

**MEDARYVILLE TOWN COUNCIL  
RESOLUTION NO. 2016-07-03**

**POLICY ON MATERIALITY AND PROCESS FOR REPORTING MATERIAL ITEMS**

**WHEREAS**, IC 5-11-1-27(j) requires erroneous or irregular material variances, losses, shortages, or thefts of political subdivision funds or property shall be reported immediately to the State Board of Accounts;

**WHEREAS**, State Examiner Directive 2015-6 directs each political subdivision to determine its own policy on materiality; and

**WHEREAS**, the Medaryville Town Common Council will consider IC5-11-1-27(l), which requires public officials who have actual knowledge of or reasonable cause to believe that there has been misappropriation of public funds to immediately send written notice of misappropriation to the State Board of Accounts and the Prosecuting Attorney; and

**WHEREAS**, the Town of Medaryville does not condone any erroneous or irregular material variances, losses, shortages, or thefts of political subdivision funds or property but recognizes that relatively small items may not justify the cost of the involvement of the State Board of Accounts.

**NOW, THEREFORE, BE IT RESOLVED BY THE TOWN COUNCIL FOR THE TOWN OF MEDARYVILLE, INDIANA AS FOLLOWS:**

Section 1. The Town Medaryville hereby endorses the Clerk/Treasurer's directive, attached as Appendix A, regarding a policy on materiality and a process for reporting material items.

Section 2. The Town of Medaryville calls upon the Clerk/Treasurer, Town of Medaryville officials, employees, and agents to enforce and comply with the policy on materiality and process for reporting material items and to report noteworthy items to the State Board of Accounts.

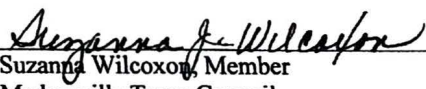
Section 3. The Town of Medaryville directs the Clerk/Treasurer to monitor, as necessary, compliance with the policy on materiality and process for reporting material items and report noteworthy items to the Medaryville Town Council.

Section 4. The Town of Medaryville asks the Clerk/Treasurer to advise the Common Council of any changes in the policy on materiality and process for reporting material items.

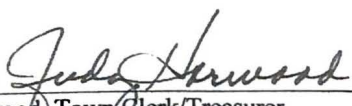
This Resolution shall be in full force and effect from and after its passage by the Town Council for the Town of Medaryville, Indiana.

PASSED AND ADOPTED by the Town Council of the Town of Medaryville, Indiana, this 20<sup>th</sup> day of July, 2016.

  
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Robert Schultz, President  
Medaryville Town Council

  
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Suzanna Wilcox, Member  
Medaryville Town Council

  
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Ray Saltsman, Member  
Medaryville Town Council

ATTEST:   
\_\_\_\_\_  
Judy Harwood, Town Clerk/Treasurer  
Medaryville, Indiana