

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

AUDIT REPORT

OF

PROSECUTING ATTORNEY

HENRY COUNTY INDIANA

January 1, 2006 to December 31, 2006



**FILED**

11/30/2007



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COUNTY OFFICIALS

| <u>Office</u>                                     | <u>Official</u>                      | <u>Term</u>                                  |
|---|--------------------------------------|--|
| Prosecuting Attorney                              | Kit C. Dean Crane                    | 01-01-03 to 12-31-10                         |
| President of the<br>County Council                | Robert L. Veach                      | 01-01-06 to 12-31-07                         |
| President of the Board of<br>County Commissioners | Larry D. Hale<br>Phillip J. Estridge | 01-01-06 to 12-31-06<br>01-01-07 to 12-31-07 |



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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

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Fax: (317) 232-4711  
Web Site: [www.in.gov/sboa](http://www.in.gov/sboa)

TO: THE OFFICIALS OF HENRY COUNTY

We have audited the records of the Prosecuting Attorney for the period from January 1, 2006 to December 31, 2006, 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 Annual Report of Henry County for the year 2006.

STATE BOARD OF ACCOUNTS

September 26, 2007

PROSECUTING ATTORNEY  
HENRY COUNTY  
AUDIT RESULT AND COMMENT

FEDERAL AND STATE AGENCIES - COMPLIANCE REQUIREMENTS

The County Prosecuting Attorney did not comply with directives of the U.S. Department of Health and Human Services by not updating the ISETS system for inaccurate sub-account balances in its Child Support Enforcement cases. Twenty-five percent of the child support cases tested had inaccurate sub-account balances.

Political subdivisions are required to comply with all grant agreements, rules, regulations, bulletins, directives, letters, letter rulings and filing requirements concerning reports and other procedural matters of federal and state agencies, including opinions of the Attorney General of the State of Indiana, and court decisions. Governmental units should file accurate reports required by federal and state agencies. Noncompliance may require corrective action. (Accounting and Uniform Compliance Guidelines Manual for Counties, Chapter 1)

PROSECUTING ATTORNEY  
HENRY COUNTY  
EXIT CONFERENCE

The contents of this report were discussed on August 7, 2007, with Kit C. Dean Crane, Prosecuting Attorney. The contents of this report were also discussed on September 26, 2007, with Linda S. Ratcliff, Auditor; Robert L. Veach, President of the County Council; Kim L. Cronk, County Council member; and Philip J. Estridge, President of the County Commissioners. The official response has been made a part of this report and may be found on page 6.

**HENRY COUNTY PROSECUTOR'S OFFICE - CHILD SUPPORT DIVISION**

JUSTICE CENTER, SUITE 270  
1218 RACE STREET

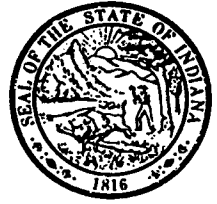
NEW CASTLE, INDIANA 47362

TELEPHONE: 765 529-7565

TELECOPIER: 765 521-7087

**KIT C. DEAN CRANE**  
PROSECUTOR  
53RD JUDICIAL CIRCUIT

**MELINDA BUNDY**  
DEPUTY PROSECUTOR



State Board of Accounts  
ATTN: Mr. Bruce Hartman  
Audit and Accounting Operations  
302 West Washington Street  
4<sup>th</sup> Floor, Room E418  
Indianapolis IN 46204

Dear Mr. Hartman:

Re: REFERENCE 2006-1  
CDFA # 93.563

I appreciated the opportunity on August 8<sup>th</sup>, to meet with Kim Wesley to discuss your agency's findings with respect to the Indiana Support Enforcement Tracking System (ISETS) and the review of my Child Support Office.

I was pleased to find that our error rate has again improved this year from the 2005 audit percentage of 35% to 25% after this year's audit. I am confident that the audit results will be even better next year.

However, if next years audit should result in a finding, we would be more that willing to audit a larger percentage of cases, unless of course, the Federal government believes this would create a higher risk for another finding.

As always, I appreciate the opportunity to have met with Kim and the opportunity to respond in writing to the Schedule of Findings and Questioned Costs. I remain

Respectfully yours,

Kit C. Dean Crane  
Prosecuting Attorney

Cc: Hon. Pat French, Clerk  
Henry Circuit and Superior Courts  
Board of Henry County Commissioners