

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

AUDIT REPORT

OF

COUNTY AUDITOR

POSEY COUNTY, INDIANA

January 1, 2012 to December 31, 2012



FILED
08/22/2014

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COUNTY OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Nicholas Wildeman Kyle Haney	01-01-11 to 01-12-14 01-13-14 to 12-31-14
President of the Board of County Commissioners	James Alsop Carl Schmitz	01-01-12 to 12-31-12 01-01-13 to 12-31-14
President of the County Council	Robert Gentil	01-01-12 to 12-31-14



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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TO: THE OFFICIALS OF POSEY COUNTY

We have audited the records of the County Auditor 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 Results and Comments. The financial transactions of this office are reflected in the Annual Report of Posey County for the year 2012.

Paul D. Joyce
Paul D. Joyce, CPA
State Examiner

March 17, 2014

COUNTY AUDITOR
POSEY COUNTY
AUDIT RESULTS AND COMMENTS

OVERDRAWN CASH BALANCES

The County's financial statement included the following funds with overdrawn cash balances at December 31, 2012:

Fund	Amount Overdrawn
Tax Sale Redemption	\$ 1,299
Juvenile Probation Administration	124
HEA 1001 State Homestead Credit	203
Township Assistance	1,302
Township Firefighting Fund	2,422
Township Cumulative Fire Fighting Fund	47,016
School Debt Service	26,288
Police Pension	3,439
Parks & Recreation	2,478
Wastewater Study-Wadesville/Blairsville	20,000

The cash 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)

CAPITAL ASSETS

The County has not properly maintained a complete inventory of capital assets. Land is not included in the County's capital asset records. Buildings are included at current value, rather than at historical cost. A similar comment was made in several prior reports.

Every governmental unit should have a complete inventory of all capital assets owned which reflect their acquisition value. Such inventory should be recorded in the Capital Assets Ledger form. A complete inventory should be taken every year for good internal control and for verifying account balances carried in the accounting records. (Accounting and Uniform Compliance Guidelines Manual for County Auditors of Indiana, Chapter 14)

COUNTY AUDITOR
POSEY COUNTY
EXIT CONFERENCE

The contents of this report were discussed on March 31, 2014, with Carl Schmitz, President of the Board of County Commissioners; Robert Gentil, President of the County Council; Kyle Haney, Auditor; and Nicholas Wildeman, former Auditor. The Official Response has been made a part of this report and may be found on page 6.

Kyle J. Haney
Auditor, Posey County
Coliseum Building
126 E. Third Street – Room 220
Mount Vernon, Indiana 47620
(812) 838 – 1300

April 2nd, 2014

To Whom It May Concern:

In response to the 2012 Posey Count Audit, I, Kyle J. Haney, am writing on behalf of Carl Schmitz, Robert Gentil, and myself. On Monday, March 31st 2014 the previously mentioned as well as Nick Wildeman, former Posey County Auditor, met with Barb Montgomery from State Board of Accounts to discuss the findings of the 2012 Audit. In this meeting we were made aware of multiple funds that either have funds that need to be transferred or are in the negative and need to be reconciled. In conjunction with State Board of Accounts and the Treasurer's office, the Auditor's office is working diligently to resolve and amend these issues. If there are any questions pertaining to the issues found in the 2012 audit, please feel free to contact me.

Respectfully

Kyle J. Haney