

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

EXAMINATION REPORT

OF

COUNTY TREASURER

CLINTON COUNTY, INDIANA

January 1, 2006 to December 31, 2006



FILED

11/05/2007

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COUNTY OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Fran Reagan	01-01-05 to 12-31-08
President of the County Council	C. Steven Frey	01-01-06 to 12-31-07
President of the Board of County Commissioners	Wayne Williams Michael W. Conner	01-01-06 to 12-31-06 01-01-07 to 12-31-07



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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TO: THE OFFICIALS OF CLINTON COUNTY

We have examination the records of the County Treasurer 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 Examination Result and Comment. The financial transactions of this office are reflected in the Examination Report of Clinton County for the year 2006.

STATE BOARD OF ACCOUNTS

September 3, 2007

COUNTY TREASURER
CLINTON COUNTY
EXAMINATION RESULT AND COMMENT

BANK ACCOUNT RECONCILIATIONS

Depository reconciliations of the fund balances to the bank account balances were incorrect. On all reconciliations reviewed (January 2006 through June 2007) the Treasurer identified and scheduled cashbook posting errors as reconciliation adjustments, rather than correcting the cashbook postings. After reviewing and analyzing the Treasurer's reconciliation at December 31, 2006, it was determined that the bank was \$2,580.40 long of the record balance.

The Treasurer has not reconciled to the computerized accounting system since September 30, 2004. Failure to reconcile the computerized system to the bank accounts may have a detrimental effect on management decisions due to the uncertainty on available cash balances; also, errors or fraud may not be detected in a timely manner. The Treasurer should take the necessary steps to facilitate the reconciliation of the computerized accounting system to the bank accounts.

Indiana Code 5-13-6-1(e) states in part: "All local investment officers shall reconcile at least monthly the balance of public funds, as disclosed by the records of the local officers, with the balance statements provided by the respective depositories."

COUNTY TREASURER
CLINTON COUNTY
EXIT CONFERENCE

The contents of this report were discussed on September 4, 2007, with Fran Reagan, Treasurer; C. Steven Frey, President of the County Council; and Michael W. Conner, President of the Board of County Commissioners. The officials concurred with our finding.