

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

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

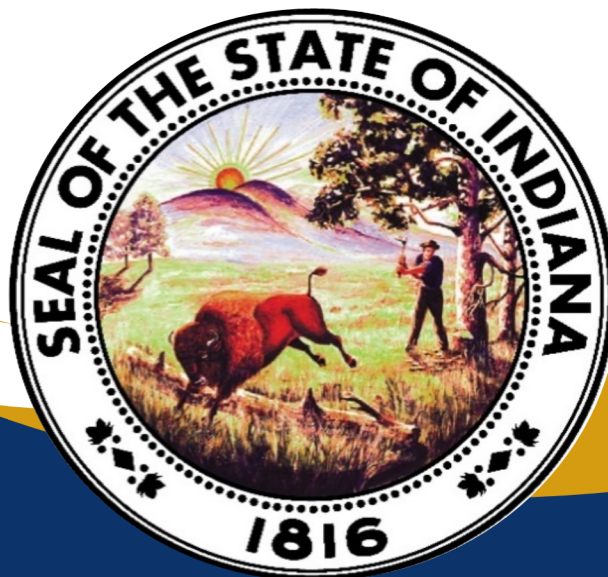
COMPLIANCE EXAMINATION REPORT

OF

TOWN OF LAGRO

WABASH COUNTY, INDIANA

January 1, 2020 to December 31, 2023



FILED

12/19/2024



Paul D. Joyce, CPA
State Examiner

INDIANA STATE BOARD OF ACCOUNTS

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December 19, 2024

To: The Officials of the Town of Lagro
Town of Lagro
Wabash County, Indiana

This report is supplemental to the audit report of the Town of Lagro (Town), for the period from January 1, 2020 to December 31, 2023. It has been provided as a separate report so that the reader may easily identify any Examination Findings that pertain to the Town. It should be read in conjunction with the financial statement audit report of the Town, which provides an opinion on the Town'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 Town and perform procedures to determine compliance with applicable Indiana laws and uniform compliance guidelines established by the Indiana State Board of Accounts. The finding contained herein describes the identified reportable instance of noncompliance found as a result of these procedures.

We have reviewed the supplemental report of Town of Lagro prepared by Crowe LLP, Independent Public Accountants, for the period January 1, 2020 to December 31, 2023. In our opinion, the supplemental report was prepared in accordance with the guidelines established by the Indiana State Board of Accounts.

We call your attention to the finding in the report on page 3.

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

Tammy R. White, CPA
Deputy State Examiner

COMPLIANCE EXAMINATION OF
TOWN OF LAGRO
Wabash County, Indiana
January 1, 2020 through December 31, 2023

TOWN OF LAGRO

Wabash County, Indiana
January 1, 2020 through December 31, 2023

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TOWN OF LAGRO
SCHEDULE OF OFFICIALS
December 31, 2023

<u>Office</u>	<u>Official</u>	<u>Term</u>
President of the Town Council	Richard Monce	01-01-20 to 12-31-23
Clerk-Treasurer	Kristie Bone	01-01-20 to 12-31-23

INDEPENDENT ACCOUNTANT'S REPORT

To the Indiana State Board of Accounts and
Management of the Town of Lagro

We have examined the Town of Lagro's ("Town") compliance with the Indiana State Board of Accounts' *Accounting and Uniform Compliance Guidelines Manual For Cities and Towns* during the period January 1, 2020 through December 31, 2023. Management of the Town is responsible for the Town's compliance with the specified requirements. Our responsibility is to express an opinion on the Town'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 Town complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the Town 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 Town's compliance with specified requirements.

Our examination disclosed material noncompliance with the *Accounting and Uniform Compliance Guidelines Manual for Cities and Towns* applicable to the Town during the period January 1, 2020 through December 31, 2023, as described in item 2023-001 on the following Schedule of Examination Findings and Results.

In our opinion, except for the material noncompliance described in the preceding paragraph, the Town complied, in all material respects, with the aforementioned requirements during the period January 1, 2020 through December 31, 2023.


Crowe LLP

Indianapolis, Indiana
November 15, 2024

TOWN OF LAGRO
SCHEDULE OF EXAMINATION FINDINGS AND RESULTS
January 1, 2020 through December 31, 2023

FINDING 2023-001: SCHEDULES IN ANNUAL FINANCIAL REPORT – OTHER INFORMATION

Criteria: The Annual Financial Report (AFR) required under IC 5-11-1-4(a) shall be filed with the state examiner not later than sixty (60) days after the close of each fiscal year. (Accounting and Uniform Guidelines Compliance Manual for Cities and Towns, Chapter 1)

Condition: Financial and other information are required to be entered annually into the Annual Financial Report (AFR) via the Indiana Gateway for Government Units (Gateway) financial reporting system. The information entered into Gateway contained the following errors:

Debt and Leases

Management provided a listing of debt containing Waterworks Improvement Long-Term Note Payable, Waterworks 2011 Series A, and Waterworks 2011 Series B bonds which had stated remaining principal balances due within one year of \$85,896, \$145,900, and \$84,240 respectively. After reviewing the amortization schedules, the principal due within one year should have been listed as \$26,189, \$1,420, and \$2,510 respectively. The total balance of principal due within one year reported on the AFR was \$316,036 before being adjusted to agree to the underlying detail. Additionally, the Water Improvement Long-term Note Payable was incorrectly listed under Wastewater in the Schedule of Leases and Debt.

Accounts Receivable

Management provided a schedule that shows accounts receivable of \$13,903 at December 31, 2023, however, they were not able to provide detail to support that balance.

TOWN OF LAGRO
EXIT CONFERENCE
January 1, 2020 through December 31, 2023

The contents of this report were discussed on November 15, 2024 with Clerk Treasurer Kristie Bone and Town Council President Jeff Shelton.