

# COMMUNITY CROSSINGS

CONFERENCE FOR COUNTY AUDITORS

FALL 2016

## INTRODUCTION

- ▶ Special LOIT Distribution
  - ▶ 75% restricted in use for allowable road projects
  - ▶ Fund 1229 LOIT Special Distribution
- ▶ Local Road and Bridge Grant Legislation
  - ▶ 50-50 matching grant
  - ▶ Local match funds
    - ▶ LOIT Special Legislation
    - ▶ Rainy Day
    - ▶ New/Increased Wheel/Surtax

## USE OF EXISTING ROAD FUNDS

- ▶ Existing road funds are not identified in statute for the local match
- ▶ Issues with transferring to Rainy Day funds
  - ▶ MVH
  - ▶ LRS
  - ▶ Major Moves
  - ▶ Wheel tax and Surtax

## MEMORANDUM JUNE 9, 2016

- ▶ Joint with SBOA, DLGF and INDOT
- ▶ SBOA presented accounting for existing funds and Rainy Day fund
  - ▶ LRS and Wheel and Surtax – See Memo
  - ▶ MVH and Major Moves – See Memo
  - ▶ CUM Bridge – Contact SBOA

## STATE GRANT FUND

- ▶ IC 36-1-8-12
  - ▶ “(a) If a political subdivision other than a school corporation receives state grant money requiring local matching money, the political subdivision shall create a special fund and deposit the grant money and matching money into the special fund. The money in the fund may be used only for the purposes of the grant.”
  - ▶ “(b) If a political subdivision completes the project for which the state grant money was provided and money remains in the fund: (1) the political subdivision shall transfer the state’s share of the remaining money to the treasurer of state for deposit in the fund from which the grant was made; and (2) the political subdivision’s pro rata share of the remaining money reverts to the political subdivision’s general fund.”

## ACCOUNTING FOR THE GRANT

- ▶ Only use the Rainy Day Restricted Funds to hold local matching grant funds from existing motor vehicle funds.
- ▶ Disburse from the LOIT Special Distribution fund 1129 for all allowable costs in the statute. Do not transfer to Rainy Day.
- ▶ When the grant is approved, transfer the local match funds to the grant fund
- ▶ Deposit Community Crossings Grant money into Grant fund when received from INDOT
- ▶ MVH and Major Moves funds not needed for matching grant return to originating fund.