

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

TOWN OF REMINGTON
JASPER COUNTY, INDIANA

January 1, 2017 to December 31, 2017



FILED
10/11/2018

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Terri Budde	01-01-17 to 12-31-19
President of the Town Council	Susan Flickner	01-01-17 to 12-31-18
Town Manager	Jonathan Cripe	01-01-17 to 12-31-18



INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE TOWN OF REMINGTON, JASPER COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of the Town of Remington (Town), which comprises the financial position and results of operations for the year ended December 31, 2017, and the related notes to the financial statement as listed in the Table of Contents.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the financial reporting provisions of the Indiana State Board of Accounts as allowed by state statute (IC 5-11-1-6). Management is responsible for and has determined that the regulatory basis of accounting, as established by the Indiana State Board of Accounts, is an acceptable basis of presentation. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of a financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on this financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Town's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

INDEPENDENT AUDITOR'S REPORT
(Continued)

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As discussed in Note 1 to the financial statement, the Town prepares its financial statement on the prescribed basis of accounting that demonstrates compliance with the reporting requirements established by the Indiana State Board of Accounts as allowed by state statute (IC 5-11-1-6), which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles* paragraph, the financial statement referred to above does not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position and results of operations of the Town for the year ended December 31, 2017.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the financial position and results of operations of the Town for the year ended December 31, 2017, in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the Town's financial statement. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is not a required part of the financial statement. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statement. The information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated, in all material respects, in relation to the financial statement taken as a whole.

Other Information

Our audit was conducted for the purpose of forming an opinion on the Town's financial statement. The Combining Schedule of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis, Schedule of Payables and Receivables, Schedule of Leases and Debt, and Schedule of Capital Assets, as listed in the Table of Contents, are presented for additional analysis and are not required parts of the financial statement. They have not been subjected to the auditing procedures applied by us in the audit of the financial statement and, accordingly, we express no opinion on them.

INDEPENDENT AUDITOR'S REPORT
(Continued)

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated September 7, 2018, on our consideration of the Town's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the effectiveness of the Town's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town's internal control over financial reporting and compliance.


Paul D. Joyce, CPA
State Examiner

September 7, 2018



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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF THE FINANCIAL
STATEMENT PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

TO: THE OFFICIALS OF THE TOWN OF REMINGTON, JASPER COUNTY, INDIANA

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statement of the Town of Remington (Town), which comprises the financial position and results of operations for the year ended December 31, 2016, and the related notes to the financial statement, and have issued our report thereon dated September 7, 2018, wherein we noted the Town followed accounting practices the Indiana State Board of Accounts prescribes rather than accounting principles generally accepted in the United States of America.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statement, we considered the Town's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the Town's internal control. Accordingly, we do not express an opinion on the effectiveness of the Town's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Town's financial statement will not be prevented, or detected and corrected, on a timely basis. A significant deficiency is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify certain deficiencies in internal control, described in the accompanying Schedule of Findings and Questioned Costs as item 2017-001, that we consider to be a material weakness.

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF THE FINANCIAL
STATEMENT PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*
(Continued)

Compliance and Other Matters


As part of obtaining reasonable assurance about whether the Town's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Town of Remington's Response to Findings

The Town's response to the findings identified in our audit is described in the accompanying Corrective Action Plan. The Town's response was not subjected to the auditing procedures applied in the audit of the financial statement and, accordingly, we express no opinion on it.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Town's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.


Paul D. Joyce, CPA
State Examiner

September 7, 2018

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FINANCIAL STATEMENT AND ACCOMPANYING NOTES

The financial statement and accompanying notes were approved by management of the Town. The financial statement and notes are presented as intended by the Town.

TOWN OF REMINGTON
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2017

Fund	Cash and Investments 01-01-17	Receipts	Disbursements	Cash and Investments 12-31-17
GENERAL FUND	\$ 178,069	\$ 447,768	\$ 449,993	\$ 175,844
MVH	95,712	76,444	116,635	55,521
LRS	12,087	8,442	2,827	17,702
CD\INTEREST HOLDING REDEV DIST CAPITAL	250,427	-	250,427	-
REDEVELOPMENT DISTRICT CAPITAL	4,044	467	-	4,511
PARK GRANT FUND	1,506	7,251	6,175	2,582
PARK - DONATION	7,510	31,281	780	38,011
JASPER FOUNDATION	56,823	-	-	56,823
TRASH	12,383	71,137	68,754	14,766
LECE	2,445	150	1,323	1,272
RIVERBOAT	33,887	7,020	21,806	19,101
PARK- OPERATING	31,403	106,988	85,295	53,096
RAINY DAY	19,563	-	12,856	6,707
LOIT SPECIAL DISTRIBUTION (SEA 67)	137,462	-	6,200	131,262
LEVY EXCESS FUND	4,353	-	4,333	20
CUM CAP DEVELOPMENT	21,124	13,402	9,431	25,095
PUBLIC SAFETY	36,647	51,253	44,418	43,482
CUM CAP IMPR	21,670	2,883	3,065	21,488
CEDIT	137,393	50,615	64,547	123,461
TIF	1,182,420	823,765	683,312	1,322,873
OLD NATIONAL WEALTH MGMT	-	220,000	220,000	-
Cemetery	38,170	2,415	21,855	18,730
LOCAL ROAD & BRIDGE MATCHING GRANT FUND	-	37,594	-	37,594
ARMORY CLEARING	-	5,998	5,998	-
PAYROLL FUND	8,954	585,324	582,501	11,777
Sewage Operating	65,655	692,223	751,210	6,668
Sewage Depreciation	86,719	12,239	80,000	18,958
Sewage B&I	279,553	258,009	276,541	261,021
Sewage Reserve	283,617	-	-	283,617
Sewage Lateral (Sewage Insurance Fund)	46,600	2,964	-	49,564
Water Operating	145,171	757,941	717,671	185,441
Water Meter Deposit	29,102	4,972	3,850	30,224
Water B&I	-	106,780	106,780	-
Water Depreciation	59,707	9,790	-	69,497
Water Construction	110,821	-	-	110,821
SRFDW Remington Construction Redemption	3	-	-	3
SRFDW Remington Water Reserve	153,061	47,193	-	200,254
SRFDW Remington B&I	229,570	231,072	187,772	272,870
SRFDW Remington15	-	1,019,314	1,019,314	-
Totals	<u>\$ 3,783,631</u>	<u>\$ 5,692,694</u>	<u>\$ 5,805,669</u>	<u>\$ 3,670,656</u>

The notes to the financial statement are an integral part of this statement.

TOWN OF REMINGTON
NOTES TO FINANCIAL STATEMENT

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

The Town was established under the laws of the State of Indiana. The Town operates under a Town Council form of government and provides some or all of the following services: public safety (police and fire), highways and streets, health and social services, culture and recreation, public improvements, planning and zoning, general administrative services, water, wastewater, trash, and urban redevelopment and housing.

The accompanying financial statement presents the financial information for the Town.

B. Basis of Accounting

The financial statement is reported on a regulatory basis of accounting prescribed by the Indiana State Board of Accounts in accordance with state statute (IC 5-11-1-6), which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The basis of accounting involves the reporting of only cash and investments and the changes therein resulting from cash inflows (receipts) and cash outflows (disbursements) reported in the period in which they occurred.

The regulatory basis of accounting differs from accounting principles generally accepted in the United States of America, in that receipts are recognized when received in cash, rather than when earned, and disbursements are recognized when paid, rather than when a liability is incurred.

C. Cash and Investments

Investments are stated at cost. Any changes in fair value of the investments are reported as receipts in the year of the sale of the investment.

D. Receipts

Receipts are presented in the aggregate on the face of the financial statement. The aggregate receipts include the following sources:

Taxes. Amounts received from one or more of the following: property tax, certified shares (local option tax), property tax replacement credit (local option tax), county option income tax, wheel tax, innkeeper's tax, food and beverage tax, county economic development income tax, boat and trailer excise tax, county adjusted gross income tax, and other taxes that are set by the Town.

Licenses and permits. Amounts received from businesses, occupations, or nonbusinesses that must be licensed before doing business within the government's jurisdiction, or permits levied according to the benefits presumably conferred by the permit. Examples of licenses and permits include the following: peddler licenses, animal licenses, auctioneer licenses, building and planning permits, demolition permits, electrical permits, sign permits, and gun permits.

Intergovernmental receipts. Amounts received from other governments in the form of operating grants, entitlements, or payments in lieu of taxes. Examples of intergovernmental receipts include, but are not limited to, the following: federal grants, state grants,

TOWN OF REMINGTON
NOTES TO FINANCIAL STATEMENT
(Continued)

cigarette tax distributions received from the state, motor vehicle highway distributions received from the state, local road and street distributions received from the state, financial institution tax received from the state, auto excise surtax received from the state, commercial vehicle excise tax received from the state, major moves distributions received from the state, and riverboat receipts received from the county.

Charges for services. Amounts received for services including, but not limited to, the following: planning commission charges, building department charges, copies of public records, copy machines charges, accident report copies, gun permit applications, 911 telephone services, recycling fees, dog pound fees, emergency medical service fees, park rental fees, swimming pool receipts, cable TV receipts, ordinance violations, fines and fees, bond forfeitures, court costs, and court receipts.

Fines and forfeits. Amounts received from fines and penalties imposed for the commission of statutory offenses, violation of lawful administrative rules and regulations (fines), and for the neglect of official duty and monies derived from confiscating deposits held as performance guarantees (forfeitures).

Utility fees. Amounts received from charges for current services.

Other receipts. Amounts received from various sources, including, but not limited to, the following: net proceeds from borrowings; interfund loan activity; transfers authorized by statute, ordinance, resolution, or court order; internal service receipts; and fiduciary receipts.

E. Disbursements

Disbursements are presented in the aggregate on the face of the financial statement. The aggregate disbursements include the following uses:

Personal services. Amounts disbursed for salaries, wages, and related employee benefits provided for all persons employed. In those units where sick leave, vacation leave, overtime compensation, and other such benefits are appropriated separately, such payments would also be included.

Supplies. Amounts disbursed for articles and commodities that are entirely consumed and materially altered when used and/or show rapid depreciation after use for a short period of time. Examples of supplies include, but are not limited to, the following: office supplies, operating supplies, and repair and maintenance supplies.

Other services and charges. Amounts disbursed for services including, but not limited to, the following: professional services, communication and transportation, printing and advertising, insurance, utility services, repairs and maintenance, and rental charges.

Debt service - principal and interest. Amounts disbursed for fixed obligations resulting from financial transactions previously entered into by the Town. It includes all expenditures for the reduction of the principal and interest of the Town's general obligation indebtedness.

Capital outlay. Amounts disbursed for land, infrastructure, buildings, improvements, and machinery and equipment having an appreciable and calculable period of usefulness.

TOWN OF REMINGTON
NOTES TO FINANCIAL STATEMENT
(Continued)

Utility operating expenses. Amounts disbursed for operating the utilities.

Other disbursements. Amounts disbursed for various other purposes including, but not limited to, the following: interfund loan payments; loans made to other funds; internal service disbursements; and transfers out that are authorized by statute, ordinance, resolution, or court order.

F. Interfund Transfers

The Town may, from time to time, make transfers from one fund to another. These transfers, if any, are included as a part of the receipts and disbursements of the affected funds and as a part of total receipts and disbursements. The transfers are used for cash flow purposes as provided by various statutory provisions.

G. Fund Accounting

Separate funds are established, maintained, and reported by the Town. Each fund is used to account for amounts received from and used for specific sources and uses as determined by various regulations. Restrictions on some funds are set by statute while other funds are internally restricted by the Town. The amounts accounted for in a specific fund may only be available for use for certain, legally-restricted purposes. Additionally, some funds are used to account for assets held by the Town in a trustee capacity as an agent of individuals, private organizations, other funds, or other governmental units and, therefore, the funds cannot be used for any expenditures of the unit itself.

Note 2. Budgets

The operating budget is initially prepared and approved at the local level. The fiscal officer of the Town submits a proposed operating budget to the governing board for the following calendar year. The budget is advertised as required by law. Prior to adopting the budget, the governing board conducts public hearings and obtains taxpayer comments. Prior to November 1, the governing board approves the budget for the next year. The budget for funds for which property taxes are levied or highway use taxes are received is subject to final approval by the Indiana Department of Local Government Finance.

Note 3. Property Taxes

Property taxes levied are collected by the County Treasurer and are scheduled to be distributed to the Town in June and December; however, situations can arise which would delay the distributions. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's lien date (March 1 in a year ending before January 1, 2016 and January 1 in a year beginning after December 31, 2015) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100 percent of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which normally become delinquent if not paid by May 10 and November 10, respectively.

TOWN OF REMINGTON
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 4. *Deposits and Investments*

Deposits, made in accordance with state statute (IC 5-13), with financial institutions in the State of Indiana, at year end, should be entirely insured by the Federal Depository Insurance Corporation or by the Indiana Public Deposit Insurance Fund. This includes any deposit accounts issued or offered by a qualifying financial institution.

State statutes authorize the Town to invest in securities including, but not limited to, the following: federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local governmental units.

Note 5. *Risk Management*

The Town may be exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; job-related illnesses or injuries to employees; medical benefits to employees, retirees, and dependents; and natural disasters.

These risks can be mitigated through the purchase of insurance, establishment of a self-insurance fund, and/or participation in a risk pool. The purchase of insurance transfers the risk to an independent third-party. The establishment of a self-insurance fund allows the Town to set aside money for claim settlements. The self-insurance fund would be included in the financial statement. The purpose of participation in a risk pool is to provide a medium for the funding and administration of the risks.

Note 6. *Pension Plan*

Public Employees' Retirement Fund

Plan Description

The Indiana Public Employees' Retirement Fund (PERF) is a defined benefit pension plan. PERF is a cost-sharing multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All full-time employees are eligible to participate in this defined benefit plan. State statutes (IC 5-10.2 and 5-10.3) govern, through the Indiana Public Retirement System (INPRS) Board, most requirements of the system, and give the Town authority to contribute to the plan. The PERF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of members' contributions, set by state statute at 3 percent of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

INPRS administers the plan and issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole and for its participants. That report may be obtained by contacting:

Indiana Public Retirement System
One North Capitol, Suite 001
Indianapolis, IN 46204
Ph. (888) 526-1687

TOWN OF REMINGTON
NOTES TO FINANCIAL STATEMENT
(Continued)

Funding Policy and Annual Pension Cost

The contribution requirements of the plan members for PERF are established by the Board of Trustees of INPRS.

Note 7. Subsequent Events

On March 5, 2018, the Town Council approved new rates for the Wastewater Utility.

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OTHER INFORMATION - UNAUDITED

The Town's Annual Financial Report information can be found on the Indiana Gateway for Government Units website: <https://gateway.ifionline.org/>.

Differences may be noted between the financial information presented in the financial statement contained in this report and the financial information presented in the Town's Annual Financial Report referenced above. These differences, if any, are due to adjustments made to the financial information during the course of the audit. This is a common occurrence in any financial statement audit. The financial information presented in this report is audited information, and the accuracy of such information can be determined by reading the opinion given in the Independent Auditor's Report.

The other information presented was approved by management of the Town. It is presented as intended by the Town.

TOWN OF REMINGTON
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2017

	GENERAL FUND	MVH	LRS	CD\INTEREST HOLDING REDEV DIST CAPITAL	REDEVELOPMENT DISTRICT CAPITAL
Cash and investments - beginning	\$ 178,069	\$ 95,712	\$ 12,087	\$ 250,427	\$ 4,044
Receipts:					
Taxes	383,027	27,618	-	-	-
Licenses and permits	4,231	-	-	-	-
Intergovernmental receipts	31,199	47,980	8,442	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	29,311	846	-	-	467
Total receipts	<u>447,768</u>	<u>76,444</u>	<u>8,442</u>	<u>-</u>	<u>467</u>
Disbursements:					
Personal services	186,843	20,334	-	-	-
Supplies	16,887	6,862	-	-	-
Other services and charges	242,360	30,962	-	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	3,903	58,477	2,827	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	-	-	250,427	-
Total disbursements	<u>449,993</u>	<u>116,635</u>	<u>2,827</u>	<u>250,427</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(2,225)</u>	<u>(40,191)</u>	<u>5,615</u>	<u>(250,427)</u>	<u>467</u>
Cash and investments - ending	<u>\$ 175,844</u>	<u>\$ 55,521</u>	<u>\$ 17,702</u>	<u>\$ -</u>	<u>\$ 4,511</u>

TOWN OF REMINGTON
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2017

	PARK GRANT FUND	PARK - DONATION	JASPER FOUNDATION	TRASH	LECE
Cash and investments - beginning	\$ 1,506	\$ 7,510	\$ 56,823	\$ 12,383	\$ 2,445
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	150
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	69,470	-
Fines and forfeits	-	-	-	1,667	-
Utility fees	-	-	-	-	-
Other receipts	7,251	31,281	-	-	-
Total receipts	<u>7,251</u>	<u>31,281</u>	<u>-</u>	<u>71,137</u>	<u>150</u>
Disbursements:					
Personal services	-	-	-	-	-
Supplies	1,797	-	-	-	1,323
Other services and charges	4,378	-	-	68,754	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	780	-	-	-
Total disbursements	<u>6,175</u>	<u>780</u>	<u>-</u>	<u>68,754</u>	<u>1,323</u>
Excess (deficiency) of receipts over disbursements	<u>1,076</u>	<u>30,501</u>	<u>-</u>	<u>2,383</u>	<u>(1,173)</u>
Cash and investments - ending	<u>\$ 2,582</u>	<u>\$ 38,011</u>	<u>\$ 56,823</u>	<u>\$ 14,766</u>	<u>\$ 1,272</u>

TOWN OF REMINGTON
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2017

	RIVERBOAT	PARK- OPERATING	RAINY DAY	LOIT SPECIAL DISTRIBUTION (SEA 67)	LEVY EXCESS FUND
Cash and investments - beginning	\$ 33,887	\$ 31,403	\$ 19,563	\$ 137,462	\$ 4,353
Receipts:					
Taxes	-	93,139	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	7,020	10,479	-	-	-
Charges for services	-	1,705	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	-	1,665	-	-	-
Total receipts	<u>7,020</u>	<u>106,988</u>	<u>-</u>	<u>-</u>	<u>-</u>
Disbursements:					
Personal services	-	59,805	-	-	-
Supplies	-	8,711	-	-	-
Other services and charges	-	14,282	-	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	21,806	2,497	12,856	6,200	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	-	-	-	4,333
Total disbursements	<u>21,806</u>	<u>85,295</u>	<u>12,856</u>	<u>6,200</u>	<u>4,333</u>
Excess (deficiency) of receipts over disbursements	<u>(14,786)</u>	<u>21,693</u>	<u>(12,856)</u>	<u>(6,200)</u>	<u>(4,333)</u>
Cash and investments - ending	<u>\$ 19,101</u>	<u>\$ 53,096</u>	<u>\$ 6,707</u>	<u>\$ 131,262</u>	<u>\$ 20</u>

TOWN OF REMINGTON
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2017

	CUM CAP DEVELOPMENT	PUBLIC SAFETY	CUM CAP IMPR	CEDIT	TIF
Cash and investments - beginning	\$ 21,124	\$ 36,647	\$ 21,670	\$ 137,393	\$ 1,182,420
Receipts:					
Taxes	12,047	-	-	50,615	715,880
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	1,355	51,253	2,883	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	-	-	-	-	107,885
Total receipts	<u>13,402</u>	<u>51,253</u>	<u>2,883</u>	<u>50,615</u>	<u>823,765</u>
Disbursements:					
Personal services	-	18,337	-	-	-
Supplies	-	1,727	265	-	-
Other services and charges	-	15,288	-	15,000	125,637
Debt service - principal and interest	-	-	-	-	260,507
Capital outlay	9,431	9,066	2,800	49,547	297,168
Utility operating expenses	-	-	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	<u>9,431</u>	<u>44,418</u>	<u>3,065</u>	<u>64,547</u>	<u>683,312</u>
Excess (deficiency) of receipts over disbursements	<u>3,971</u>	<u>6,835</u>	<u>(182)</u>	<u>(13,932)</u>	<u>140,453</u>
Cash and investments - ending	<u>\$ 25,095</u>	<u>\$ 43,482</u>	<u>\$ 21,488</u>	<u>\$ 123,461</u>	<u>\$ 1,322,873</u>

TOWN OF REMINGTON
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2017

	OLD NATIONAL WEALTH MGMT	Cemetery	LOCAL ROAD & BRIDGE MATCHING GRANT FUND	ARMORY CLEARING	PAYROLL FUND
Cash and investments - beginning	\$ -	\$ 38,170	\$ -	\$ -	\$ 8,954
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	2,415	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	220,000	-	37,594	5,998	585,324
Total receipts	220,000	2,415	37,594	5,998	585,324
Disbursements:					
Personal services	-	400	-	-	582,501
Supplies	-	277	-	-	-
Other services and charges	-	21,178	-	-	-
Debt service - principal and interest	220,000	-	-	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	-	-	5,998	-
Total disbursements	220,000	21,855	-	5,998	582,501
Excess (deficiency) of receipts over disbursements	-	(19,440)	37,594	-	2,823
Cash and investments - ending	\$ -	\$ 18,730	\$ 37,594	\$ -	\$ 11,777

TOWN OF REMINGTON
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2017

	Sewage Operating	Sewage Depreciation	Sewage B&I	Sewage Reserve	Sewage Lateral (Sewage Insurance Fund)
Cash and investments - beginning	\$ 65,655	\$ 86,719	\$ 279,553	\$ 283,617	\$ 46,600
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	1,000	-	-	-	-
Other receipts	691,223	12,239	258,009	-	2,964
Total receipts	<u>692,223</u>	<u>12,239</u>	<u>258,009</u>	<u>-</u>	<u>2,964</u>
Disbursements:					
Personal services	115,714	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	13,106	-	-	-	-
Debt service - principal and interest	-	-	276,541	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	311,683	-	-	-	-
Other disbursements	310,707	80,000	-	-	-
Total disbursements	<u>751,210</u>	<u>80,000</u>	<u>276,541</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(58,987)</u>	<u>(67,761)</u>	<u>(18,532)</u>	<u>-</u>	<u>2,964</u>
Cash and investments - ending	<u>\$ 6,668</u>	<u>\$ 18,958</u>	<u>\$ 261,021</u>	<u>\$ 283,617</u>	<u>\$ 49,564</u>

TOWN OF REMINGTON
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2017

	Water Operating	Water Meter Deposit	Water B&I	Water Depreciation	Water Construction
Cash and investments - beginning	\$ 145,171	\$ 29,102	\$ -	\$ 59,707	\$ 110,821
Receipts:					
Taxes	22,807	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	731,219	-	-	-	-
Other receipts	3,915	4,972	106,780	9,790	-
Total receipts	<u>757,941</u>	<u>4,972</u>	<u>106,780</u>	<u>9,790</u>	<u>-</u>
Disbursements:					
Personal services	124,861	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	8,684	-	-	-	-
Debt service - principal and interest	-	-	106,780	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	168,840	-	-	-	-
Other disbursements	415,286	3,850	-	-	-
Total disbursements	<u>717,671</u>	<u>3,850</u>	<u>106,780</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>40,270</u>	<u>1,122</u>	<u>-</u>	<u>9,790</u>	<u>-</u>
Cash and investments - ending	<u>\$ 185,441</u>	<u>\$ 30,224</u>	<u>\$ -</u>	<u>\$ 69,497</u>	<u>\$ 110,821</u>

TOWN OF REMINGTON
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2017

	SRFDW Remington Construction Redemption	SRFDW Remington Water Reserve	SRFDW Remington B&I	SRFDW Remington15	Totals
Cash and investments - beginning	\$ 3	\$ 153,061	\$ 229,570	\$ -	\$ 3,783,631
Receipts:					
Taxes	-	-	-	-	1,305,133
Licenses and permits	-	-	-	-	4,381
Intergovernmental receipts	-	-	-	-	160,611
Charges for services	-	-	-	-	73,590
Fines and forfeits	-	-	-	-	1,667
Utility fees	-	-	-	-	732,219
Other receipts	-	47,193	231,072	1,019,314	3,415,093
Total receipts	-	47,193	231,072	1,019,314	5,692,694
Disbursements:					
Personal services	-	-	-	-	1,108,795
Supplies	-	-	-	-	37,849
Other services and charges	-	-	-	-	559,629
Debt service - principal and interest	-	-	-	-	863,828
Capital outlay	-	-	-	-	476,578
Utility operating expenses	-	-	-	-	480,523
Other disbursements	-	-	187,772	1,019,314	2,278,467
Total disbursements	-	-	187,772	1,019,314	5,805,669
Excess (deficiency) of receipts over disbursements	-	47,193	43,300	-	(112,975)
Cash and investments - ending	\$ 3	\$ 200,254	\$ 272,870	\$ -	\$ 3,670,656

TOWN OF REMINGTON
 SCHEDULE OF PAYABLES AND RECEIVABLES
 December 31, 2017

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Wastewater	\$ 569	\$ 15,182
Water	2,392	12,133
Governmental activities	<u>1,533</u>	<u>2,629</u>
Totals	<u>\$ 4,494</u>	<u>\$ 29,944</u>

TOWN OF REMINGTON
 SCHEDULE OF LEASES AND DEBT
 December 31, 2017

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities: Community State Bank	Purchase of aerial fire truck	<u>\$ 33,935</u>	08/01/2014	02/01/2024

Type	Description of Debt Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities: Revenue bonds	Tif Revenue Bonds- -Water/Sewer Line Extensions & New Water Tower	<u>\$ 1,740,000</u>	<u>\$ 240,958</u>
Wastewater: Revenue bonds	Sewage Works Bond Series 2003	<u>1,037,000</u>	<u>277,099</u>
Water: Revenue bonds	Water Revenue Bond Series 2007	265,000	96,270
Revenue bonds	Water Revenue Bond Series 2015 (SRF Loan) Water Treatment Plant	<u>5,143,000</u>	<u>298,590</u>
Total Water		<u>5,408,000</u>	<u>394,860</u>
Totals		<u>\$ 8,185,000</u>	<u>\$ 912,917</u>

TOWN OF REMINGTON
 SCHEDULE OF CAPITAL ASSETS
 December 31, 2017

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed or donated assets are reported at estimated fair value at the time received.

	<u>Ending Balance</u>
Governmental activities:	
Land	\$ 126,747
Buildings	1,237,074
Improvements other than buildings	1,977,450
Machinery, equipment, and vehicles	<u>1,126,662</u>
Total governmental activities	<u>4,467,933</u>
Wastewater:	
Land	45,758
Buildings	540,000
Improvements other than buildings	3,686,656
Machinery, equipment, and vehicles	<u>164,242</u>
Total Wastewater	<u>4,436,656</u>
Water:	
Land	62,764
Buildings	3,628,676
Improvements other than buildings	2,843,200
Machinery, equipment, and vehicles	<u>268,785</u>
Total Water	<u>6,803,425</u>
Total capital assets	<u>\$ 15,708,014</u>

SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR THE MAJOR FEDERAL
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE

TO: THE OFFICIALS OF THE TOWN OF REMINGTON, JASPER COUNTY, INDIANA

Report on Compliance for the Major Federal Program

We have audited the Town of Remington's (Town) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on its major federal program for the year ended December 31, 2017. The Town's major federal program is identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for the Town's major federal program based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Town's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for the major federal program. However, our audit does not provide a legal determination of the Town's compliance.

Opinion on the Major Federal Program

In our opinion, the Town complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended December 31, 2017.

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR THE MAJOR FEDERAL
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE
(Continued)


Report on Internal Control over Compliance

Management of the Town is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Town's internal control over compliance with the types of requirements that could have a direct and material effect on the major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for the major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Town's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.


Paul D. Joyce, CPA
State Examiner

September 7, 2018

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND ACCOMPANYING NOTES

The Schedule of Expenditures of Federal Awards and accompanying notes presented were approved by management of the Town. The schedule and notes are presented as intended by the Town.

TOWN OF REMINGTON
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Year Ended December 31, 2017

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Passed Through to Subrecipient	Total Federal Awards Expended
<u>Environmental Protection Agency</u>					
Drinking Water State Revolving Fund Cluster Capitalization Grants for Drinking Water State Revolving Funds (Remington Indiana Municipal Water Utility)	Indiana Finance Authority	66.468	DW14133701	\$ -	\$ 1,019,314
Total - Drinking Water State Revolving Fund Cluster				-	1,019,314
Total - Environmental Protection Agency				-	1,019,314
Total federal awards expended				\$ -	\$ 1,019,314

The accompanying notes are an integral part of the Schedule of Expenditures of Federal Awards.

TOWN OF REMINGTON
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Note 1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (SEFA) includes the federal grant activity of the Town under programs of the federal government for the year ended December 31, 2017. The information in the SEFA is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the SEFA presents only a select portion of the operations of the Town, it is not intended to and does not present the financial position of the Town.

Note 2. Summary of Significant Accounting Policies

Expenditures reported on the SEFA are reported on the cash basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles in OMB Circular A-87, *Cost Principles for State, Local, and Indian Tribal Governments*, or the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowed or are limited as to reimbursement. When federal grants are received on a reimbursement basis, the federal awards are considered expended when the reimbursement is received. The Town has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

TOWN OF REMINGTON
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I - Summary of Auditor's Results

Financial Statement:

Type of auditor's report issued:	Adverse as to GAAP; Unmodified as to Regulatory Basis
Internal control over financial reporting:	
Material weakness identified?	yes
Significant deficiency identified?	none reported
Noncompliance material to financial statement noted?	no

Federal Awards:

Internal control over major program:	
Material weakness identified?	no
Significant deficiency identified?	none reported
Any audit finding disclosed that are required to be reported in accordance with section 2 CFR 200.516(a)?	no

Identification of Major Program and type of auditor's report issued on compliance for it:

CFDA Number	Name of Federal Program or Cluster	Opinion Issued
66.468	Capitalization Grants for Drinking Water State Revolving Funds	Unmodified
Dollar threshold used to distinguish between Type A and Type B programs: \$750,000		
Auditee qualified as low-risk auditee?		no

Section II - Financial Statement Findings

FINDING 2017-001

Subject: Financial Transactions
Audit Finding: Material Weakness

Repeat Finding

This is a repeat finding from the immediately prior audit. The prior audit finding number was 2016-001.

Condition

There was a deficiency in the internal control system of the Town related to financial transactions. The Town had not designed and implemented proper segregation of duties related to receipts.

TOWN OF REMINGTON
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

One individual balanced the cash drawer, prepared the deposit slip, and took the deposit to the bank. After collections were deposited, daily cash summary reports were verified to the deposit slip by the Clerk-Treasurer; however, evidence of the review was not documented.

Context

This was a systemic issue throughout the audit period.

Criteria

The Indiana State Board of Accounts (SBOA) is required under Indiana Code 5-11-1-27(e) to define the acceptable minimum level of internal control standards. To provide clarifying guidance, the State Examiner compiled the standards contained in the manual, *Uniform Internal Control Standards for Indiana Political Subdivisions*. All political subdivisions subject to audit by SBOA are expected to adhere to these standards. The standards include adequate control activities. According to this manual:

"Control activities are the actions and tools established through policies and procedures that help to detect, prevent, or reduce the identified risks that interfere with the achievement of objectives. Detection activities are designed to identify unfavorable events in a timely manner whereas prevention activities are designed to deter the occurrence of an unfavorable event. Examples of these activities include reconciliations, authorizations, approval processes, performance reviews, and verification processes.

An integral part of the control activity component is segregation of duties. . . .

There is an expectation of segregation of duties. If compensating controls are necessary, documentation should exist to identify both the areas where segregation of duties are not feasible or practical and the compensating controls implemented to mitigate the risk. . . ."

Cause

Management of the Town had not established a proper system of internal control that segregated key functions.

Effect

The failure to establish controls could have enabled misstatements or irregularities to remain undetected.

Recommendation

We recommended that the Town establish a system of internal controls related to financial transactions.

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

Section III - Federal Award Findings and Questioned Costs

No matters are reportable.

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AUDITEE-PREPARED DOCUMENTS

The subsequent documents were provided by management of the Town. The documents are presented as intended by the Town.

TOWN OF REMINGTON

24 S. Indiana Street
P.O. Box 70
Remington, Indiana 47977
PHONE: (219) 261-2523
FAX: (219) 261-2824

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2016-001

Fiscal year in which the finding initially occurred: 2016
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: N/A
Contact Person Responsible for Corrective Action: Terri Budde, Clerk-Treasurer
Contact Phone Number: 219-208-3025


Status of Audit Finding:


There was no one to review the AFR and SEFA in 2016 as I am a one-person office and the accountant retained was no longer associated with Town of Remington. This issue was resolved for 2017 by the Clerk-Treasurer preparing the AFR, including the SEFA, and having the accountant now retained by Town of Remington (Cender & Co.) review the AFR before being submitted and sign off on the submitted AFR. Town of Remington will continued to have an independent person (or accounting firm) review the AFR before submission and sign the AFR, including the SEFA, as submitted for each subsequent year.

Due to this audit including both 2016 and 2017, the Clerk-Treasurer was unable to correct 2016 before the audit of 2017 took place. There are now internal controls in place by the Clerk-Treasurer so that the issue presented in this finding will not happen again.

As to internal controls regarding daily utility receipts, the Town Manager was counting the cash, writing out the deposit slip(s) for utilities, and taking the deposit(s) to the bank. Town of Remington has taken additional steps pursuant to the audit finding as follows: The Town Manager counts the cash/checks and writes out the daily deposit(s) for utilities. The Clerk-Treasurer counts the deposit(s) and initials the deposit slip(s). The Town Manager takes deposit(s) to the bank. The Utility billing manager posts the daily receipts to the utility customers' accounts, and Clerk-Treasurer receipts the daily receipts into fund.

There are now internal controls in place by the Clerk-Treasurer so that the receipt issue presented in this finding will not happen again.


(Signature)


(Title)
9-5-18
(Date)

(Note to Officials: To determine what audit findings are required to be reported in the Summary Schedule of Prior Audit Findings, please see U.S. Office of Management and Budget (OMB), Circular A-133, Subpart C, section .315(b) for audit periods beginning before December 26, 2014. For audit periods beginning after December 26, 2014, please see 2 CFR §200.511(b).)

TOWN OF REMINGTON

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PHONE: (219) 261-2523
FAX: (219) 261-2824

CORRECTIVE ACTION PLAN

FINDING 2017-001

Contact Person Responsible for Corrective Action: Terri Budde, Clerk-Treasurer
Contact Phone Number: (219) 208-3025

Views of Responsible Official:

Town of Remington and the Clerk-Treasurer concur with the finding.

Description of Corrective Action Plan:

As to internal controls regarding daily utility receipts, the Town Manager counts the cash and writes out the daily deposit(s) for utilities. The Clerk-Treasurer counts the deposit(s) and initials the deposit slip that's taken to the bank by the Town Manager. Town Manager takes deposit(s) to the bank. Utility billing manager posts the daily receipts to the utility customers' accounts. Clerk-Treasurer receipts the daily receipts into fund.

Due to there being consecutive years audited (2016 and 2017) at the same time, the Clerk-Treasurer was unable to complete/correct the finding for 2017 until 2018 when the audit was completed.

Anticipated Completion Date: Completed/started in September 2018.

Terri Budde
(Signature)
Clerk-Treasurer
(Title)
9-5-18
(Date)

OTHER REPORTS

In addition to this report, other reports may have been issued for the Town. All reports can be found on the Indiana State Board of Accounts' website: <http://www.in.gov/sboa/>.