

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

SUPPLEMENTAL COMPLIANCE REPORT
OF

NEW ALBANY-FLOYD COUNTY CONSOLIDATED
SCHOOL CORPORATION
FLOYD COUNTY, INDIANA

July 1, 2018 to June 30, 2020



FILED
05/26/2021

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	2
Transmittal Letter	3
Audit Result and Comment: Penalties, Interest, and Other Charges	4
Exit Conference.....	5

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Chris Street	07-01-18 to 06-30-21
Superintendent of Schools	Dr. Bradley J. Snyder	07-01-18 to 06-30-21
President of the School Board	Jenny Higbie Elizabeth Galligan Elaine Murphy	07-01-18 to 12-31-18 01-01-19 to 12-31-19 01-01-20 to 06-30-21



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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TO: THE OFFICIALS OF THE NEW ALBANY-FLOYD COUNTY CONSOLIDATED
SCHOOL CORPORATION, FLOYD COUNTY, INDIANA

This report is supplemental to our audit report of the New Albany-Floyd County Consolidated School Corporation (School Corporation), for the period from July 1, 2018 to June 30, 2020. It has been provided as a separate report so that the reader may easily identify any Audit Results and Comments that pertain to the School Corporation. It should be read in conjunction with our Financial Statement Audit Report of the School Corporation, which provides our opinions on the School Corporation'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 an 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

May 11, 2021

NEW ALBANY-FLOYD COUNTY CONSOLIDATED SCHOOL CORPORATION
AUDIT RESULT AND COMMENT

PENALTIES, INTEREST, AND OTHER CHARGES

Condition and Context

The Internal Revenue Service (IRS) assessed the School Corporation late payment penalties totaling \$91,155 from January 1, 2019 to July 9, 2019, for late submission of payroll tax deposits. Correspondence from the IRS indicates that seven tax deposits were one day late, and one tax deposit was 2 days late during that period. The School Corporation paid \$56,144 on September 16, 2019, \$24,460 on October 8, 2019, and \$10,551 on December 27, 2019, but is currently appealing the assessment of those amounts.

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 Indiana Public School Corporations, Chapter 1)

NEW ALBANY-FLOYD COUNTY CONSOLIDATED SCHOOL CORPORATION
EXIT CONFERENCE

The contents of this report were discussed on May 11, 2021, with Dr. Bradley J. Snyder, Superintendent of Schools; Chris Street, Treasurer; Elaine Murphy, President of the School Board; and Rebecca Gardenour, School Board member.