

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

SUPPLEMENTAL COMPLIANCE REPORT

OF

CITY OF NEW ALBANY

FLOYD COUNTY, INDIANA

January 1, 2016 to December 31, 2016



FILED
11/29/2018

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
City Controller	Linda Moeller	01-01-16 to 12-31-18
Mayor	Jeff Gahan	01-01-12 to 12-31-19
President of the Board of Public Works and Safety	Warren Nash	01-01-16 to 12-31-18
President of the Common Council	Pat McLaughlin Dr. Al Knable	01-01-16 to 12-31-17 01-01-18 to 12-31-18
Utility Office Manager	April Dickey	01-01-16 to 12-31-18



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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TO: THE OFFICIALS OF THE CITY OF NEW ALBANY, FLOYD COUNTY, INDIANA

This report is supplemental to our audit report of the City of New Albany (City), for the period from January 1, 2016 to December 31, 2016. It has been provided as a separate report so that the reader may easily identify any Audit Results and Comments that pertain to the City. It should be read in conjunction with our Financial Statement and Federal Single Audit Report of the City, which provides our opinions on the City's financial statement and federal program compliance. 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 Audit Results and Comments contained herein describe the identified reportable instances 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 Audit Results and Comments, incorporated within this report, was not verified for accuracy.

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

October 23, 2018

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CITY CONTROLLER
CITY OF NEW ALBANY

CITY CONTROLLER
CITY OF NEW ALBANY
AUDIT RESULT AND COMMENT

CERTIFICATION ON INTERNAL CONTROL STANDARDS

The City failed to provide training on internal controls to all required personnel as required by Indiana Code 5-11-1-27(g). Although some required personnel did not receive the training, the City Controller certified on the Annual Financial Report submitted in the Gateway for Government Units financial reporting system that the City had provided the required personnel with internal control training.

Indiana Code 5-11-1-4(a) states:

"The state examiner shall require from every municipality and every state or local governmental unit, entity, or instrumentality financial reports covering the full period of each fiscal year. These reports shall be prepared, verified, and filed with the state examiner not later than sixty (60) days after the close of each fiscal year. The reports must be in the form and content prescribed by the state examiner and filed electronically in the manner prescribed under [IC 5-14-3.8-7](#)."



FOUNDED 1813

City of New Albany
Linda Moeller, City Controller

October 31, 2018

State Board of Accounts
Cities and Towns
302 West Washington Street, Room E-418
Indianapolis, IN 47204-2765

Re: Official Response of 2016 Audit

The City of New Albany is pleased with the findings of an unmodified report with no significant deficiencies as revealed during the October 23, 2018 State Board of Accounts "exit conference" for the Budget year 2016.

The only Audit Comment is:

"Evidence was not presented for audit that all personnel required by statute to receive training concerning the internal controls standards approved by the Board of Works and Safety received the training."

Corrective measures have been implemented to address the concern as follows:

Each department will be reviewed to ensure that all personnel have received internal control training based on the definition of "personnel" in IC 5-11-1-27.

Sincerely,

Linda Moeller

CITY CONTROLLER
CITY OF NEW ALBANY
EXIT CONFERENCE

The contents of this report were discussed on October 23, 2018, with Linda Moeller, City Controller; Jeff Gahan, Mayor; and Dr. Al Knable, President of the Common Council.

COMMON COUNCIL
CITY OF NEW ALBANY

COMMON COUNCIL
CITY OF NEW ALBANY
AUDIT RESULT AND COMMENT

INTERNAL CONTROL STANDARDS

Evidence was not presented for audit that all personnel required by statute to receive training concerning the internal controls standards approved by the Board of Public Works and Safety received the training.

Indiana Code 5-11-1-27(g) states in part:

"After June 30, 2016, the legislative body of a political subdivision shall ensure that: . . .

- (2) personnel receive training concerning the internal control standards and procedures adopted by the political subdivision."

COMMON COUNCIL
CITY OF NEW ALBANY
EXIT CONFERENCE

The contents of this report were discussed on October 23, 2018, with Linda Moeller, City Controller; Jeff Gahan, Mayor; and Dr. Al Knable, President of the Common Council.