



STATE OF INDIANA
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July 3, 2023

TO: THE OFFICIALS OF THE MORGAN COUNTY SOLID WASTE
MANAGEMENT DISTRICT, MORGAN COUNTY, INDIANA

As authorized under Indiana Code 5-11-1, we performed certain procedures to the accounting records and related documents of the Morgan County Solid Waste Management District (District), Morgan County, for the period of January 1, 2018 to December 31, 2022, to determine compliance with applicable Indiana laws and uniform compliance guidelines established by the Indiana State Board of Accounts.

Management is responsible for preparing and maintaining its accounting records and related documents, as well as compliance with applicable state laws and uniform compliance guidelines established by the Indiana State Board of Accounts.

The District's Annual Financial Reports filed by management can be found on the Gateway Website: www.gateway.ifionline.org.

The Comments contained herein describe the identified reportable instances of noncompliance found as a result of the procedures we performed. Our procedures were not designed to identify all instances of noncompliance; therefore, noncompliance may exist that is unidentified.

Comments

BANK ACCOUNT RECONCILIATIONS

Condition and Context

Depository reconciliations of the fund balances to the bank account balances were not presented for review for any months of the engagement period. In addition, the combined bank balance for 2018 was \$143,706 more than the amount reported in the District's Funds Ledger. The bank balance was \$28,297 more than the amount reported in the District's Funds Ledger for 2019.

Criteria

Indiana Code 5-13-6-1(e) states: "All local investment officers shall reconcile at least monthly the balance of public funds, as disclosed by the records of the local officers, with the balance statements provided by the respective depositories."

ANNUAL FINANCIAL REPORT

Condition and Context

The following errors were noted in the District's Annual Financial Reports (AFR):

1. The 2018 beginning cash and investments balance was \$82,749 less than the reported 2017 ending cash and investments balance.
2. The 2018 ending cash and investments balance was understated by \$86,142.
3. The 2019 disbursements were overstated by \$62,040, and the ending cash and investments balance was understated by \$20,269.
4. The 2020 beginning cash and investments balance was \$86,861 greater than the reported 2019 ending cash and investments balance.
5. The 2020 receipts were overstated by \$47,272; disbursements were overstated by \$68,155; and the ending cash and investments balance was overstated by \$28,950.
6. The 2021 receipts were understated by \$91,180, and the ending cash and investments balance was understated by \$120,989.
7. The 2022 beginning cash and investments balance was \$261,464 greater than the reported 2021 ending cash and investments balance.
8. The 2022 receipts were understated by \$43,243, and disbursements were overstated by \$107,147.

In addition to the errors noted above, the AFR for 2022 was not filed until March 15, 2023, which was 13 days past the due date.

Criteria

Indiana Code 5-11-1-4(a) states:

"The state examiner shall require from every audited entity financial reports covering the full period of each fiscal year. These reports shall be prepared, verified, and filed with the state examiner not later than sixty (60) days after the close of each fiscal year. 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](#)."

This report is intended solely for the information and use of management, governance, and others within the organization. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

The Schedule of Cash and Investment Balances - Regulatory Basis is presented as other information. It has not been subjected to any auditing procedures, and, accordingly, we do not express an opinion or provide any assurance on it.

SCHEDULE OF CASH AND INVESTMENT
BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2022

<u>Fund</u>	<u>Cash and Investments 12-31-22</u>
MCSWMD	<u>\$ 353,030</u>
Total	<u><u>\$ 353,030</u></u>

Any Official Response to the Comments, incorporated within this report, was not verified for accuracy.

The contents of this report were communicated to Erick Kivett, Director, on June 15, 2023.

Respectfully,



Beth Kelley, CPA, CFE
Deputy State Examiner