

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

SUPPLEMENTAL COMPLIANCE REPORT

OF

TOWN OF WANATAH

LAPORTE COUNTY, INDIANA

January 1, 2012 to December 31, 2015



FILED
01/30/2017

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Diane Noll	01-01-12 to 12-31-19
President of the Town Council	Charles Jonas David Berger Jeffrey Newburn	01-01-12 to 12-31-15 01-01-16 to 09-07-16 09-08-16 to 12-31-16
Superintendent of Utilities	Charles Mack	01-01-12 to 12-31-16



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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TO: THE OFFICIALS OF THE TOWN OF WANATAH, LAPORTE COUNTY, INDIANA

This report is supplemental to our examination report of the Town of Wanatah (Town), for the period from January 1, 2012 to December 31, 2015. It has been provided as a separate report so that the reader may easily identify any Examination Results and Comments that pertain to the Town. It should be read in conjunction with our Financial Statements Examination Report of the Town, which provides our 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 performed procedures to determine compliance with applicable Indiana laws and uniform compliance guidelines established by the Indiana State Board of Accounts. The Examination 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 Examination Result and Comment, incorporated within this report, was not verified for accuracy.

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

December 7, 2016

TOWN OF WANATAH
EXAMINATION RESULT AND COMMENT

LOANS BETWEEN FUNDS

Two loans were made in 2011 per Resolutions R2-2011 and R3-2011 for \$160,000 and \$12,000, respectively, both due to be repaid December 31, 2011. A resolution extending the due date to June 30, 2013, was not passed until a year later on December 20, 2012, per Resolution R3-2012. Both loans were repaid on June 6, 2013.

A temporary loan of \$100,000 was made in the 2013 budget year from the CEDIT fund to the General fund that was not repaid. Per Resolution R3-2013, the loan should have been repaid by June 30, 2014. The loan has not been repaid as of December 1, 2016.

Indiana Code 36-1-8-4, concerning temporary loans, states in part:

"(a) . . . (3) Except as provided in subsection (b), the prescribed period must end during the budget year of the year in which the transfer occurs; (4) The amount transferred must be returned to the other fund at the end of the prescribed period. . . ."

"(b) If the fiscal body of a political subdivision determines that an emergency exists that requires an extension of the prescribed period of a transfer under this section, the prescribed period may be extended for not more than six (6) months beyond the budget year of the year in which the transfer occurs if the fiscal body does the following:

- (1) Passes an ordinance or a resolution that contains the following:
 - (A) A statement that the fiscal body has determined that an emergency exists.
 - (B) A brief description of the grounds for the emergency.
 - (C) The date the loan will be repaid that is not more than six (6) months beyond the budget year in which the transfer occurs.
- (2) Immediately forwards the ordinance or resolution to the state board of accounts and department of local government finance."

TOWN OF WANATAH
EXIT CONFERENCE

The contents of this report were discussed on December 7, 2016, with Diane Noll, Clerk-Treasurer, and Jeffrey Newburn, President of the Town Council.