



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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June 29, 2022

To: The Officials of the Southern Indiana Development Commission
Southern Indiana Development Commission
P.O. Box 442
Loogootee, IN 47553

This report is supplemental to the audit report of the Southern Indiana Development Commission (Commission), for the period from January 1, 2021 to December 31, 2021. It has been provided as a separate report so that the reader may easily identify any Examination Findings that pertain to the Commission. It should be read in conjunction with the financial statement audit report of the Commission, which provides an opinion on the Commission'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 Commission 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 Southern Indiana Development Commission prepared by Crowe LLP, Independent Public Accountants, for the period January 1, 2021 to December 31, 2021. 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 on page 3.

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

A handwritten signature in cursive script that reads "Tammy R. White".

Tammy R. White, CPA
Deputy State Examiner

**COMPLIANCE EXAMINATION OF
SOUTHERN INDIANA DEVELOPMENT COMMISSION**

Martin County, Indiana
January 1, 2021 to December 31, 2021

SOUTHERN INDIANA DEVELOPMENT COMMISSION

Martin County, Indiana
January 1, 2021 to December 31, 2021

CONTENTS

SCHEDULE OF OFFICIALS	1
INDEPENDENT ACCOUNTANT'S REPORT	2
SCHEDULE OF EXAMINATION FINDINGS AND RESULTS:	
2021-001: SUPPORTING DOCUMENTATION.....	3
EXIT CONFERENCE	4

SOUTHERN INDIANA DEVELOPMENT COMMISSION
SCHEDULE OF OFFICIALS
January 1, 2021 to December 31, 2021

<u>Office</u>	<u>Official</u>	<u>Term</u>
Executive Director	Greg E. Jones	01-01-21 to 12-31-21
Treasurer	Joe Yochum	01-01-21 to 12-31-21
President of the Executive Board	John Michael Healy	01-01-21 to 12-31-21

INDEPENDENT ACCOUNTANT'S REPORT

To the Indiana State Board of Accounts and
Management of Southern Indiana Development Commission

We have examined Southern Indiana Development Commission's ("the Commission") compliance with the Indiana State Board of Accounts' *Accounting and Uniform Compliance Guidelines Manual For Special Districts* during the period January 1, 2021 to December 31, 2021. Management of the Commission is responsible for the Commission's compliance with the specified requirements. Our responsibility is to express an opinion on the Commission'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 Commission complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the Commission 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 Commission's compliance with specified requirements.

We are required to be independent and to meet our other ethical responsibilities in accordance with relevant ethical requirements relating to the engagement.

Our examination disclosed material noncompliance with the *Accounting and Uniform Compliance Guidelines Manual For Special Districts* applicable to the Commission during the period January 1, 2021 to December 31, 2021, as described in item 2021-001 on the following Schedule of Examination Findings and Results.

In our opinion, except for the material noncompliance described in the preceding paragraph, the Commission complied, in all material respects, with the aforementioned requirements during the period January 1, 2021 to December 31, 2021.

Crowe LLP
Crowe LLP

Indianapolis, Indiana
June 29, 2022

SOUTHERN INDIANA DEVELOPMENT COMMISSION
SCHEDULE OF EXAMINATION FINDINGS AND RESULTS
January 1, 2021 to December 31, 2021

FINDING 2021-001: SUPPORTING DOCUMENTATION

Criteria: Chapter 1 of the Accounting and Uniform Compliance Guidelines Manual states in part, *“Supporting documentation such as receipts, canceled checks, tickets, invoices, bills, contracts, and other public records must be available for examination to provide supporting information for the validity and accountability of monies disbursed. Payments without supporting documentation may be the personal obligation of the responsible official or employee.”*

Condition: During testing of payroll expenditures, we noted that hourly rate employees did not have formally documented pay rates. We randomly sampled 10 employees that included both salaried (8) and hourly pay rates (2). The two hourly employees pay rate was not supported by a salary ordinance, resolution, or salary schedule adopted by the governing body. We did note the eight salaried employees selected agreed to a formally documented pay rate without error.

SOUTHERN INDIANA DEVELOPMENT COMMISSION
EXIT CONFERENCE
January 1, 2021 to December 31, 2021

The contents of this report were discussed on June 28, 2022 with Janice Taylor, Administrative Specialist, Greg Jones, Executive Director, and Mike Healy, President of the Executive Board.