



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

B46221

STATE BOARD OF ACCOUNTS
302 WEST WASHINGTON STREET
ROOM E418
INDIANAPOLIS, INDIANA 46204-2769

Telephone: (317) 232-2513
Fax: (317) 232-4711
Web Site: www.in.gov/sboa

April 25, 2016

TO: THE OFFICIALS OF THE PORT AUTHORITY OF EVANSVILLE, VANDERBURGH COUNTY, INDIANA

As authorized under Indiana Code 5-11-1, we performed certain procedures to the accounting records and related documents of the Port Authority of Evansville (Authority), for the period of January 1, 2011 to December 31, 2015, 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 District's financial statement, we did not follow auditing standards generally accepted in the United States of America. Accordingly, we do not express an opinion on any basic financial statement of the Authority.

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 Annual Financial Reports filed by the Authority can be found on the Gateway website: <https://gateway.ifionline.org/>.

The Comment contained herein describes 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 Comment

- *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 were not returned.*

This letter is intended for the information and use of the governing body and management of the Authority. 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 March 7, 2016, with Russell G. Lloyd, Jr., CPA, Treasurer/Fiscal Officer, and Robin Hayes, Board Secretary. Any Official Response attached to this letter was not verified for accuracy.

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



City of Evansville
Office of the Controller
CIVIC CENTER COMPLEX, Room 300
ONE N. W. MARTIN LUTHER KING JR. BLVD.
EVANSVILLE, IN 47708

Lloyd Winnecke, Mayor

Russell Lloyd Jr. CPA, Controller

March 22, 2016

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

OFFICIAL RESPONSE

Reference: Official Response to 2011 - 2015 State Board of Accounts Audit of the Financial Statements of the Port Authority of Evansville, Indiana

Dear State Board Member(s):

The Port Authority of Evansville ("The Port Authority") recognizes the efforts put forth by the Indiana State Board of Accounts ("the State") performing the 2011 - 2015 financial statement audit for the Port Authority. We submit below our response to your audit result and comment. Our response details our understanding of the issues raised by the State and outline the Port Authority's expected course of action to resolve this finding.

For purposes of this letter, we are referring to the financial statement audit for the fiscal years ending December 31, 2011 to December 31, 2015.

BANK ACCOUNT OPTICAL IMAGES

The Port Authority's regular bank account was not returning images of the back of the paid checks as a required 'original record' under IC 5-15-6-3(a). This was an oversight by the bank that was not corrected by the Port Authority bookkeeper.

In response to this finding, in 2016 the Port Authority bookkeeper contacted the bank requested the bank provide images of paid checks both front and back with the Port's monthly bank statement.

The bank indicated this would be corrected and correct front and back images of paid checks would be included in the March 31, 2016 bank statement.

Please contact me at 812-436-4919 or email rloyd@evansville.in.gov if any questions.

Respectively submitted,

CITY OF EVANSVILLE and PORT AUTHORITY OF EVANSVILLE



Russell G. Lloyd Jr., CPA
Controller and Treasurer

RGL/ps