

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

COMPLIANCE EXAMINATION REPORT

OF

CLARK COUNTY

CLARK COUNTY, INDIANA

January 1, 2022 to December 31, 2022



FILED

10/26/2023



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
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October 26, 2023

To: The Officials of Clark County
Clark County
501 E Court Ave
Jeffersonville, IN 47130

This report is supplemental to the audit report of the Clark County (County), for the period January 1, 2022 to December 31, 2022. It has been provided as a separate report so that the reader may easily identify any Examination Findings that pertain to the County. It should be read in conjunction with the financial statement audit report of the County, which provides an opinion on the County's financial statements. This report may be found at www.in.gov/sboa/.

As authorized under Indiana Code 5-11-1, we engaged private examiners under our review to perform the audit of the County and perform procedures to determine compliance with applicable Indiana laws and uniform compliance guidelines established by the Indiana State Board of Accounts. The Examination Findings and Results contained herein describe the identified reportable instances of noncompliance found as a result of these procedures.

We call your attention to the findings in the report which may be found on page 3. Management's response may be found on page 5.

We have reviewed the Supplemental Audit Report for Clark County, prepared by Crowe LLP, Independent Public Accountants, for the period January 1, 2022 to December 31, 2022. In our opinion, the Supplemental Audit Report was prepared in accordance with the guidelines established by the Indiana State Board of Accounts.

The report is filed with this letter in our office as a matter of public record.

A handwritten signature in black ink that reads "Tammy R. White". The signature is written in a cursive style.

Tammy R. White, CPA
Deputy State Examiner

**COMPLIANCE EXAMINATION OF
CLARK COUNTY, INDIANA**

Jeffersonville, Indiana
January 1, 2022 to December 31, 2022

CLARK COUNTY, INDIANA
Jeffersonville, Indiana
January 1, 2022 to December 31, 2022

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CLARK COUNTY
SCHEDULE OF OFFICIALS
January 1, 2022 to December 31, 2022

<u>Office</u>	<u>Official</u>	<u>Term</u>
County Auditor	Danny Yost	01-01-19 to 12-31-22
County Treasurer	R. Monty Snelling	01-01-19 to 12-31-22
Clerk of the Circuit Court	Susan Popp	01-01-15 to 12-31-22
County Sheriff	Jamey Noel	01-01-15 to 12-31-22
County Recorder	Terry E. Conway	01-01-19 to 12-31-22
President of the Board of County Commissioners	Bryan Glover	01-01-21 to 12-31-22
President of the County Council	Barbara Hollis	01-01-19 to 12-31-22

INDEPENDENT ACCOUNTANT'S REPORT

To the Indiana State Board of Accounts and
Management of Clark County, Indiana

We have examined Clark County's (the "County") compliance with the Indiana State Board of Accounts' *Accounting and Uniform Compliance Guidelines* during the period January 1, 2022 to December 31, 2022. Management of the County is responsible for the County's compliance with the specified requirements. Our responsibility is to express an opinion on the County's compliance with the specified requirements based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the County complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the County complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our qualified opinion.

We are required to be independent and to meet our other ethical responsibilities in accordance with relevant ethical requirements relating to the engagement.

Our examination does not provide a legal determination on the County's compliance with specified requirements.

Our examination disclosed material noncompliance with the *Accounting and Uniform Compliance Guidelines* applicable to the County during the period January 1, 2022 to December 31, 2022, as described in items 2022-001 and 2022-002 on the following Schedule of Examination Findings and Results.

In our opinion, except for the material noncompliance described in the preceding paragraph, the County complied, in all material respects, with the aforementioned requirements during the period January 1, 2022 to December 31, 2022.

The County's responses to the finding identified in our examination is described in the accompanying Schedule of Examination Findings and Results. The County's response was not subjected to the procedures applied in the examination of compliance and, accordingly, we express no opinion on it.

Crowe LLP
Crowe LLP

Indianapolis, Indiana
September 25, 2023

CLARK COUNTY, INDIANA
SCHEDULE OF EXAMINATION FINDINGS AND RESULTS
January 1, 2022 to December 31, 2022

FINDING 2022-001: DEFICIT CASH BALANCES

Criteria: Chapter 1 of the Accounting and Uniform Compliance Guidelines Manual states in part, *“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 unit.”*

Condition: During testing of cash, we noted 39 funds with cash balances below zero. Of these funds, all but 8 were related to cost reimbursement grants. The total deficit cash balances of the 8 remaining funds approximated \$34,000 and is detailed below. This is a repeat finding as presented in report B60576.

<u>Fund</u>	<u>Deficit Balance</u>
Co. Law Enforcement #2	\$ (7,639)
Starlight Sewer Study	(5,750)
Health Insurance Fund	(1,072)
Juv Det Project Income	(14,875)
Health Savings Account	(4,601)
Health Care Flexible Spending	(42)
Soc Sec W/H	(171)
Federal Tax	(336)
	<u>\$ (34,486)</u>

FINDING 2022-002: RESTRICTED MOTOR VEHICLE HIGHWAY FUND DISBURSEMENTS

Criteria: Indiana Code 8-14-1-4(b) states: “For funds disbursed to a county from the motor vehicle highway account, the county shall use at least fifty percent (50%) of the money for construction, reconstruction, and preservation of the county’s highways.

Condition: Of the 17 Restricted MVH fund disbursements selected for compliance testing, 2 were for activities not specifically related to construction, reconstruction, or preservation of the County’s highways.

The two disbursements were for right of way land purchases totaling \$3,275.

CLARK COUNTY, INDIANA
EXIT CONFERENCE
January 1, 2022 to December 31, 2022

The contents of this report were discussed on September 25, 2023 with Bryan Glover, President of the Board of County Commissioners, Danny Yost, County Auditor, Connie Sellers, County Commissioner, Scott Lewis, County Attorney, Barbara Hollis, President of the Clark County Council, and Jessica Huffman, Chief Deputy. The officials acknowledged the findings.



DANNY YOST

CLARK COUNTY AUDITOR

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Compliance Corrective Action Plan

FINDING 2022-001

Contact Person Responsible for Corrective Action: Danny Yost
Contact Phone Number: 812-285-6221

We concur with this finding.

The Auditor's Office has implemented a new office structure. This new structure has added two positions to the financial side of the office. While a work in progress, these positions have added an additional layer of internal controls and allows for segregation of duties, over the day-to-day functions of the office. This will allow for the Chief Deputy to spend more time focusing on compliance, policy, and procedures.

Anticipated Completion Date: Jan. 2024

X

Danny Yost
Auditor