

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

AUDIT REPORT
OF
CONVENTION, RECREATION AND VISITOR COMMISSION
FRANKLIN COUNTY, INDIANA
January 1, 2007 to December 31, 2007



FILED
11/14/2008

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COUNTY OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Executive Director	JoAnn Prickel	01-01-07 to 12-31-08
President of the Board of Convention, Recreation and Visitor Commission	Mary Ann Hart	01-01-07 to 12-31-08
President of the County Council	Donald (Butch) Williams	01-01-07 to 12-31-08
President of the Board of County Commissioners	Louis E. Linkel Vacant Thomas Wilson	01-01-07 to 04-15-07 04-16-07 to 04-22-07 04-23-07 to 12-31-08



STATE OF INDIANA
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TO: THE OFFICIALS OF FRANKLIN COUNTY, INDIANA

We have audited the records of the Convention, Recreation and Visitor Commission for the period from January 1, 2007 to December 31, 2007, 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 Result and Comment. The financial transactions of this office are reflected in the Annual Report of Franklin County for the year 2007.

STATE BOARD OF ACCOUNTS

October 15, 2008

CONVENTION, RECREATION AND VISITOR COMMISSION
FRANKLIN COUNTY
AUDIT RESULT AND COMMENT

PAYROLL DEDUCTIONS

We found that the Executive Director for the Convention, Recreation and Visitor Commission was issued a 1099 and, as a result, no payroll withholdings were made. Upon review, we determined that she met many of the attributes of an employee. If this is the case, there would be different procedures and reporting required by the IRS, including payroll withholdings and the issuance of a W-2 instead of a 1099.

We recommend that the Commission contact the IRS for the proper determination of this person's status as either an independent contractor or employee. If the IRS determines that this person is an employee, then we recommend that the Commission seek guidance from the IRS on the appropriate procedures to bring the Commission into compliance for past reporting.

Political subdivisions are required to comply with all grant agreements, rules, regulations, bulletins, directives, letters, letter rulings, and filing requirements concerning reports and other procedural matters of federal and state agencies, including opinions of the Attorney General of the State of Indiana, and court decisions. Governmental units should file accurate reports required by federal and state agencies. Noncompliance may require corrective action. (Accounting and Uniform Compliance Guidelines Manual for Counties, Chapter 1)

CONVENTION, RECREATION AND VISITOR COMMISSION
FRANKLIN COUNTY
EXIT CONFERENCE

The contents of this report were discussed on October 15, 2008, with JoAnn Prickel, Executive Director; and Mary Ann Hart, President of the Board of Convention, Recreation and Visitor Commission. The officials concurred with our audit finding.