

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

FEDERAL COMPLIANCE AUDIT REPORT

OF

VIGO COUNTY, INDIANA

January 1, 2020 to December 31, 2020



FILED
02/03/2022

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
County Auditor	James W. Bramble	01-01-20 to 12-31-22
County Treasurer	Nancy S. Allsup Josie Swalls Thompson	01-01-20 to 12-31-20 01-01-21 to 12-31-22
Clerk of the Circuit Court	Bradley M. Newman	01-01-20 to 12-31-22
County Sheriff	John A. Plasse	01-01-20 to 12-31-22
County Recorder	Stacee J. Todd Diana Winsted-Smith	01-01-20 to 12-31-20 01-01-21 to 12-31-22
County Assessor	Kevin Gardner	01-01-20 to 12-31-22
County Prosecutor	Terry R. Modesitt	01-01-20 to 12-31-22
County Coroner	Susan Siebenmorgan Amos Janie Myers	01-01-20 to 12-31-20 01-01-21 to 12-31-22
President of the Board of County Commissioners	Brad A. Anderson Ivan M. Morris Chris Switzer	01-01-20 to 12-31-20 01-01-21 to 12-31-21 01-01-22 to 12-31-22
President of the County Council	Ivan M. Morris Aaron D. Loudermilk	01-01-20 to 12-31-20 01-01-21 to 12-31-22



INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF THE FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

TO: THE OFFICIALS OF VIGO COUNTY, INDIANA

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Vigo County (County), as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the County's basic financial statements and have issued our report thereon dated January 19, 2022.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the County's financial statements will not be prevented, or detected and corrected, on a timely basis. A significant deficiency is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.


INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF THE FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*
(Continued)

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.


Paul D. Joyce, CPA
State Examiner

January 19, 2022



INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE

TO: THE OFFICIALS OF VIGO COUNTY, INDIANA

Report on Compliance for Each Major Federal Program

We have audited Vigo County's (County) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2020. The County's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the County's compliance.

Opinion on Each Major Federal Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2020.

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE
(Continued)

Report on Internal Control over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE
(Continued)

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County, as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated January 19, 2022, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.


Paul D. Joyce, CPA
State Examiner

January 19, 2022

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND ACCOMPANYING NOTES

The Schedule of Expenditures of Federal Awards and accompanying notes presented were approved by management of the County. The schedule and notes are presented as intended by the County.

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VIGO COUNTY
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Year Ended December 31, 2020

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Passed Through to Subrecipient	Total Federal Awards Expended
<u>Department of Agriculture</u>					
Child Nutrition Cluster					
School Breakfast Program	Indiana Department of Education				
Non-Reverting Lunch 8322.09900		10.553	FY2020	\$ -	\$ 8,058
National School Lunch Program	Indiana Department of Education				
Non-Reverting Lunch 8322.09900		10.555	FY2020	-	13,149
Total - Child Nutrition Cluster				-	21,207
Total - Department of Agriculture				-	21,207
<u>Department of Justice</u>					
Crime Victim Assistance	Indiana Criminal Justice Institute				
2018 VOCA VC Staff CASA 8112.09850		16.575	EDS #D3-17-11522/VOCA-2018-001	-	55,904
VOCA - Victim of Crime 8103.09953		16.575	EDS #D3-18-12270	-	38,051
Total - Crime Victim Assistance				-	93,955
Edward Byrne Memorial Justice Assistance Grant Program	Indiana Department of Justice				
Public Defender ICJI Grant 9125.09953		16.738	Jag 2020-00150	-	11,766
Total - Department of Justice				-	105,721
<u>Department of Transportation</u>					
Highway Planning and Construction Cluster					
Highway Planning and Construction	Indiana Department of Transportation				
Transportation Improvement Program (DES 1401314) Springhill to 7th St		20.205	DES 1401314	-	222,552
SFY 2012-2015 Transportation Improvement Program DES 1500254 Bridge Inspection		20.205	DES 1500254	-	87,476
SFY 2012-2015 Transportation Improvement Program DES 1700436 Harlan Road		20.205	DES 1700436	-	74,292
Transportation Improvement Program (Des 1700437) Bridge 37		20.205	DES 1700437	-	30,967
Transportation Improvement Program DES 1700438 Bridge 322		20.205	DES 1700438	-	21,750
Transportation Improvement Program DES 1700439 Bridge 77		20.205	DES 1700439	-	88,972
SFY 2012-20105 Transportation Improvement Program DES 1700440 #330/B		20.205	DES 1700440	-	37,105
Transportation Improvement Program Des 1600483 Lafayette to Haythorne to Park		20.205	DES 1600483	-	93,213
Total - Highway Planning and Construction				-	656,327
Recreational Trails Program	Department of Natural Resources				
Recreational Trails Program 8440.09953		20.219	RT-18-007	-	31,974
Total - Highway Planning and Construction Cluster				-	688,301

VIGO COUNTY
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Year Ended December 31, 2020

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Passed Through to Subrecipient	Total Federal Awards Expended
Highway Safety Cluster					
State and Community Highway Safety					
Indiana Criminal Justice Institute					
FY2020 Operation Pull Over Enforcement Grant VCSD 1000.02200		20.600	Chirp-2020-00083	-	5,093
FY2020 Operation Pull Over Enforcement Grant THPD 8315.09953		20.600	Chirp-2020-00083	-	19,580
FY2020 Operation Pull Over Enforcement Grant WTHPD 8315.09953		20.600	Chirp-2020-00083	-	546
Total - State and Community Highway Safety				-	25,219
Total - Highway Safety Cluster				-	25,219
Minimum Penalties for Repeat Offenders for Driving While Intoxicated					
Indiana Criminal Justice Institute					
FY 2020 DUI & DUID Taskforce Grant VCSC 1000.02200		20.608	Chirp-2020-00083	-	259
FY 2020 DUI & DUID Taskforce Grant THPD 8315.09553		20.608	Chirp-2020-00083	-	5,898
Total - Minimum Penalties for Repeat Offenders for Driving While Intoxicated				-	6,157
Total - Department of Transportation				-	719,677
Department of the Treasury					
COVID-19 - Coronavirus Relief Fund					
Indiana Arts Commission					
Destination Market Coronavirus 8903.09953		21.019	48000	-	49,061
COVID-19 - Coronavirus Relief Fund					
Indiana Finance Authority					
Coronavirus Relief 21.019 8900.09953		21.019	CARES Act Funds	-	3,484,008
COVID-19 - Coronavirus Relief Fund					
Indiana State Department of Health					
Health Cares Act Coronavirus 8901.09953		21.019	46000	-	33,095
Total - COVID-19 - Coronavirus Relief Fund				-	3,566,164
Total - Department of the Treasury				-	3,566,164
Election Assistance Commission					
COVID-19 2020 HAVA CARES Act Grant					
Indiana Secretary of State					
Election Cares Act 8904.09953		90.404	CY2019	-	22,607
Total - Election Assistance Commission				-	22,607
Department of Health and Human Services					
Substance Abuse and Mental Health Services Projects of Regional and National Significance					
Indiana Supreme Court					
Veterans Grant SAMHSA 93.243 - 8235 YR #2		93.243	1H79TI081161-02	-	65,742
Drug Court SAMHSA Grant 93.243 - 8230 YR #2		93.243	1H79TI081171-02	-	146,070

VIGO COUNTY
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Year Ended December 31, 2020

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Passed Through to Subrecipient	Total Federal Awards Expended
Drug Court SAMHSA Grant 93.24 -8230 YR #3		93.243	1H79TI081171-03	-	40,108
Veterans Grant SAMHSA 93.243 8235 YR #3		93.243	1H79TI081161-03	-	11,181
Total - Substance Abuse and Mental Health Services Projects of Regional and National Significance				-	263,101
Immunization Cooperative Agreements	Indiana Department of Health				
Health Immunization Grant 8109.09953 YR #2		93.268	44125	-	17,916
Health Immunization Grant 8119.09953 YR #1		93.268	35798	-	27,638
Total - Immunization Cooperative Agreements				-	45,554
Child Support Enforcement	Indiana Department of Child Services				
Prosecutor Incentive 8897		93.563	FY2020	-	20,735
Child Support (Indirect Costs)1000.02714		93.563	FY2020	-	122,816
County General Incentive/Superior Court IV-D/Child Support 8895.08609		93.563	FY2020	-	11,214
New Clerk Incentive 8899		93.563	FY2020	-	61,935
Title IV-D Child Support Reimb (Regular) 1000.03102		93.563	FY2020	-	739,439
Total - Child Support Enforcement				-	956,139
State Court Improvement Program	Indiana Supreme Court				
93.586 Court Improvement Grant 8240.09953 YR #1		93.586	Vigo-CIP 2019B	-	5,301
Total - Department of Health and Human Services				-	1,270,095
<u>Department of Homeland Security</u>					
Emergency Management Performance Grants	Indiana Department of Homeland Security				
EMA Performance Grants (Salaries)		97.042	EMC-2020-EP-00003-S01	-	65,736
Total - Department of Homeland Security				-	65,736
Total federal awards expended				\$ -	\$ 5,771,207

The accompanying notes are an integral part of the Schedule of Expenditures of Federal Awards.

VIGO COUNTY
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Note 1. Summary of Significant Accounting Policies

A. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (SEFA) includes the federal grant activity of the County under programs of the federal government for the year ended December 31, 2020. The information in the SEFA is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the SEFA presents only a select portion of the operations of the County, it is not intended to and does not present the financial position of the County.

B. Other Significant Accounting Policies

Expenditures reported on the SEFA are reported on the cash basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles in OMB Circular A-87, *Cost Principles for State, Local, and Indian Tribal Governments*, or the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowed or are limited as to reimbursement. When federal grants are received on a reimbursement basis, the federal awards are considered expended when the reimbursement is received.

Note 2. Indirect Cost Rate

The County has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

VIGO COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I - Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued:

Name of Opinion Unit	Opinion Issued
Governmental Activities	Unmodified
Aggregate Discretely Presented Component Units	Unmodified
Each Major Fund	Unmodified
Aggregate Remaining Fund Information	Unmodified

Internal control over financial reporting:

Material weaknesses identified? no
Significant deficiencies identified? none reported

Noncompliance material to financial statements noted? no

Federal Awards:

Internal control over major programs:

Material weaknesses identified? no
Significant deficiencies identified? none reported

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? no

Identification of Major Programs and type of auditor's report issued on compliance for each:

CFDA Number	Name of Federal Program or Cluster	Opinion Issued
21.019	Highway Planning and Construction Cluster COVID-19 - Coronavirus Relief Fund	Unmodified Unmodified

Dollar threshold used to distinguish between Type A and Type B programs: \$750,000

Auditee qualified as low-risk auditee? no

Section II - Financial Statement Findings

No matters are reportable.

Section III - Federal Award Findings and Questioned Costs

No matters are reportable.

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AUDITEE-PREPARED DOCUMENT

The subsequent document was provided by management of the County. The document is presented as intended by the County.



Vigo County Auditor
VIGO COUNTY ANNEX
131 OAK STREET
TERRE HAUTE, INDIANA 47807
(812) 462-3261 FAX: (812) 231-0091

James W. Bramble, CPA, Auditor
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SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2019-001

Fiscal year in which the finding initially occurred: 2019

Status of Audit Finding:

Corrective action was taken.

FINDING 2019-002

Fiscal year in which the finding initially occurred: 2019

Status of Audit Finding:

Corrective action was taken.

OTHER REPORTS

In addition to this report, other reports may have been issued for the County. All reports can be found on the Indiana State Board of Accounts' website: <http://www.in.gov/sboa/>.