

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

SUPPLEMENTAL COMPLIANCE REPORT

OF

TOWN OF DUGGER

SULLIVAN COUNTY, INDIANA

January 1, 2016 to December 31, 2018



**FILED**  
02/07/2020



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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Melinda Smith	01-01-16 to 12-31-23
President of the Town Council	Bill Pirtle (Vacant) Larry Bedwell	01-01-16 to 12-09-19 12-10-19 to 12-31-19 01-01-20 to 12-31-20



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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TO: THE OFFICIALS OF THE TOWN OF DUGGER, SULLIVAN COUNTY, INDIANA

This report is supplemental to our audit report of the Town of Dugger (Town), for the period from January 1, 2016 to December 31, 2018. It has been provided as a separate report so that the reader may easily identify any Audit Results and Comments that pertain to the Town. It should be read in conjunction with our Financial Statements Audit Report of the Town, which provides our opinion on the Town's financial statements. This report may be found at [www.in.gov/sboa/](http://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 30, 2019

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CLERK-TREASURER  
TOWN OF DUGGER

CLERK-TREASURER  
TOWN OF DUGGER  
AUDIT RESULTS AND COMMENTS

***PENALTIES, INTEREST, AND OTHER CHARGES***

*Condition and Context*

The Water Utility paid penalties and interest to the Indiana Department of Revenue in the amount of \$584 for failure to file required reports timely. The amount of \$584 was penalties and interest on items from the term of the former Clerk-Treasurer, Michelle Riggleman (Riggleman).

Riggleman was requested to repay the Town \$584 for penalties and interest assessed by the Indiana Department of Revenue. (See Summary of Charges, page 8)

*Criteria*

Officials and employees have the duty to pay claims and remit taxes in a timely fashion. Failure to pay claims or remit taxes in a timely manner could be an indicator of serious financial problems which should be investigated by the unit. Additionally, officials and employees have a responsibility to perform duties in a manner which would not result in any unreasonable fees being assessed against the unit. Any penalties, interest, or other charges paid by the unit may be the personal obligation of the responsible official or employee. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 1)

***OFFICIAL BOND COVERAGE***

The Town obtained public official bond coverage for Riggleman through RLI Insurance Company for the term January 1, 2012 to December 31, 2015, in the amount of \$50,000.

CLERK-TREASURER  
TOWN OF DUGGER  
EXIT CONFERENCE

The contents of this report were discussed on October 30, 2019, with Melinda Smith, Clerk-Treasurer; Bill Pirtle, President of the Town Council; Larry Bedwell, Town Council member; and Sandra Stinson, Town Council member.

CLERK-TREASURER  
TOWN OF DUGGER  
SUMMARY OF CHARGES  
(Due to Malfeasance, Misfeasance, or Nonfeasance)

	<u>Charges</u>	<u>Credits</u>	<u>Balance Due</u>
Michelle Riggleman, former Clerk-Treasurer: Penalties, Interest, and Other Charges, page 6	\$ 584	\$ -	\$ 584
Totals	<u>\$ 584</u>	<u>\$ -</u>	<u>\$ 584</u>

This report was forwarded to the Office of the Attorney General.

AFFIDAVIT

STATE OF INDIANA            )  
  )  
VI60 COUNTY)

We, Patricia Mayfield and George A. Cobb, Field Examiners, being duly sworn on our oaths, state that the foregoing report based on the official records of the Town of Dugger, Sullivan County, Indiana, for the period from January 1, 2016 to December 31, 2018, is true and correct to the best of our knowledge and belief.

Patricia Mayfield

George A. Cobb  
Field Examiners

Subscribed and sworn to before me this 13 day of JANUARY, 2020

Robin A. Drummy  
Notary Public

ROBIN A DRUMMY

4/2/2024