

B27682

**STATE BOARD OF ACCOUNTS**  
**302 West Washington Street**  
**Room E418**  
**INDIANAPOLIS, INDIANA 46204-2765**

AUDIT REPORT  
OF

FIRE DEPARTMENT  
CITY OF ANDERSON  
MADISON COUNTY, INDIANA

January 1, 2005 to December 31, 2005



**FILED**  
08/24/2006



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CITY OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Fire Chief	Robert Rosencrans Phillip M. Rogers	01-01-05 to 12-31-05 01-01-06 to 12-31-06
Controller	Morris D. Long	01-01-05 to 12-31-06
Mayor	Honorable Kevin S. Smith	01-01-04 to 12-31-07
President of the Common Council	Rick Muir Rodney Chamberlain	01-01-05 to 12-31-05 01-01-06 to 12-31-06
President of the Board of Public Safety	Joseph McClain Reverend Reginald Lee	01-01-05 to 12-31-05 01-01-06 to 12-31-06



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TO: THE OFFICIALS OF THE CITY OF ANDERSON, MADISON COUNTY, INDIANA

We have audited the records of the Fire Department for the period from January 1, 2005 to December 31, 2005, and certify that the records and accountability for cash and other assets are satisfactory to the best of our knowledge and belief, except as stated in the Audit Result and Comment. The financial transactions of this office are reflected in the Comprehensive Annual Financial Report of the City of Anderson for the year 2005.

STATE BOARD OF ACCOUNTS

June 6, 2006

FIRE DEPARTMENT  
CITY OF ANDERSON  
AUDIT RESULT AND COMMENT

PERFECT ATTENDANCE INCENTIVE

As noted in the prior audit report, the agreement between the City and Local #1262 International Association of Firefighters includes a provision for a perfect attendance incentive. Under this provision, a firefighter who has perfect attendance for a year earns three incentive days for each year of perfect attendance to be applied at retirement. A firefighter who misses one day of work during a year earns two incentive days, and a firefighter who misses two days of work during a year earns one incentive day. A firefighter who misses more than two days of work during a year does not earn any incentive days. Upon retirement, each firefighter will receive compensation for fifty percent of the accumulated incentive days, not to exceed forty-five days.

Several errors were noted with the number of incentive days credited to firefighters during the prior audit. These errors had not been corrected on the information presented for the current audit. As a result, one firefighter who retired during 2005 was underpaid by \$170.74 upon retirement. Additionally, several errors were noted with incentive days credited during 2005. Of the fifteen firefighters tested, three were credited with an incorrect amount of incentive days. Two firefighters were credited with one less incentive day each than they should have been, and one firefighter was credited with three more incentive days than he should have been.

Each governmental unit is responsible for complying with the ordinances, resolutions, and policies it adopts. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

FIRE DEPARTMENT  
CITY OF ANDERSON  
EXIT CONFERENCE

The contents of this report were discussed on June 29, 2006, with Phillip M. Rogers, Fire Chief; Dan Dykes, Deputy Fire Chief; Honorable Kevin S. Smith, Mayor; and Morris D. Long, Controller.