

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

AUDIT REPORT

OF

COUNTY AUDITOR

CLAY COUNTY, INDIANA

January 1, 2011 to December 31, 2011



FILED

06/01/2012

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COUNTY OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Mary Jo Alumbaugh	01-01-11 to 12-31-14
President of the Board of County Commissioners	Charles Brown	01-01-11 to 12-31-12
President of the County Council	Michael D. McCullough	01-01-11 to 12-31-12



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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TO: THE OFFICIALS OF CLAY COUNTY

We have audited the records of the County Auditor for the period from January 1, 2011 to December 31, 2011, 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 Clay County for the year 2011.

STATE BOARD OF ACCOUNTS

April 26, 2012

COUNTY AUDITOR
CLAY COUNTY
AUDIT RESULT AND COMMENT

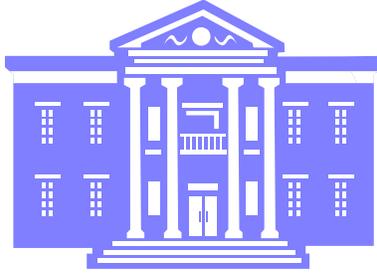
OVERDRAWN FUND BALANCES

The Self Insurance Fund was overdrawn \$3,638 at December 31, 2011.

The 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 County Auditors of Indiana, Chapter 14)

COUNTY AUDITOR
CLAY COUNTY
EXIT CONFERENCE

The contents of this report were discussed on April 26, 2012, with Mary Jo Alumbaugh, Auditor, and Charles Brown, President of the Board of County Commissioners. The Official Response has been made a part of this report and may be found on page 6.



MARY JO ALUMBAUGH
AUDITOR OF CLAY COUNTY
609 EAST NATIONAL AVE
ROOM 105
BRAZIL IN 47834
812-448-9001

April 30, 2012

State Board of Accounts

RE: Overdrawn Fund Balance

In response to the comments on an overdrawn fund balance in the 2011 audit result, please let me enter the following into the record:

The Self Insurance Fund referred to in the comments is an outside agency fund administered by Dunn & Associates and is in actuality the Clay County Employee Benefit Trust, which is a self funded health insurance plan furnished for our employees. This trust has a fiscal year beginning on July 1, and ending on June 30 of each year. The overdrawn balance of this fund was \$3,636.88 on December 31, 2011. On December 30, 2011 a payment of \$75,060.80 was issued to Dunn & Associates for December claims. This payment was not reflected on the year- end balance reported.

Sincerely,

Mary Jo Alumbaugh

Mary Jo Alumbaugh