

STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769

AUDIT REPORT

OF

COUNTY AUDITOR

VERMILLION COUNTY, INDIANA

January 1, 2006 to December 31, 2006



FILED
06/21/2007

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COUNTY OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Sherrie A. Koma	01-01-05 to 12-31-08
President of the County Council	Michael Costello John Yoho	01-01-06 to 12-31-06 01-01-07 to 12-31-07
President of the Board of County Commissioners	Tim J. Wilson	01-01-06 to 12-31-07



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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TO: THE OFFICIALS OF VERMILLION COUNTY

We have audited the records of the County Auditor for the period from January 1, 2006 to December 31, 2006, and certify that the records and accountability for cash and other assets are satisfactory to the best of our knowledge and belief, except as stated in the Audit Results and Comments. The financial transactions of this office are reflected in the Annual Report of Vermillion County for the year 2006.

STATE BOARD OF ACCOUNTS

May 9, 2007

COUNTY AUDITOR
VERMILLION COUNTY
AUDIT RESULTS AND COMMENTS

PENALTIES, INTEREST AND OTHER CHARGES

Two payments were made to the Indiana Department of Revenue for penalties and interest incurred due to the late filing of monthly payroll withholdings:

Payroll Month	Amount Paid	Date of Payment
September 2005	\$ 880.34	May 5, 2006
August 2006	999.23	December 15, 2006

Officials and employees have the duty to pay claims and remit taxes in a timely fashion. Failure to pay claims or remit taxes in a timely manner could be an indicator of serious financial problems which should be investigated by the governmental unit.

Additionally, officials and employees have a responsibility to perform duties in a manner which would not result in any unreasonable fees being assessed against the governmental unit.

Any penalties, interest or other charges paid by the governmental unit may be the personal obligation of the responsible official or employee. (Accounting and Uniform Compliance Guidelines Manual for County Auditors, Chapter 14)

CAPITAL ASSETS

As previously stated in the last four Audit Reports, the Capital Asset Ledger, County Form 146 is prescribed by the State Board of Accounts to be a record of capital assets purchased by the County. The forms maintained by the County contained such errors as: not all capital asset purchases and disposals were recorded, items not defined as capital assets were recorded, the original cost did not reflect the entire value given toward the purchase (trade-in value), and entries did not contain all necessary information such as purchased dates and serial numbers.

Every governmental unit should have a complete inventory of all fixed assets owned which reflect their acquisition value. Such inventory should be recorded on the applicable Capital Asset Ledger. A complete inventory should be taken at least every two years for good internal control and for verifying account balances carried in the accounting records. (Accounting and Uniform Compliance Guidelines Manual for County Auditors, Chapter 14)

APPROPRIATIONS

The records presented for audit indicated the following expenditures in excess of budgeted appropriations:

Fund	Excess Amount Expended
Local Road and Street	\$ 11,187
Cumulative Bridge	153,339
Planning Commission	1,815
County Misdemeanant	15,135

Indiana Code 6-1.1-18-4 states in part: ". . . the proper officers of a political subdivision shall appropriate funds in such a manner that the expenditures for a year do not exceed its budget for that year as finally determined under this article."

COUNTY AUDITOR
VERMILLION COUNTY
EXIT CONFERENCE

The contents of this report were discussed on May 9, 2007, with Sherrie A. Koma, Auditor; Tim J. Wilson, President of the Board of County Commissioners; and John Yoho, President of the County Council. The officials concurred with our audit findings.