

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

AUDIT REPORT
OF

CITY CONTROLLER
CITY OF FORT WAYNE
ALLEN COUNTY, INDIANA

January 1, 2009 to December 31, 2009



FILED
07/15/2010

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CITY OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Controller	Patricia Roller	01-01-09 to 12-31-10
Mayor	Thomas Henry	01-01-08 to 12-31-11
Director of City Utilities	Kumar Menon	01-01-09 to 12-31-10
Director of Public Works	Robert Kennedy	01-01-09 to 12-31-10
Co-Directors of Public Safety	Peter Kelly Russell York	01-01-09 to 12-31-10 01-01-09 to 12-31-10
President of the Common Council	Thomas Smith Martin Bender	01-01-09 to 12-31-09 01-01-10 to 12-31-10



STATE OF INDIANA
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TO: THE OFFICIALS OF THE CITY OF FORT WAYNE

We have audited the records of the City Controller for the period from January 1, 2009 to December 31, 2009, 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 Comprehensive Annual Financial Report of the City of Fort Wayne for the year 2009.

STATE BOARD OF ACCOUNTS

May 26, 2010

CITY CONTROLLER
CITY OF FORT WAYNE
AUDIT RESULT AND COMMENT

NEGATIVE FUND BALANCES/NET ASSETS

The following fund had a negative fund balance at December 31, 2009:

Harrison Square Project	\$ 392,677.
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The following fund had deficit net assets at December 31, 2009:

Group Health Insurance	\$ 608,915.
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A similar comment appeared in prior Report B34865.

The fund balance of any fund may not be reduced below zero. Routinely overdrawn funds could be an indicator of serious financial problems which should be investigated by the governmental unit. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

CITY CONTROLLER
CITY OF FORT WAYNE
EXIT CONFERENCE

The contents of this report were discussed on May 26, 2010, with Patricia Roller, Controller; Valerie Ahr, Deputy Controller; Mark Knepper, Deputy Director of Financial Operations; and Lynn Trittipo, Director of Internal Audit. The official response has been made a part of this report and may be found on page 6.



CITY OF FORT WAYNE

GRAHAM RICHARD, MAYOR

May 26, 2010

Mr. Bruce Hartman, CPA
State Board of Accounts
302 W. Washington St., Room E418
Indianapolis, IN 46204-2765

NEGATIVE FUND BALANCES – DEFICIT NET ASSETS

The City is in agreement that the following funds have negative fund balances or deficit net assets due to the following reasons:

The Harrison Square Project Fund has a negative fund balance due to the fact that a receivable from the Jefferson Pointe TIF fund was not booked. The City will ensure this does not occur again in 2010.

The Group Health Insurance Fund has a negative fund balance due to the accrual that has to be booked at each year end. The fund has a positive cash balance. The City will ensure this does not occur again in 2010.

Sincerely,

A handwritten signature in blue ink that reads "Patricia A. Roller".

Patricia A. Roller, CPA
City Controller

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