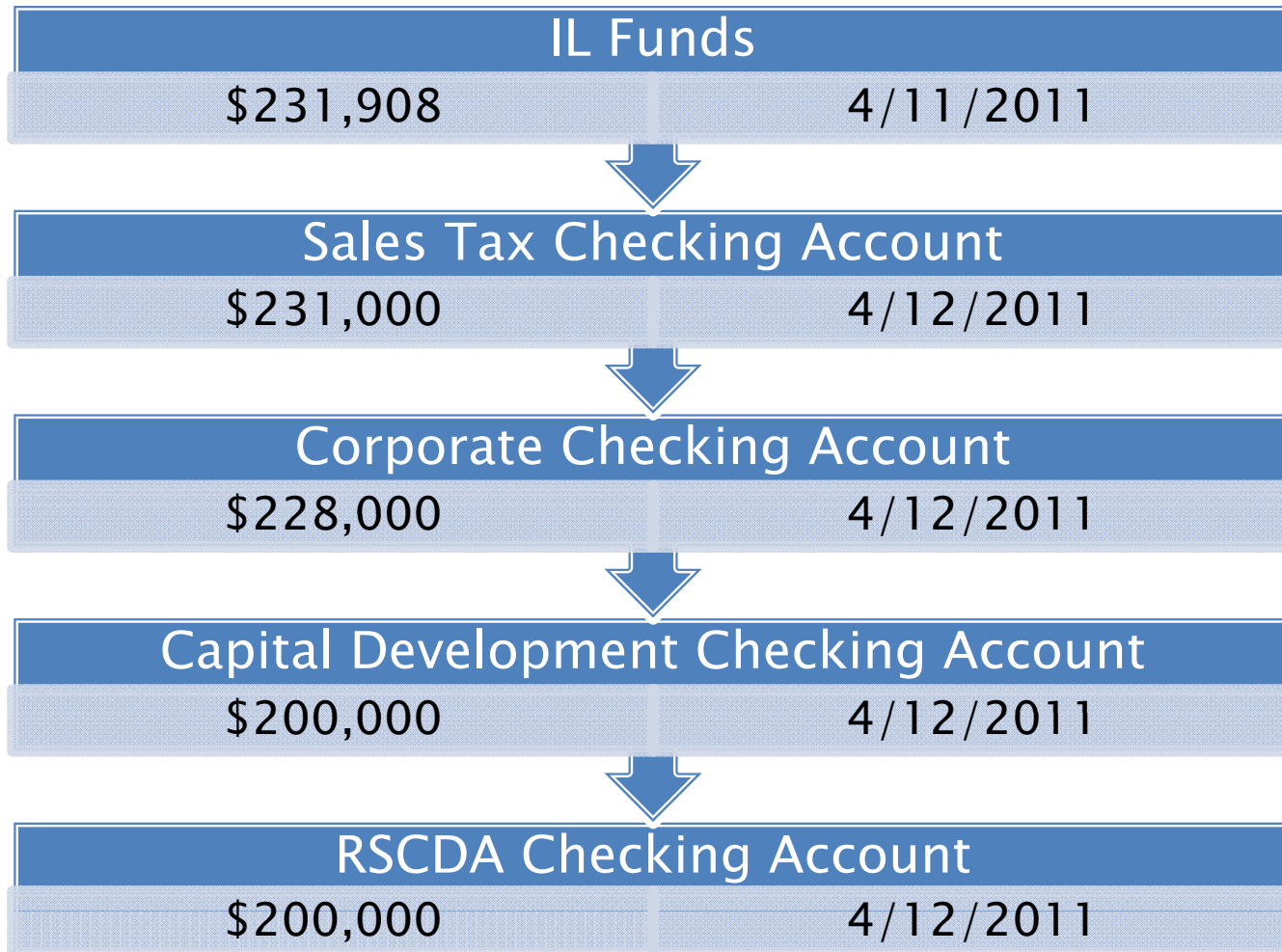
28

Manual
Checking
Accounts

1

Signature
Required

Cash Transfer Example



CITY OF DIXON
SALES TAX FUND


70-2390/719
4003468373

427

DATE 4/12/11

PAY TO THE ORDER OF Corporate Fund \$ 228,000.00

Two hundred twenty-eight thousand + no/100 DOLLARS


FIFTH THIRD BANK

MEMO Rita Louise

⑆071923909⑆ 4003468373⑆ 0427

CITY OF DIXON 01-85
CORPORATE FUND
CITY HALL


70-2390/719

1744

DATE 4/12/11

PAY TO THE ORDER OF Capital Development Fund \$ 200,000.00

Two hundred thousand + no/100 Dollars


FIFTH THIRD BANK

For Rita Louise

⑆071923909⑆ 4005962563⑆ 1744

CITY OF DIXON
CAPITAL DEVELOPMENT FUND


70-2390/719
4003597503

578

DATE 4/12/11

PAY TO THE ORDER OF Treasurer \$ 200,000.00***

Two hundred thousand & no/100 DOLLARS


FIFTH THIRD BANK

MEMO Rita Louise

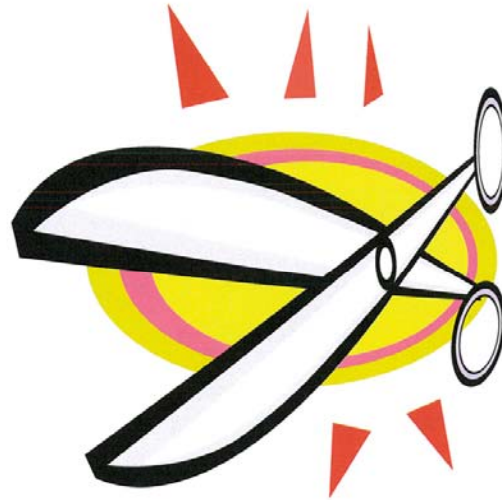
⑆071923909⑆ 4003597503⑆ 0578

Budgets

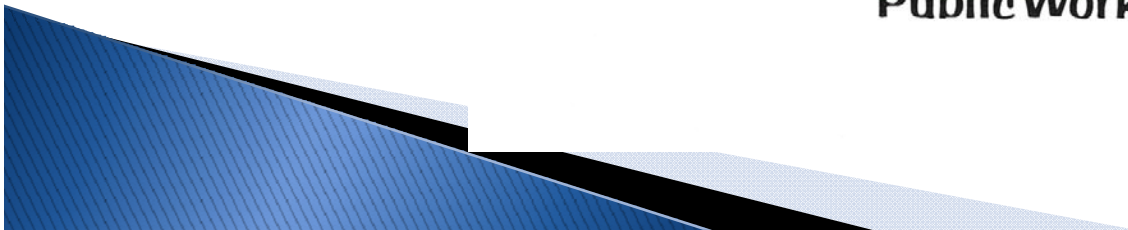
Lies and Deceptions



CITY OF DIXON BUDGET REQUESTS FY2011/12



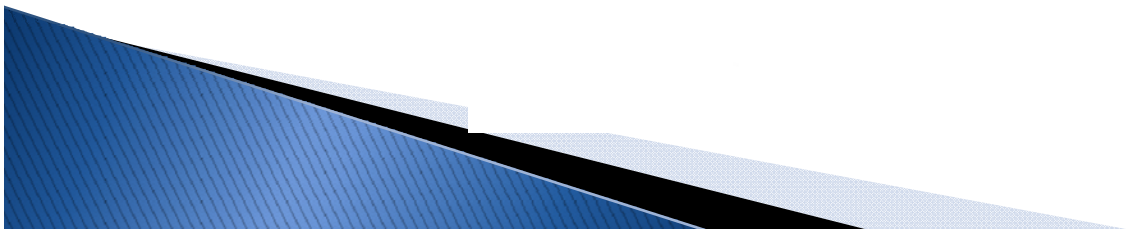
Public Works Director



CITY OF DIXON BUDGET REQUESTS FY2012/13



File Copy



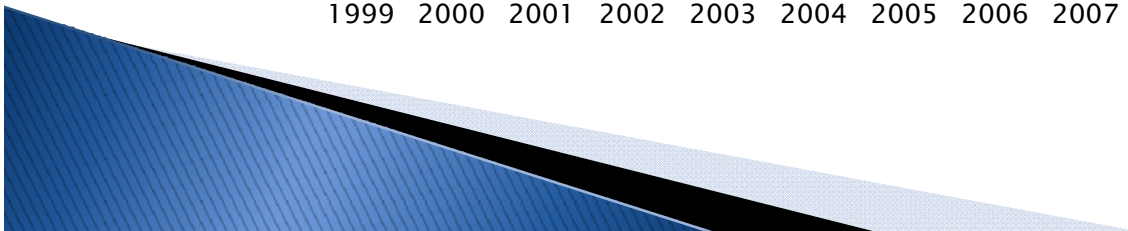
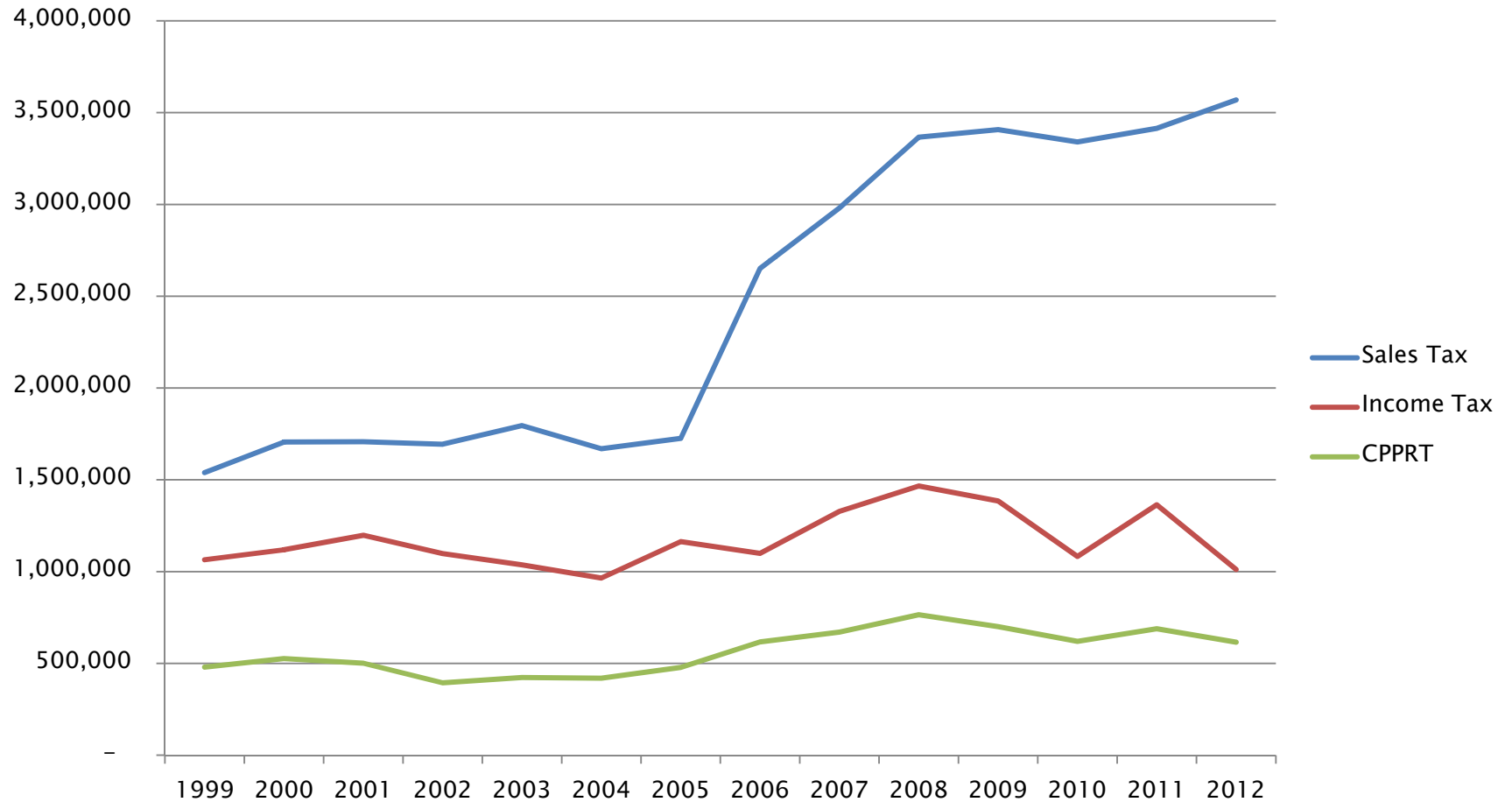
Dixon IL FY12 General Budget

GENERAL FUND ESTIMATED REVENUES AND BUDGETED EXPENDITURES

	2009/10 ACTUAL	2010/11 PROJECTED	2011/12 PROJECTED
BEGINNING BALANCE - MAY 1ST:	\$525,842.45	\$140,000.00	\$65,000.00
OPERATING REVENUES:			
20100.00 Real Estate Taxes	\$1,033,429.09	\$934,500.00	\$947,352.00
20105.00 Police Protection Tax	\$273,833.12	\$263,000.00	\$254,487.00
20106.00 Fire Protection Tax	\$68,165.03	\$95,500.00	\$95,500.00
20108.00 Road & Bridge Tax	\$99,384.77	\$100,600.00	\$95,091.00
20110.00 Claim & Judgment Tax	\$321,346.26	\$337,000.00	\$326,131.00
20124.00 Audit Tax	\$48,682.79	\$50,000.00	\$49,477.00
20400.00 Fire Insurance Tax	\$0.00	\$0.00	\$0.00
20600.00 Motel Tax	\$58,959.76	\$60,000.00	\$60,000.00
20700.00 State Income Tax	\$1,030,051.17	\$850,000.00	\$850,000.00
20800.00 Utility Tax	\$744,476.62	\$700,000.00	\$700,000.00
21000.00 Licenses	\$65,560.80	\$58,500.00	\$64,000.00
22000.00 Permits	\$41,127.20	\$40,000.00	\$36,840.00
23000.00 Fees	\$159,261.20	\$160,000.00	\$166,000.00
24000.00 Penalties	\$150,838.43	\$145,000.00	\$125,820.00
24201.00 Drug & Confiscated Property & DARE	\$6,803.12	\$51,000.00	\$50,750.00
28000.00 Miscellaneous	\$215,621.19	\$186,500.00	\$285,375.00
TOTAL OPERATING REVENUES	\$4,843,383.00	\$4,171,600.00	\$4,171,823.00



Tax Revenue- FY99 to FY12



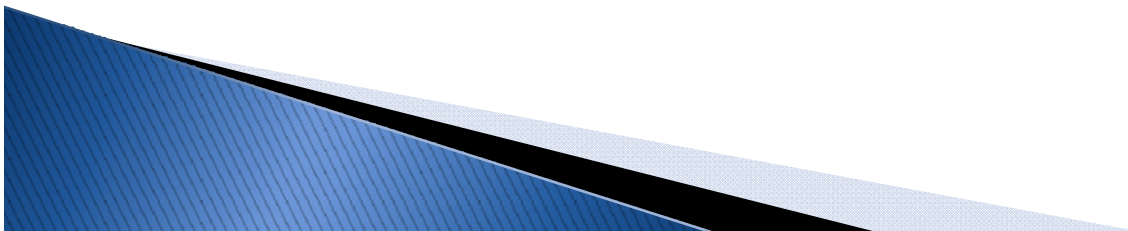
Dixon IL FY12 Capital Budget

CAPITAL DEVELOPMENT FUND ESTIMATED REVENUES & EXPENDITURES

	2009/10 ACTUAL	2010/11 PROJECTED	2011/12 BUDGET
BEGINNING BALANCE--MAY 1ST:	\$5,726,714.57	\$300,000.00	\$50,000.00
OPERATING REVENUES:			
20100.37 Special Assessment Payments	\$0.00	\$5,000.00	\$5,000.00
28600.37 Interest	\$18,523.88	\$7,000.00	\$7,000.00
29000.37 Grant Funds	\$0.00	\$0.00	\$0.00
29900.37 Loan Proceeds	\$5,330,000.00	\$20,500,000.00	\$20,700,000.00
TOTAL FUNDS AVAIL. FOR BUDGETING	\$11,075,238.45	\$20,812,000.00	\$20,762,000.00
BUDGETED EXPENDITURES:			
PROFESSIONAL SERVICE & FEES:			
04100.37 Legal	\$0.00	\$25,000.00	\$25,000.00
04300.37 Engineering	\$473,000.00	\$1,000,000.00	\$1,000,000.00
07200.37 Capital Improvements/Streets Over \$1500	\$1,345.00	\$2,000,000.00	\$2,000,000.00
07201.37 Capital Improvements/Sewers Over \$1500	\$324,937.73	\$2,000,000.00	\$2,000,000.00
07900.37 Other Over \$1500	\$6,878,294.61	\$12,000,000.00	\$12,000,000.00
08500.37 Bond Payment	\$647,000.00	\$900,000.00	\$900,000.00
08600.37 Interest Payment	\$558,295.50	\$800,000.00	\$800,000.00
08900.37 Miscellaneous	\$0.00	\$2,000,000.00	\$2,000,000.00
TOTAL EXPENDITURES	\$8,882,872.84	\$20,725,000.00	\$20,725,000.00
ENDING BALANCE--APRIL 30, 2012			\$37,000.00
TOTAL ENDING BALANCE & EXPENDITURES			\$20,762,000.00



Monthly Reports



TREASURER'S REPORT
MONEY MARKET FUNDS
Month Ending: April, 2011

FUNDS	ACCT. SERIES	CASH ON DEPOSIT LAST REPORT	RECEIPTS FOR MONTH	DISBURSEMENTS FOR MONTH	CASH ON DEPOSIT END OF MONTH	FIFTH THIRD BANK	MIDLAND STATES BANK
Corporate	0.00	(\$725,319.04)	\$895,054.51	\$638,416.69	(\$468,681.22)	(\$194,458.28)	(\$274,222.94)
Garbage	10201.04	\$3,966.81	\$0.82	\$0.00	\$3,967.63	\$3,967.63	\$0.00
Public Benefit	10101.05	\$103,045.88	\$3.35	\$0.00	\$103,049.23	\$0.00	\$103,049.23
Band	0.06	\$20,529.11	\$0.62	\$773.51	\$19,756.22	(\$160.13)	\$19,916.35
Municipal Airport	10201.10	(\$87,149.23)	(\$19.76)	\$7,092.52	(\$94,261.51)	(\$96,377.26)	\$2,115.75
Oakwood Cemetery	10201.12	(\$168,430.97)	\$5,640.12	\$16,426.05	(\$179,216.90)	(\$187,568.02)	\$8,351.12
Social Security	10101.13	\$318,275.14	(\$12,718.40)	\$2,000.00	\$303,556.74	\$0.00	\$303,556.74
Illinois Municipal Ret.	10201.19	\$687,123.34	(\$14,764.43)	\$2,000.00	\$670,358.91	\$581,292.01	\$89,066.90
Civil Defense	10201.22	\$52,946.22	\$10.35	\$240.00	\$52,716.57	\$49,873.86	\$2,842.71
Riverfront TIF	10101.25	\$422,993.99	\$70.27	\$0.00	\$423,064.26	\$326,287.48	\$96,776.78
Rivershore Subaccount	10102.25	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Emergency Vehicle Fund	0.27	\$158,116.78	\$35,111.23	\$10,353.61	\$182,874.40	\$0.00	\$182,874.40
Landfill	0.33	(\$598,855.15)	\$116,431.03	\$325,225.00	(\$807,649.12)	(\$433,034.28)	(\$374,614.84)
SUB TOTAL GENERAL ACCOUNT		\$187,242.88	\$1,024,819.71	\$1,002,527.38	\$209,535.21	\$49,823.01	\$159,712.20
Insurance Reserve	10102.00	\$50,419.06	\$1,489.02	\$0.00	\$51,908.08	\$0.00	\$51,908.08
Confiscated Property	10203.00	\$38,729.82	\$6.27	\$0.00	\$38,736.09	\$38,736.09	\$0.00
Drug Fine	10204.00	(\$1,701.73)	\$954.38	\$0.00	(\$747.35)	(\$747.35)	\$0.00
DUI Equipment	10207.00	\$4,468.57	\$398.39	\$0.00	\$4,866.96	\$4,866.96	\$0.00
Police Vehicle Fund	10209.00	\$10,200.72	\$542.74	\$0.00	\$10,743.46	\$10,743.46	\$0.00
Tourism - MMF	10500.00	\$7,669.77	\$127.71	\$0.00	\$7,797.48	\$0.00	\$7,797.48
Library General Fund	10202.11	\$40,495.59	\$586.62	\$33,791.56	\$7,290.65	\$7,290.65	\$0.00
Library Working Cash Fund	10201.11	\$135,814.56	(\$269.29)	\$0.00	\$135,545.27	\$135,545.27	\$0.00
Oakwood Endowment Fund	10201.14	\$83,041.86	\$501.17	\$0.00	\$83,543.03	\$83,543.03	\$0.00
Firemen's Pension	0.15	\$138,083.28	\$19.34	\$2,000.00	\$136,102.62	\$0.00	\$136,102.62
Police Pension	0.16	\$632,649.50	\$342.75	\$2,100.00	\$630,892.25	\$0.00	\$630,892.25
Motor Fuel Tax	10101.17	\$22,671.44	\$3.06	\$2,532.50	\$20,142.00	\$0.00	\$20,142.00
Sales Tax Fund	10201.23	\$2,787.54	\$248,001.11	\$248,130.00	\$2,658.65	\$2,658.65	\$0.00
Landfill Reserve	10202.33	\$2,983.92	\$0.49	\$0.00	\$2,984.41	\$2,984.41	\$0.00
Landfill Surcharge	10300.33	\$4,952.93	\$1.02	\$0.00	\$4,953.95	\$0.00	\$4,953.95
Alternate Revenue Bonds	10137.31	\$17.85	\$0.00	\$0.00	\$17.85	\$0.00	\$17.85
Sewage Treatment Fund	10106.36	\$20,332.74	\$266,445.83	\$58,691.35	\$228,087.22	\$0.00	\$228,087.22
Capital Projects Fund	10103.37	(\$3,950.33)	\$0.37	\$0.00	(\$3,949.96)	\$0.00	(\$3,949.96)
Capital Development Fund	0.37	\$10,870.50	\$325,003.44	\$325,000.00	\$10,873.94	\$4,292.69	\$6,581.25
GRAND TOTAL M/M FUNDS		\$1,387,780.47	\$1,868,974.13	\$1,674,772.79	\$1,581,981.81	\$339,736.87	\$1,242,244.94

152: Run 5/10/11

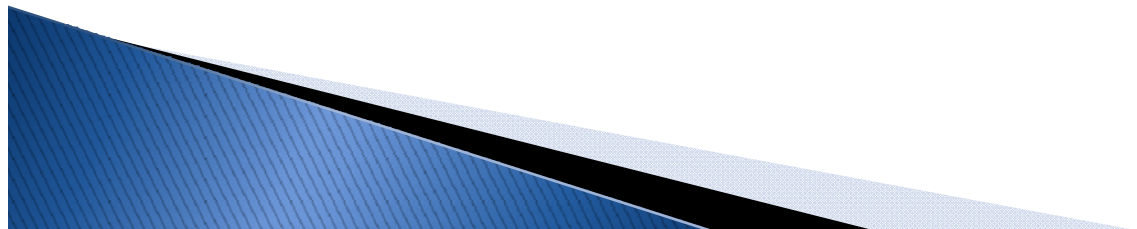
CITY OF DIXON
 EXPENDITURES versus BUDGET For 12 Periods ending 4/30/2011

CAPITAL DEVELOPMENT FUND

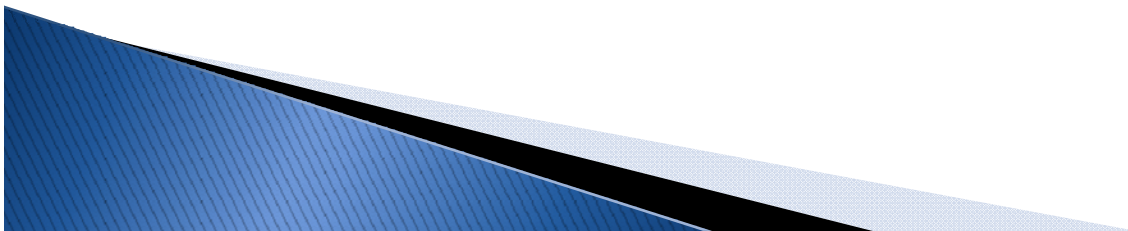
Page

Years Budget Expended Spent% Available

4100.37	Legal	25,000.00	.00		25,000.00
4200.37	Grant Applications	.00	.00		.00
4300.37	Engineering	1,000,000.00	766,000.00	76.6	234,000.00
7200.37	Capital Improvements/Streets	2,000,000.00	4,612,500.00	230.6	2,612,500.00-
7201.37	Capital Improvements/Sewers	2,000,000.00	.00		2,000,000.00
7900.37	Other	12,000,000.00	2,190.19-	.0	12,002,190.19
8500.37	Bond Payment	900,000.00	.00		900,000.00
8600.37	Bond Interest	800,000.00	264,032.13	33.0	535,967.87
8900.37	Miscellaneous	2,000,000.00	102.05	.0	1,999,897.95
9900.37	Transfer to corporate fund	.00	.00		.00
9917.37	Transfer to M.F.T.	.00	.00		.00
		*** 20,725,000.00	5,640,443.99	27.2	15,084,556.01
TOTAL	CAPITAL DEVELOPMENT FUND	20,725,000.00	5,640,443.99	27.2	15,084,556.01



Annual Reports



**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICITS)
GOVERNMENTAL FUNDS
Year Ended April 30, 2011**

	<u>General</u>	<u>Municipal Airport</u>	<u>Illinois Municipal Retirement</u>	<u>Municipal Sales Tax</u>	<u>Capital Development</u>
REVENUES					
General property taxes	\$ 1,996,489	\$ -	\$ 450,095	\$ -	\$ -
Foreign fire insurance tax	-	-	-	-	-
Intergovernmental revenues	3,018,740	1,298,390	-	3,465,905	-
Licenses, permits, and other fees	282,192	-	-	-	-
Fines and penalties	129,461	-	-	-	-
Charges for services	-	-	-	-	-
Revenue from use of money and property	-	58,351	12,605	75	36
Other	402,776	176	-	-	60,000
Total revenues	<u>5,829,658</u>	<u>1,356,917</u>	<u>462,700</u>	<u>3,465,980</u>	<u>60,036</u>
EXPENDITURES					
General government	1,865,160	-	11,342	51,230	-
Public safety:					
Police protection and community relations	2,859,124	-	-	-	-
Fire fighting and prevention and emergency vehicle	1,395,520	-	-	-	-
Public works	140,968	-	-	-	-
Highways and streets	731,015	-	-	-	-
Traffic development	87,091	-	-	-	-
Welfare-Civil Defense	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Airport operations	-	1,420,662	-	-	-
Cemetery operations	-	-	-	-	-
Capital outlay	-	-	-	-	5,376,412
Debt service:					
Principal	475,666	-	-	-	679,000
Interest	-	-	-	-	264,032
Payments to pensions	754,836	-	189,888	-	-
Payments to Social Security System	-	-	-	-	-
Total expenditures	<u>8,309,380</u>	<u>1,420,662</u>	<u>201,230</u>	<u>51,230</u>	<u>6,319,444</u>
Excess (deficiency) of revenues over expenditures	<u>(2,479,722)</u>	<u>(63,745)</u>	<u>261,470</u>	<u>3,414,750</u>	<u>(6,259,408)</u>
OTHER FINANCING SOURCES (USES)					
Debt proceeds	1,000,000	-	-	-	679,000
Operating transfers in	971,000	-	-	-	5,308,000
Operating transfers out	(645,000)	-	-	(3,364,000)	-
Total other financing sources (uses)	<u>1,326,000</u>	<u>-</u>	<u>-</u>	<u>(3,364,000)</u>	<u>5,987,000</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>(1,153,722)</u>	<u>(63,745)</u>	<u>261,470</u>	<u>50,750</u>	<u>(272,408)</u>

NOTE 3 - CAPITAL ASSETS

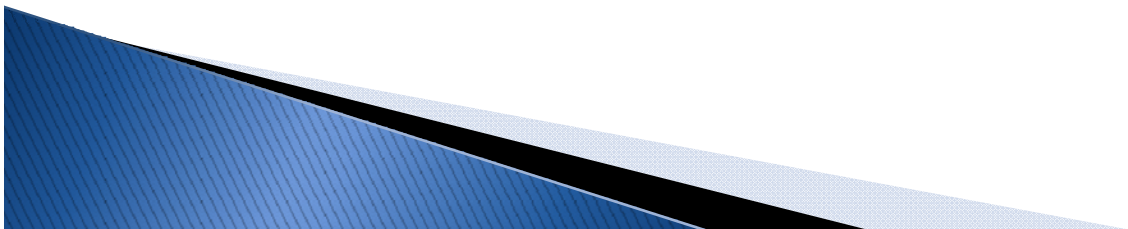
Capital asset activity for the year ended April 30, 2011, was as follows:

	<u>Balance at May 1, 2010</u>	<u>Additions</u>	<u>Disposals</u>	<u>Balance at April 30, 2011</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 2,530,861	\$ -	\$ -	\$ 2,530,861
Construction in progress	<u>208,420</u>	<u>1,312,218</u>	<u>148,824</u>	<u>1,371,814</u>
Total capital assets not being depreciated	<u>2,739,281</u>	<u>1,312,218</u>	<u>148,824</u>	<u>3,902,675</u>
Capital assets being depreciated:				
Buildings	12,146,367	-	-	12,146,367
Equipment	5,869,497	205,909	72,509	6,002,897
Infrastructure	<u>48,323,524</u>	<u>6,450,053</u>	<u>-</u>	<u>54,773,577</u>
Total capital assets being depreciated	<u>66,339,388</u>	<u>6,655,962</u>	<u>72,509</u>	<u>72,922,841</u>
Less accumulated depreciation:				
Buildings	4,030,407	306,039	-	4,336,446
Equipment	3,896,522	432,076	48,261	4,280,337
Infrastructure	<u>14,958,858</u>	<u>2,149,339</u>	<u>-</u>	<u>17,108,197</u>
Total accumulated depreciation	<u>22,885,787</u>	<u>2,887,454</u>	<u>48,261</u>	<u>25,724,980</u>
Governmental activities capital assets, net	<u>\$ 46,192,882</u>	<u>\$5,080,726</u>	<u>\$ 173,072</u>	<u>\$ 51,100,536</u>

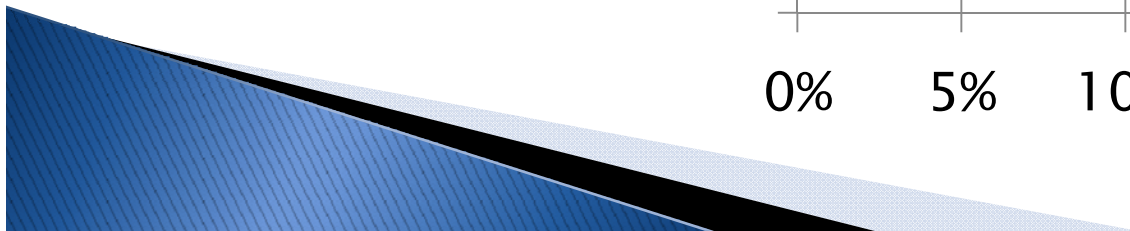
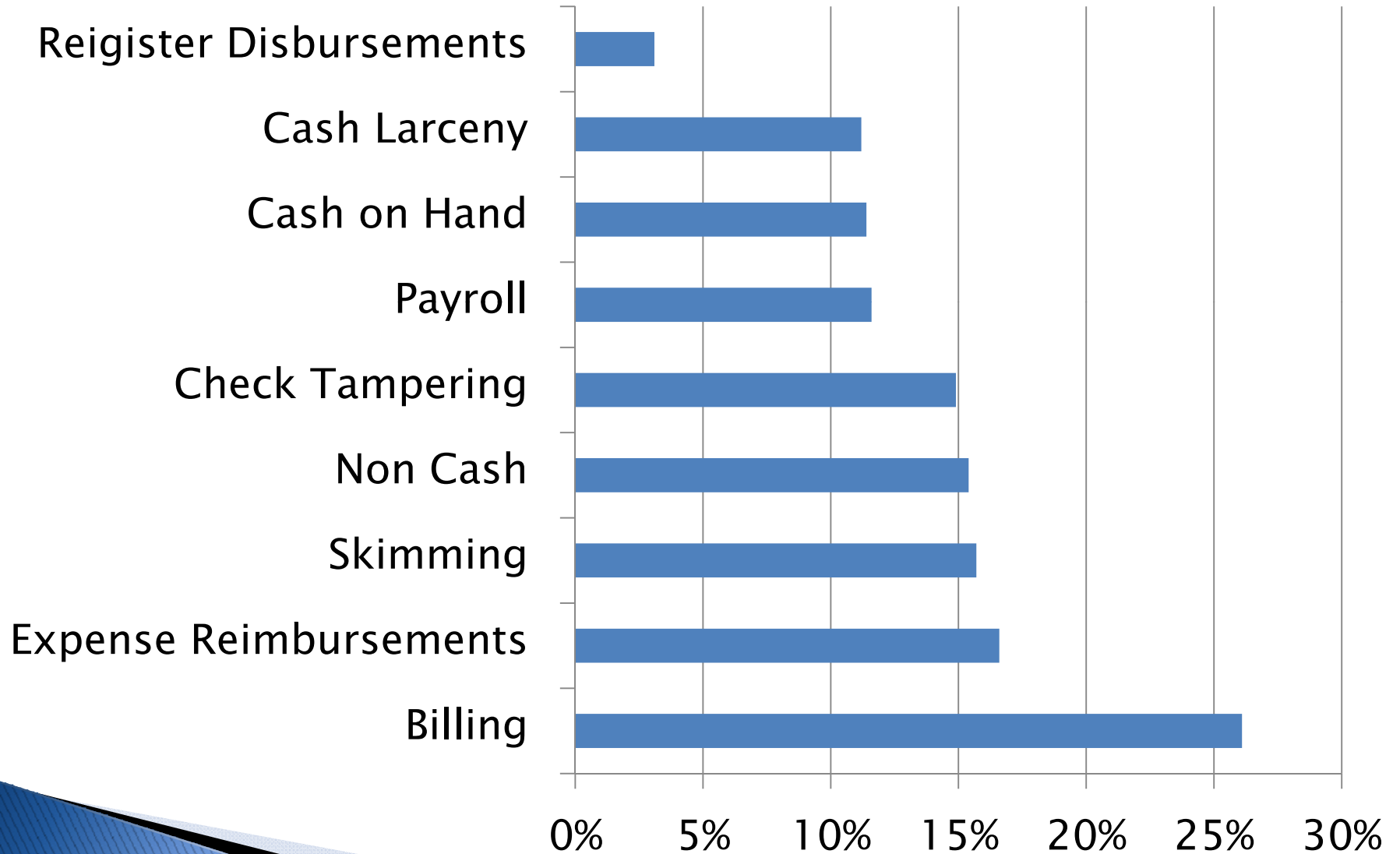
Discovery

City Clerk requested the
bank statements be
faxed

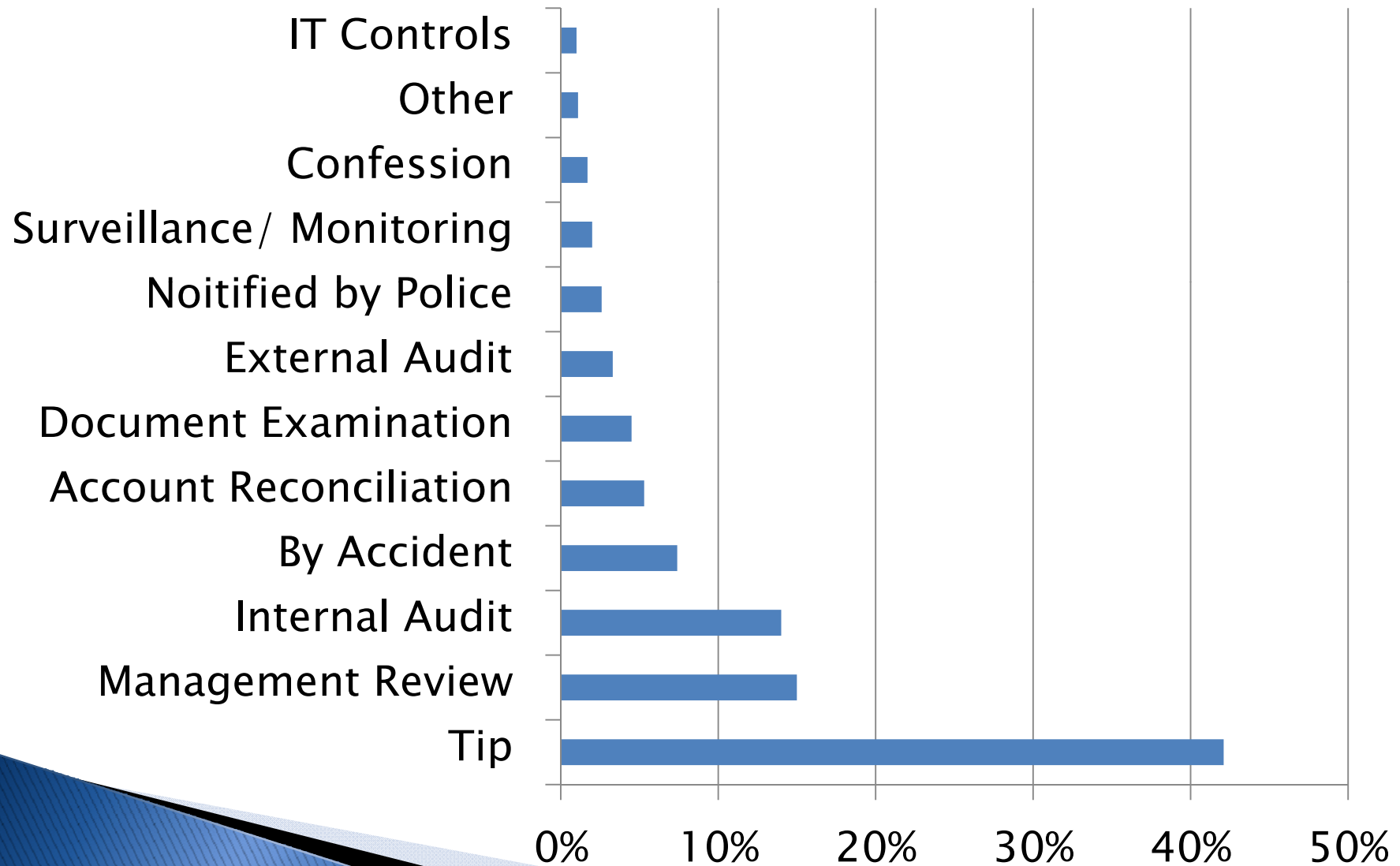
FBI- 7 months



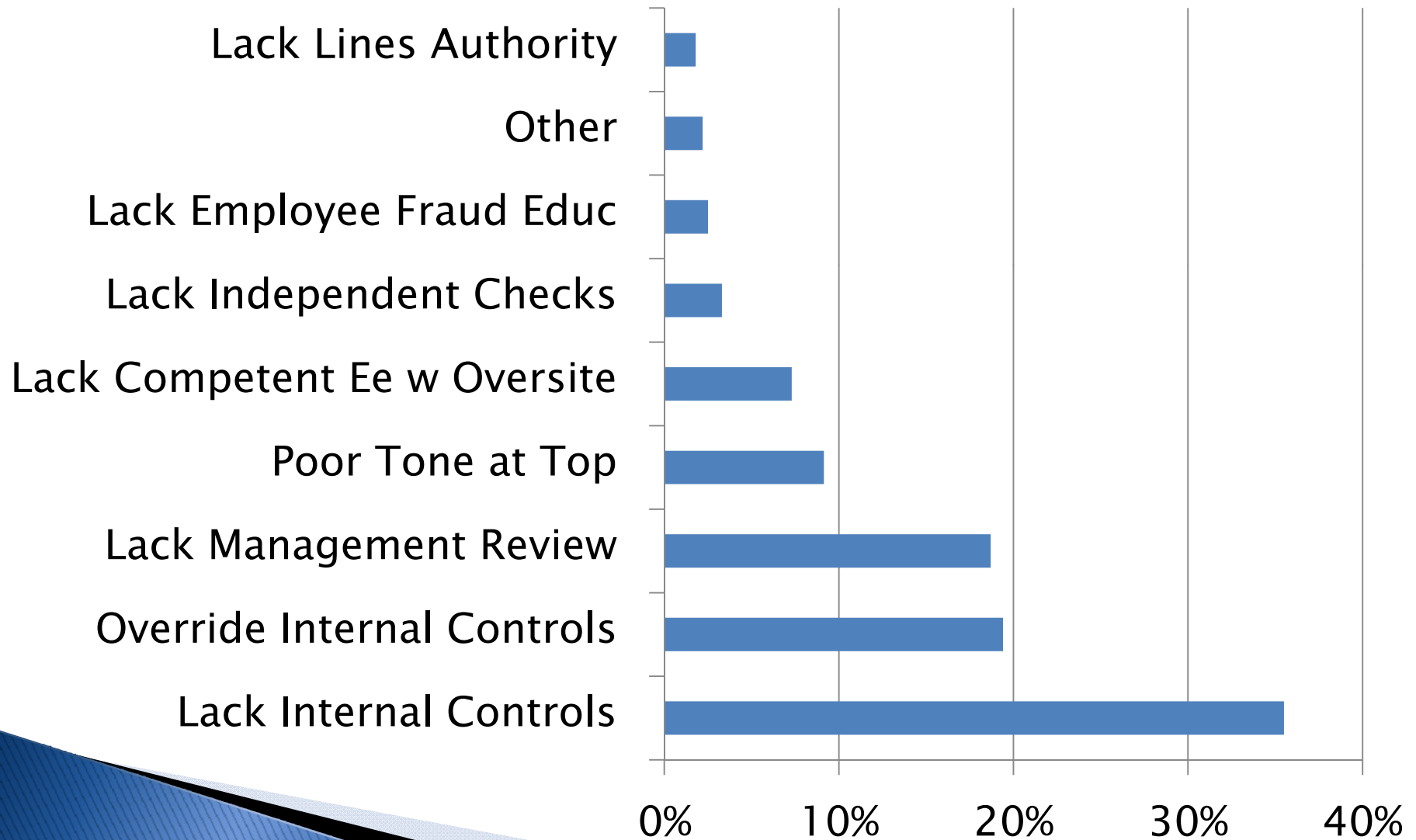
Asset Misappropriation Schemes



Detection Method



Primary Internal Control Weakness



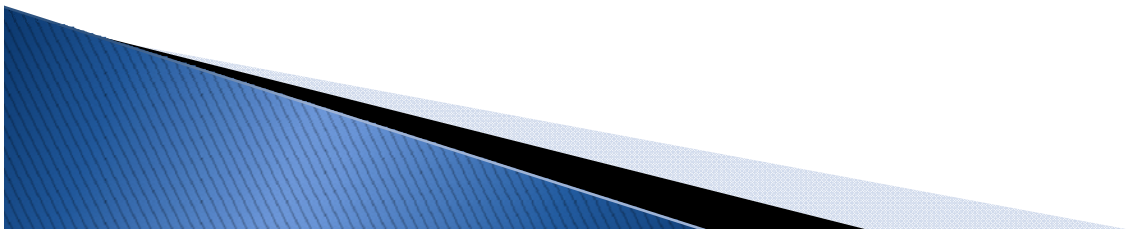
ACFE Recommendations

Hotline:

Anonymous / Confidential
Third Party

Fraud Awareness Training:

Management and Employees
Behavior Red Flags



Discussion

