

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

AUDIT REPORT  
OF  
COUNTY REDEVELOPMENT COMMISSION  
DELAWARE COUNTY, INDIANA  
January 1, 2012 to December 31, 2012



**FILED**  
09/18/2013



TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
County Officials .....	2
Transmittal Letter .....	3
Audit Result and Comment: Internal Controls .....	4
Exit Conference.....	5

COUNTY OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
President of the Redevelopment Commission	Jeff Huff	01-01-12 to 12-31-13
President of the County Council	James King Kevin Nemyer	01-01-12 to 12-31-12 01-01-13 to 12-31-13
President of the Board of County Commissioners	Todd Donati Larry Bledsoe	01-01-12 to 12-31-12 01-01-13 to 12-31-13



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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TO: THE OFFICIALS OF DELAWARE COUNTY, INDIANA

We have audited the records of the County Redevelopment Commission for the period from January 1, 2012 to December 31, 2012, 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 Delaware County for the year 2012.

STATE BOARD OF ACCOUNTS

August 19, 2013

COUNTY REDEVELOPMENT COMMISSION  
DELAWARE COUNTY  
AUDIT RESULT AND COMMENT

***INTERNAL CONTROLS***

Internal controls over the receipting, disbursing, recording, and accounting for the financial activities were insufficient for the redevelopment commission:

Trust statements for all trust accounts were not retained by either the auditor or the redevelopment commission therefore amounts reported to the auditor for inclusion in the financial statements did not include a \$1,200,000 bond issue. There were no controls in place to ensure that information about debt issues or federal grants was properly reported to the auditor for inclusion in the financial statements and such information was subsequently not correctly reported.

Payments of \$2,321,706.50 were made from the trust accounts by the trustee. The Redevelopment Commission did not approve these expenditures and received no documentation of the expenses.

Governmental units should have internal controls in effect which provide reasonable assurance regarding the reliability of financial information and records, effectiveness and efficiency of operations, proper execution of management's objectives, and compliance with laws and regulations. Among other things, segregation of duties, safeguarding controls over cash and all other assets and all forms of information processing are necessary for proper internal control. (Accounting and Uniform Compliance Guidelines Manual for Counties of Indiana, Chapter 1)

COUNTY REDEVELOPMENT COMMISSION  
DELAWARE COUNTY  
EXIT CONFERENCE

The contents of this report were discussed on August 19, 2013, with Larry Bledsoe, President of the Board of County Commissioners; Judy Rust, Auditor; and Patty Lackey, Executive Assistant; and on August 20, 2013, with Brad Bookout, Director of Delaware County Redevelopment Corporation.