

OFFICE OF INSPECTOR GENERAL
CITY OF NEW ORLEANS



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PAYROLL FUNDS NOT RECONCILED

The City of New Orleans Office of Inspector General today released a report on a performance audit of the City's Payroll Liabilities.

The audit found that the Payroll Clearing Fund had approximately \$1.5 million in accrued liabilities that should have been written off in prior years. It also found that the Payroll Clearing Fund could have been overstated by as much \$106.8 million or understated by as much as \$107.1 million. The City declined to research these accounts stating that these were offsetting accounts, and auditors were unable to provide an opinion as to their accuracy.

Inspector General Ed Quatrevaux said, "Under Government Auditing Standards, the City has a responsibility to maintain accurate accounts and to monitor them on a regular basis."

The report is attached to this press release. Other reports issued by the Office of Inspector General can be viewed and downloaded from the website at <http://www.nolaoig.org>.

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