



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
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September 15, 2021

To: The Officials of the City of Jeffersonville
City of Jeffersonville
City-County Bldg
Jeffersonville, IN 47130

This report is supplemental to the audit report of the City of Jeffersonville (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 Examination Findings that pertain to the City. It should be read in conjunction with the financial statement audit report of the City, which provides an opinion on the City's financial statements. This report may be found at www.in.gov/sboa/.

As authorized under Indiana Code 5-11-1, we engaged private examiners under our review to perform the audit of the City and perform procedures to determine compliance with applicable Indiana laws and uniform compliance guidelines established by the Indiana State Board of Accounts. The Examination Findings and Results contained herein describe the identified reportable instances of noncompliance found as a result of these procedures.

We have reviewed the Supplemental Audit Report for the City of Jeffersonville prepared by Crowe LLP, Independent Public Accountants, for the period January 1, 2019 to December 31, 2019. In our opinion, the Supplemental Audit Report was prepared in accordance with the guidelines established by the State Board of Accounts.

We call your attention to the finding in the report. Page 3 contains one Examination Finding and Result.

The report is filed with this letter in our office as a matter of public record.

A handwritten signature in blue ink that reads "Paul D. Joyce".

Paul D. Joyce, CPA
State Examiner

**COMPLIANCE EXAMINATION OF
CITY OF JEFFERSONVILLE**

Clark County, Indiana
January 1, 2019 to December 31, 2019

CITY OF JEFFERSONVILLE

Clark County, Indiana
January 1, 2019 to December 31, 2019

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CITY OF JEFFERSONVILLE
SCHEDULE OF OFFICIALS
January 1, 2019 to December 31, 2019

<u>Office</u>	<u>Official</u>	<u>Term</u>
City Controller	Heather Metcalf	01-01-19 to 12-31-19
Mayor	Mike Moore	01-01-19 to 12-31-19
President of the Board of Public Works and Safety	Mike Moore	01-01-19 to 12-31-19
President of the Common Council	Ed Zastawny	01-01-19 to 12-31-19
Utility Office Manager	Elisha Gibson	01-01-19 to 12-31-19

INDEPENDENT ACCOUNTANT'S REPORT

To the Indiana State Board of Accounts and
Management of the City of Jeffersonville

We have examined the City of Jeffersonville's ("City") compliance with the Indiana State Board of Accounts' *Accounting and Uniform Compliance Guidelines* during the period January 1, 2019 to December 31, 2019. Management of the City is responsible for the City's compliance with the specified requirements. Our responsibility is to express an opinion on the City's compliance with the specified requirements based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the City complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the City complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our qualified opinion.

Our examination does not provide a legal determination on the Unit's compliance with specified requirements.

Our examination disclosed material noncompliance with the *Accounting and Uniform Compliance Guidelines* applicable to the City during the period January 1, 2019 to December 31, 2019, as described in item 2019-001 on the following Schedule of Examination Findings and Results.

In our opinion, except for the material noncompliance described in the preceding paragraph, the City complied, in all material respects, with the aforementioned requirements during the period January 1, 2019 to December 31, 2019.

The City's responses to the finding identified in our examination is described in the accompanying Schedule of Examination Findings and Results. The City's response was not subjected to the procedures applied in the examination of compliance and, accordingly, we express no opinion on it.


Crowe LLP

Indianapolis, Indiana
August 26, 2021

CITY OF JEFFERSONVILLE
SCHEDULE OF EXAMINATION FINDINGS AND RESULTS
January 1, 2019 to December 31, 2019

FINDING 2019-001: IMPROPER INCLUSION OF NON-CITY FUNDS

Criteria: 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. 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."*

Condition: During testing of the Annual Financial Report ("AFR") Submissions, we noted that the City reported non-City owned funds on the AFR for the year under audit. On the 2019, the City improperly reported a fund balance and fund activity for cash that was placed in escrow held by a third-party trustee related to a prior bond refinancing transaction. The result was that overall fund cash balances and receipts and disbursements were overstated in 2019 by a material amount.

CITY OF JEFFERSONVILLE
EXIT CONFERENCE
January 1, 2019 to December 31, 2019

The contents of this report were discussed on May 21, 2021 with Heather Metcalf, CFO, and Matt Owen, City Council Member. The officials acknowledged the findings.