

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

AUDIT REPORT

OF

COUNTY AUDITOR

CLINTON COUNTY, INDIANA

January 1, 2010 to December 31, 2010



FILED

09/07/2011

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
County Officials	2
Transmittal Letter	3
Audit Results and Comments:	
Temporary Loan	4
Annual Report.....	4
Audit Report Not Certified by Due Date	4
Exit Conference.....	5

COUNTY OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Cathy Hamilton	01-01-09 to 12-31-12
Treasurer	Laura Huffer (Vacant) Ron Niemesh	01-01-09 to 09-03-10 09-04-10 to 09-26-10 09-27-10 to 12-31-12
Clerk	Kellie Surber	01-01-09 to 12-31-12
Sheriff	Mark Mitchell Jeff Ward	01-01-07 to 12-31-10 01-01-11 to 12-31-14
President of the County Council	Steve Woods	01-01-10 to 12-31-11
President of the Board of County Commissioners	William Beard Mike Beard	01-01-10 to 12-31-10 01-01-11 to 12-31-11



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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TO: THE OFFICIALS OF CLINTON COUNTY

We have audited the records of the County Auditor for the period from January 1, 2010 to December 31, 2010, 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 Clinton County for the year 2010.

STATE BOARD OF ACCOUNTS

June 21, 2011

COUNTY AUDITOR
CLINTON COUNTY
AUDIT RESULTS AND COMMENTS

TEMPORARY LOAN

A temporary loan of \$50,000 was made in 2009 from the Hospital Contractual Fund to the Health Fund and not repaid by December 31, 2010. Also, there was no documentation available to indicate that an emergency was declared to allow for a six-month extension. The loan has not been repaid as of June 9, 2011.

Indiana Code 36-1-8-4 concerning temporary loans states in part:

"(a) . . . (3) Except as provided in subsection (b), the prescribed period must end during the budget year of the year in which the transfer occurs. (4) The amount transferred must be returned to the other fund at the end of the prescribed period. . . ."

"(b) If the fiscal body of a political subdivision determines that an emergency exists that requires an extension of the prescribed period of a transfer under this section, the prescribed period may be extended for not more than six (6) months beyond the budget year of the year in which the transfer occurs if the fiscal body does the following: (1) Passes an ordinance or a resolution that contains the following: (A) A statement that the fiscal body has determined that an emergency exists. (B) A brief description of the grounds for the emergency. (C) The date the loan will be repaid that is not more than six (6) months beyond the budget year in which the transfer occurs. (2) Immediately forwards the ordinance or resolution to the state board of accounts and the department of local government and finance."

ANNUAL REPORT

The County Annual Report (CAR) submitted to the State Board of Accounts did not accurately reflect all of the financial transactions of the County. County department receipts, disbursements, and balances were not included in the electronically filed CAR. In addition, various funds receipts, as shown in the CAR did not agree with the County Auditor's ledger receipts.

Indiana Code 5-11-1-4(a) concerning annual reports, states in part: ". . . these reports shall be prepared, verified, and filed with the state examiner no later than sixty (60) days after the close of each fiscal year."

AUDIT REPORT NOT CERTIFIED BY DUE DATE

Clinton County did not certify their audited Annual Report to the Federal Audit Clearinghouse by the required deadline for the 2009 audit period. One of the consequences for not meeting this deadline is that the County does not qualify as a low-risk auditee for the subsequent audit. Qualifying for a low-risk auditee could reduce the time required to complete the A-133 portion of the audit.

OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, §___.320, requires the audit to be completed and the data collection form and reporting package be submitted within the earlier of 30 days after the receipt of the auditor's reports, or nine months after the end of the audit period, unless a longer period is agreed to in advance by the cognizant or oversight agency for audit. The submission process includes the certification of the report to the Federal Audit Clearinghouse.

COUNTY AUDITOR
CLINTON COUNTY
EXIT CONFERENCE

The contents of this report were discussed on June 21, 2011, with Cathy Hamilton, Auditor.

The contents of this report were discussed on August 9, 2011, with Mike Beard, President of the Board of County Commissioners; Steve Woods, President of the County Council; and Alan Dunn, Vice President of the County Council.