

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

SUPPLEMENTAL COMPLIANCE REPORT

OF

FAYETTE COUNTY, INDIANA

January 1, 2013 to December 31, 2013



**FILED**  
11/07/2014



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### SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Debra Shaw-Kidd	01-01-11 to 12-31-14
Treasurer	Mary Hiers	01-01-11 to 12-31-14
Clerk	Melinda Sudhoff	01-01-11 to 12-31-14
Sheriff	William Wayson	01-01-11 to 12-31-14
Recorder	Ann Frost	01-01-11 to 12-31-14
President of the County Council	Shirley Wise Michael Wenta	01-01-13 to 12-31-13 01-01-14 to 12-31-14
President of the Board of County Commissioners	Barton Barker	01-01-13 to 12-31-14



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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302 WEST WASHINGTON STREET  
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TO: THE OFFICIALS OF FAYETTE COUNTY, INDIANA

This report is supplemental to our audit report of Fayette County (County), for the period from January 1, 2013 to December 31, 2013. It has been provided as a separate report so that the reader may easily identify any Audit Results and Comments that pertain to the County. It should be read in conjunction with our Financial Statement and Federal Single Audit Report of the County, which provides our opinions on the County's financial statement and federal program compliance. This report may be found at [www.in.gov/sboa/](http://www.in.gov/sboa/).

As authorized under Indiana Code 5-11-1, we performed procedures to determine compliance with applicable Indiana laws and uniform compliance guidelines established by the Indiana State Board of Accounts. The Audit Results and Comments contained herein describe the identified reportable instances of noncompliance found as a result of these procedures. Our tests were not designed to identify all instances of noncompliance; therefore, noncompliance may exist that is unidentified.

Any Official Response to the Audit Results and Comments, incorporated within this report, was not verified for accuracy.

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

September 9, 2014

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COUNTY AUDITOR  
FAYETTE COUNTY

COUNTY AUDITOR  
FAYETTE COUNTY  
AUDIT RESULT AND COMMENT

***APPROPRIATION***

The records presented for audit indicated the following expenditures for the Cumulative Bridge fund for 2013 exceeded budgeted appropriations by \$11,794.

Indiana Code 6-1.1-18-4 states in part: ". . . the proper officers of a political subdivision shall appropriate funds in such a manner that the expenditures for a year do not exceed its budget for that year as finally determined under this article."



**Debra Shaw Kidd**  
**Fayette County Auditor**

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auditor@co.fayette.in.us

September 9, 2014

Indiana State Board of Accounts  
302 W. Washington St., Room E418  
Indianapolis, IN 46204-2765

RE: Fayette County – Audit Period 01/01/13 thru 12/31/13

Former Surveyor Jerry Gobin submitted encumbrance requests for the Cumulative Bridge Fund to the Auditor's office to encumber appropriations from the 2013 budget year to the 2014 budget year. The encumbrance request totaled \$365,524.64 but the balance of the 2013 budget was only \$352,322.01. To correct this, I reduced the encumbered amount in two line items in the Cumulative Bridge fund to match the balance of the appropriations. Current Surveyor Warren Sudhoff approved the corrections.

In the future, the December 31<sup>st</sup> appropriation balance will be checked prior to entering any encumbrances for the new budget year.

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Debra Shaw Kidd  
Fayette County Auditor

COUNTY AUDITOR  
FAYETTE COUNTY  
EXIT CONFERENCE

The contents of this report were discussed on September 9, 2014, with Debra Shaw-Kidd, Auditor; Barton Barker, President of the Board of County Commissioners; and Michael Wenta, President of the County Council.

COUNTY TREASURER  
FAYETTE COUNTY

COUNTY TREASURER  
FAYETTE COUNTY  
AUDIT RESULT AND COMMENT

***BANK ACCOUNT RECONCILIATIONS***

Depository reconciliations of the fund balances to the bank account balances were conducted; however, the reconciliation did not balance. The Treasurer has eight different bank accounts, six of the accounts contained either a cash short or cash long. Overall the bank reconciliation showed unexplained cash long of \$6,587.27.

Indiana Code 5-13-6-1(e) states: "All local investment officers shall reconcile at least monthly the balance of public funds, as disclosed by the records of the local officers, with the balance statements provided by the respective depositories."

COUNTY TREASURER  
FAYETTE COUNTY  
EXIT CONFERENCE

The contents of this report were discussed on September 9, 2014, with Mary Hiers, Treasurer; Barton Barker, President of the Board of County Commissioners; and Michael Wenta, President of the County Council.