

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

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

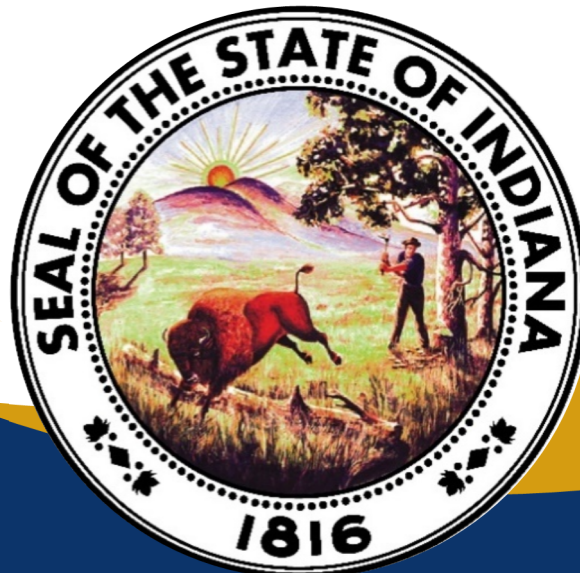
SUPPLEMENTAL COMPLIANCE REPORT

OF

CLAY TOWNSHIP

HAMILTON COUNTY, INDIANA

January 1, 2023 to December 31, 2024



FILED

05/20/2025

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	2
Transmittal Letter	3
Audit Result and Comment: Annual Financial Report	4
Official Response	5
Exit Conference.....	6

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Trustee	Paul Hensel	01-01-23 to 12-31-25
Chair of the Township Board	Paul Bolin Mary Eckard	01-01-23 to 12-31-24 01-01-25 to 12-31-25



Paul D. Joyce, CPA
State Examiner

INDIANA STATE BOARD OF ACCOUNTS

302 WEST WASHINGTON STREET
ROOM E418
INDIANAPOLIS, INDIANA 46204-2769
Telephone: (317) 232-2513
Fax: (317) 232-4711
www.in.gov/sboa

TO: THE OFFICIALS OF CLAY TOWNSHIP, HAMILTON COUNTY, INDIANA

This report is supplemental to the audit report of Clay Township (Township), for the period from January 1, 2023 to December 31, 2024. It has been provided as a separate report so that the reader may easily identify any Audit Results and Comments that pertain to the Township. It should be read in conjunction with the Financial Statement Audit Report of the Township, which provides our opinions on the Township's financial statement. This report may be found at 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 Result and Comment contained herein describes the identified reportable instance 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 Result and Comment, incorporated within this report, was not verified for accuracy.

Beth Kelley, CPA, CFE
Deputy State Examiner

May 7, 2025

CLAY TOWNSHIP
AUDIT RESULT AND COMMENT

ANNUAL FINANCIAL REPORT

A similar comment also appeared in prior Report B58117, entitled *CAPITAL ASSETS*.

Condition and Context

Financial and other information are required to be entered annually into the Annual Financial Report via the Indiana Gateway for Government Units (Gateway) financial reporting system. The capital assets information entered into Gateway for 2023 and 2024 were not accurate.

The 2023 capital asset information was overstated and understated in various assets categories with a net understatement totaling \$2,444,118 when compared to the Township's capital asset records.

The 2024 capital asset information was overstated by \$17,755,000 due to overreporting in the Infrastructure and Improvements other than buildings categories when compared to the Township's capital asset records. An adjustment was proposed for 2024, accepted by the Township, and made to the Schedule of Capital Assets presented as Other Information in the Financial Statement Audit Report of the Township.

Criteria

Indiana Code 5-11-1-4(a) states:

"The state examiner shall require from every audited entity financial reports covering the full period of each fiscal year. These reports shall be prepared, verified, and filed with the state examiner as set forth in the uniform compliance guidelines. The reports must be in the form and content prescribed by the state examiner and filed electronically in the manner prescribed under [IC 5-14-3.8-7](#)."



CLAY TOWNSHIP OF HAMILTON COUNTY

10701 North College Ave. • Carmel, Indiana 46280-1089 • 317-846-2773 • Fax 317-846-0744 • Email phensel@claytwp-hamin.gov

OFFICIAL RESPONSE

Trustee

Paul D. Hensel

Deputy Trustee

Debbie Speilbring

Board Members

Paul Bolin

Mary Eckard

Douglas Callahan

In the Clay Township audit from 1/01/2023 through 12/31/2024 in the Annual Financial Report from 12/31/2024 the Capital Assets were overstated by \$17,755,000 due to a copying error. The error was discussed with the auditor and has been adjusted.

A handwritten signature in black ink that reads "Paul Hensel".

Paul Hensel

Clay Township Trustee

CLAY TOWNSHIP, HAMILTON COUNTY
EXIT CONFERENCE

The contents of this report were discussed on May 7, 2025, with Paul Hensel, Trustee; Debbie Spelbring, Deputy Trustee; Paul Bolin, Township Board member; and Doug Callahan, Township Board member.