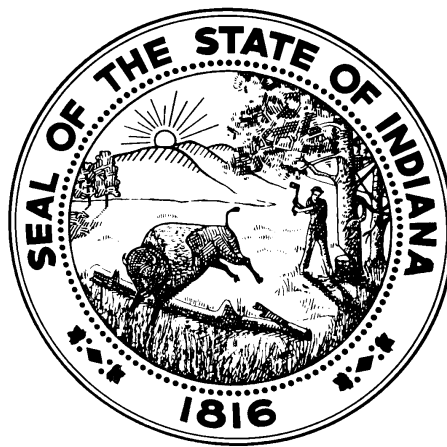


**STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769**

REVIEW REPORT
OF
INDIANA OFFICE OF TECHNOLOGY
STATE OF INDIANA
July 1, 2005 to April 30, 2008



FILED
06/26/2008

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AGENCY OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Chief Information Officer	Karl Browning Gerry Weaver	07-01-05 to 11-30-06 12-01-06 to 01-11-09



STATE OF INDIANA

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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE INDIANA OFFICE OF TECHNOLOGY

We have reviewed the receipts, disbursements, and assets of the Indiana Office of Technology for the period of July 1, 2005 to April 30, 2008. The Indiana Office of Technology's management was responsible for the receipts, disbursements, and assets.

Our review was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. A review is substantially less in scope than an examination, the objective of which is the expression of an opinion on the receipts, disbursements, and assets. Accordingly, we do not express such an opinion.

Financial transactions of this office are included in the scope of our audits of the State of Indiana as reflected in the Indiana Comprehensive Annual Financial Reports.

Based on our review, nothing came to our attention that caused us to believe that the receipts, disbursements, and assets of the Indiana Office of Technology are not in all material respects in conformity with the criteria set forth in the Accounting and Uniform Compliance Guidelines Manual for State Agencies, and applicable laws and regulations except as stated in the review comments.

STATE BOARD OF ACCOUNTS

May 19, 2008

INDIANA OFFICE OF TECHNOLOGY
REVIEW COMMENTS
April 30, 2008

CREATION OF INDIANA OFFICE OF TECHNOLOGY

The Indiana Office of Technology (IOT) was created by the Governor's Executive Order 05-17 to consolidate the functions performed by the Division of Information Technology, Information Technology Oversight Commission, and the Intelenet Commission. Effective July 1, 2005, the Indiana Office of Technology was enacted legislatively by Indiana Code 4-13.1.

LATE FEES

We found that the Indiana Office of Technology(IOT) paid late fees on contract services from September 2005 to February 2006. The late payment fees totaling \$195,526.53 were paid to multiple vendors due to People Soft complications in transferring purchase orders from the Indiana Department of Administration to IOT after the creation of IOT on July 1, 2005. Some vendors made voluntarily refunds totaling \$59,100.07, leaving a net late payment fee total of \$136,426.46. No late fees were paid by IOT after February 2006 for the review period.

Officials and employees have the duty to pay claims, remit taxes, etc., in timely fashion. Any penalties, interest or other charges paid by the governmental unit may be the obligation of the responsible official or employee. (Accounting and Uniform Compliance Guidelines Manual for State Agencies, Chapter 5)

INDIANA OFFICE OF TECHNOLOGY
EXIT CONFERENCE

The contents of this report were discussed on June 11, 2008, with Gerry Weaver, Chief Information Officer; and Terry Bradshaw, Controller.

The contents of this report were provided on June 11, 2008, to Karl Browning, former Chief Information Officer.