

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

SUPPLEMENTAL COMPLIANCE REPORT

OF

CITY OF HUNTINGTON

HUNTINGTON COUNTY, INDIANA

January 1, 2021 to December 31, 2021



FILED
12/19/2022

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	2
Transmittal Letter	3
Clerk-Treasurer:	
Audit Result and Comment:	
Motor Vehicle Highway (MVH) - Restricted Fund	6
Exit Conference	7

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Christi A. McElhaney	01-01-21 to 12-31-22
Mayor	Richard Strick	01-01-21 to 12-31-22
President of the Board of Public Works and Safety	Richard Strick	01-01-21 to 12-31-22
President Pro Tempore of the Common Council	Charles E. Chapman	01-01-21 to 12-31-22
Utility Office Manager	Jennifer Gunn	01-01-21 to 12-31-22



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
302 WEST WASHINGTON STREET
ROOM E418
INDIANAPOLIS, INDIANA 46204-2769

Telephone: (317) 232-2513
Fax: (317) 232-4711
Web Site: www.in.gov/sboa

TO: THE OFFICIALS OF THE CITY OF HUNTINGTON, HUNTINGTON COUNTY, INDIANA

This report is supplemental to our audit report of the City of Huntington (City), 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 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.

Beth Kelley, CPA, CFE
Deputy State Examiner

November 29, 2022

(This page intentionally left blank.)

CLERK-TREASURER
CITY OF HUNTINGTON

CLERK-TREASURER
CITY OF HUNTINGTON
AUDIT RESULT AND COMMENT

MOTOR VEHICLE HIGHWAY (MVH) - RESTRICTED FUND

Condition and Context

The City utilized MVH Restricted funds for items that were not determined to be for construction, reconstruction, or preservation of the City's highways. Of the ten MVH Restricted fund disbursements selected, three were determined to be for non-restricted purposes; one was for payroll, and two were for supplies. All three disbursements were partially used for construction, reconstruction, or preservation but were also for maintenance. The City was not able to provide documentation determining how much of the disbursements were for restricted purposes.

Criteria

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. . . .

Qualified expenditures will then be entered accordingly to MVH and MVH Restricted:

MVH: Permissible uses of the State Motor Vehicle Highway (MVH) Account distributions are outlined in Indiana Code 8-14-1-4 for counties and in Indiana Code 8-14-1-5 for cities and towns.

MVH Restricted: Effective July 1, 2018, Indiana Code 8-14-1-4(b) and Indiana Code 8-14-1-5(c) requires at least 50% of the MVH distributions to be used for construction, reconstruction and preservation of the unit's highways. (Maintenance expenditures no longer count toward the 50% requirement.) . . .

(State Examiner Directive 2018-2)

CLERK-TREASURER
CITY OF HUNTINGTON
EXIT CONFERENCE

The contents of this report were discussed on November 29, 2022, with Christi A. McElhaney, Clerk-Treasurer; Richard Strick, Mayor; Charles E. Chapman, President Pro Tempore of the Common Council; Todd Johnson, Common Council member; and Kathy Elmore, Board of Public Works and Safety member.