

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

SUPPLEMENTAL COMPLIANCE REPORT

OF

CITY OF RICHMOND

WAYNE COUNTY, INDIANA

January 1, 2019 to December 31, 2019



FILED

08/19/2020

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Controller	Beth Fields Emily Palmer	01-01-19 to 03-10-19 03-11-19 to 12-31-20
Mayor	Dave Snow	01-01-19 to 12-31-20
President of the Board of Public Works and Safety	Vicki Robinson	01-01-19 to 12-31-20
President of the Common Council	Gary Turner Ron Oler	01-01-19 to 12-31-19 01-01-20 to 12-31-20
President of the Board of Sanitary Commissioners	Suzanne Miller	01-01-19 to 12-31-20



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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TO: THE OFFICIALS OF THE CITY OF RICHMOND, WAYNE COUNTY, INDIANA

This report is supplemental to our audit report of the City of Richmond (City), for the period from January 1, 2019 to December 31, 2019. 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 Audit Report of the City, which provides our opinions on the City's financial statement. 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 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 Audit Result and Comment, incorporated within this report, was not verified for accuracy.

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

July 23, 2020

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CITY CONTROLLER
CITY OF RICHMOND

CITY CONTROLLER
CITY OF RICHMOND
AUDIT RESULT AND COMMENT

MOTOR VEHICLE HIGHWAY RESTRICTED FUND

Condition and Context

The City received \$1,584,429 in State Motor Vehicle Highway (MVH) distributions in 2019. The City did not post 50 percent of the distributions into the MVH Restricted fund at the time of receipt, as required. In August of 2019, they transferred \$482,059 from the MVH fund to the MVH Restricted fund. However, an additional \$310,155 should have been posted to the MVH Restricted fund in 2019.

Criteria

The purpose of this Directive is to authorize and require . . . cities, and towns that receive distributions from the State Motor Vehicle Highway Account to create a new sub-fund within the MVH Fund to properly manage and account for the usage restrictions that were included in the House Enrolled Act 1002-2017 and House Enrolled Act 1290-2018.

Starting on January 1, 2019, the political subdivision must post at the time of receipt of the distribution from the State Motor Vehicle Highway Account fifty percent (50%) of the distribution to MVH Restricted. (State Examiner Directive 2018-2)

CITY CONTROLLER
CITY OF RICHMOND
EXIT CONFERENCE

The contents of this report were discussed on July 23, 2020, with Emily Palmer, Controller; Beth Fields, former Controller; Dave Snow, Mayor; Ron Oler, President of the Common Council; Jane Bumbalough, Common Council member; and Bill Engle, Common Council member.