



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

B44312

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October 16, 2014

TO: THE OFFICIALS OF CLINTON TOWNSHIP, DECATUR COUNTY, INDIANA

As authorized under Indiana Code 5-11-1, we performed certain procedures to the accounting records and related documents of Clinton Township (Township), for the period of January 1, 2010 to December 31, 2013, to determine compliance with applicable Indiana laws and uniform compliance guidelines established by the Indiana State Board of Accounts.

Our procedures were designed solely to satisfy the requirements of Indiana Code 5-11-1. Because our procedures were not designed to opine on the Township's financial statements, we did not follow *generally accepted auditing standards*. Accordingly, we do not express an opinion on any basic financial statement of the Township.

Management is responsible for preparing and maintaining its accounting records and related documents, as well as compliance with applicable state laws and uniform compliance guidelines established by the Indiana State Board of Accounts.

The Township's Annual Financial Reports filed for years prior to 2011 can be found on the Indiana Transparency Portal website: [www.in.gov/itp/annual\\_reports/](http://www.in.gov/itp/annual_reports/). For years 2011 and later, the Annual Financial Reports filed by the Township can be found on the Gateway website: <https://gateway.ifonline.org/>.

The Comments contained herein describe the identified reportable instances of noncompliance found as a result of the procedures we performed. Our procedures were not designed to identify all instances of noncompliance; therefore, noncompliance may exist that is unidentified.

**Current Period Comments**

- *The financial institution did not return the actual cancelled checks with the monthly bank statements; but instead, returned only an optical image of the front side of the checks. The back side or endorsement side of the checks was not returned.*
- *The Annual Financial Report filed on Gateway for 2011, 2012, and 2013 contained errors in reporting the transactions and balances related to an investment and did not properly reflect the financial activity of the Township.*

| <u>Years</u> | <u>Fund</u>         | <u>Category</u>   | <u>Amount Per Gateway</u> | <u>Amount Per Township Ledger</u> | <u>Difference</u> |
|--------------|---------------------|-------------------|---------------------------|-----------------------------------|-------------------|
| 2011         | Township Assistance | Beginning Balance | \$ 7,083.26               | \$ 17,083.26                      | \$ (10,000.00)    |
| 2011         | Township Assistance | Ending Balance    | 7,085.99                  | 17,085.99                         | (10,000.00)       |
| 2012         | Township Assistance | Beginning Balance | 7,085.99                  | 17,085.99                         | (10,000.00)       |
| 2012         | Township Assistance | Ending Balance    | 6,611.07                  | 16,661.07                         | (10,050.00)       |
| 2013         | Township Assistance | Beginning Balance | 6,611.07                  | 16,611.07                         | (10,000.00)       |
| 2013         | Township Assistance | Receipts          | 10,000.00                 | -                                 | 10,000.00         |

- *W-2s for 2011 were not presented for review.*
- *The Township did not have a Nepotism Policy for 2012 or 2013.*
- *Each elected officer did not certify in writing that the officer had not violated Indiana Code 36-1-20.2 (Nepotism) by December 31, 2012 and 2013.*
- *The Township did not have a Contracting Policy for 2012 or 2013.*
- *Each elected officer did not certify in writing that the officer had not violated Indiana Code 36-1-21 (Contracting With a Unit) by December 31, 2012 and 2013.*
- *The Annual Financial Report for 2012 was not filed electronically until June 25, 2013, which was 116 days past the due date.*

This letter is intended for the information and use of the governing body and management of the Township. This restriction is not intended to limit the distribution of this letter, which is a matter of public record.

The contents of this letter were discussed on May 14, 2014, with Robert A. Foster, Trustee.

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