

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

ANNUAL FINANCIAL REPORT

2009

CLINTON COUNTY, INDIANA



**FILED**

09/08/2010



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### SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Cathy Hamilton	01-01-09 to 12-31-12
Treasurer	Laura Huffer	01-01-09 to 12-31-12
Clerk	Kellie Surber	01-01-09 to 12-31-12
Sheriff	Mark Mitchell	01-01-09 to 12-31-12
Recorder	Vicki Ballard Linda Brammell	01-01-06 to 12-31-09 01-01-10 to 12-31-13
President of the Board of County Commissioners	William Beard	01-01-09 to 12-31-10
President of the County Council	Steve Woods	01-01-09 to 12-31-10



**STATE OF INDIANA**  
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INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS  
AND SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

TO: THE OFFICIALS OF CLINTON COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Clinton County (County), as of and for the year ended December 31, 2009, which collectively comprise the County's basic financial statements as listed in the Table of Contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

Except as discussed in the following paragraphs, we conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

The County Treasurer did not reconcile bank account to ledger balances. Due to variances between ledger balances and reconciled bank balances, we were unable to verify the correctness of the cash balances as presented in the financial statements.

As discussed in Note I, the County prepares its financial statements on the prescribed basis of accounting that demonstrates compliance with the cash and investment basis and budget laws of the State of Indiana, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In our opinion, except for the effects of the County Officials failure to reconcile fund cash balances to bank balances, the financial statements referred to above present fairly, in all material respects, the respective cash and investment balances of the governmental activities, each major fund, and the aggregate remaining fund information of the County as of December 31, 2009, and the respective cash receipts and cash disbursements during the year then ended on the basis of accounting described in Note I.

In accordance with Government Auditing Standards, we have also issued a report dated May 20, 2010, on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS  
AND SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
(Continued)

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Included in the financial statements are the receipts and disbursements activity from emergency telephone system fees (IC 36-8-16) and enhanced wireless emergency telephone fees (IC 36-8-16.5). In accordance with IC 36-8-16-14 and IC 36-8-16.5-41 these fees have been subjected to an annual audit performed by the State Board of Accounts and, in our opinion, are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The Schedules of Funding Progress are not required parts of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management, regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

The County has not presented Management's Discussion and Analysis, Schedule of Contributions From the Employer and Other Contributing Entities, or Budgetary Comparison Schedules that accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be part of, the basic financial statements.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The Combining Schedules, as listed in the Table of Contents, Schedule of Capital Assets, and Schedule of Long-Term Debt are presented for additional analysis and are not required parts of the basic financial statements. The Combining Schedules, as listed in the Table of Contents, have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The Schedule of Capital Assets and Schedule of Long-Term Debt have not been subjected to the auditing procedures applied by us in the audit of the basic financial statements and, accordingly, we express no opinion on them.

STATE BOARD OF ACCOUNTS

May 20, 2010



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REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON  
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

TO: THE OFFICIALS OF CLINTON COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Clinton County (County), as of and for the year ended December 31, 2009, which collectively comprise the County's basic financial statements and have issued our report thereon dated May 20, 2010. The opinions to the financial statements were qualified due to failure of the officials to reconcile the funds to the adjusted bank balances. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

Our consideration of the internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we considered to be significant deficiencies.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiencies described in item 2009-1 of the accompanying Schedule of Findings and Questioned Costs to be significant deficiencies in internal control over financial reporting.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON  
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS  
(Continued)

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. However, of the significant deficiencies described above, we consider item 2009-1 to be a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

The County's response to the findings identified in our audit is described in the accompanying section of the report entitled Corrective Action Plan. We did not audit the County's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the County's management, County Commissioners, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. In accordance with Indiana Code 5-11-5-1, this report is a part of the public records of the State Board of Accounts and of the office examined.

STATE BOARD OF ACCOUNTS

May 20, 2010

CLINTON COUNTY  
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS  
For The Year Ended December 31, 2009

<u>Functions/Programs</u>	<u>Disbursements</u>	<u>Program Receipts</u>		<u>Net (Disbursement) Receipt and Changes in Net Assets</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Primary Government</u>
				<u>Governmental Activities</u>
Primary government:				
Governmental activities:				
General government	\$ 11,426,090	\$ 423,918	\$ 20,000	\$ (10,982,172)
Public safety	5,287,072	1,215,759	47,354	(4,023,959)
Highways and streets	3,240,658	677	2,435,555	(804,426)
Sanitation	-	104,986	-	104,986
Health and welfare	877,464	259,449	293,471	(324,544)
Economic development	1,155,929	-	-	(1,155,929)
Culture and recreation	-	862,500	-	862,500
Urban redevelopment and housing	-	-	-	-
Principal and interest on indebtedness	134,842	-	-	(134,842)
	<u>\$ 22,122,055</u>	<u>\$ 2,867,289</u>	<u>\$ 2,796,380</u>	<u>(16,458,386)</u>
Total governmental activities				
General receipts:				
Property taxes				4,502,361
Intergovernmental				1,620,902
Other local sources				5,345,979
Grants and contributions not restricted to specific programs				39,088
Investment earnings				320,990
				<u>11,829,320</u>
Total general receipts				
				(4,629,066)
Change in net assets				
Net assets - beginning				<u>16,916,576</u>
Net assets - ending				<u>\$ 12,287,510</u>
<u>Assets</u>				
Cash and investments				\$ 6,432,461
Restricted assets:				
Cash and investments				<u>5,855,049</u>
Total assets				<u>\$ 12,287,510</u>
<u>Net Assets</u>				
Restricted for:				
General government				\$ 397,316
Public safety				327,161
Highways and streets				554,886
Health and welfare				39,288
Capital outlay				4,536,398
Unrestricted				<u>6,432,461</u>
Total net assets				<u>\$ 12,287,510</u>

The notes to the financial statements are an integral part of this statement.

CLINTON COUNTY  
STATEMENT OF ASSETS AND FUND BALANCES AND RECEIPTS,  
DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
GOVERNMENTAL FUNDS  
For The Year Ended December 31, 2009

	General	Rainy Day	Hospital Contractual	Other Governmental Funds	Totals
<b>Receipts:</b>					
Taxes	\$ 4,030,817	\$ 2,034,176	\$ -	\$ 479,974	\$ 6,544,967
Special assessments	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental	877,152	45,121	-	3,534,097	4,456,370
Charges for services	1,291,089	-	862,500	461,623	2,615,212
Fines and forfeits	251,977	-	-	-	251,977
Interfund loans	5,000,000	-	3,050,000	100,000	8,150,000
Other	460,862	-	53,242	449,885	963,989
<b>Total receipts</b>	<b>11,911,897</b>	<b>2,079,297</b>	<b>3,965,742</b>	<b>5,025,579</b>	<b>22,982,515</b>
<b>Disbursements:</b>					
General government	6,284,710	211,940	839,388	3,905,738	11,241,776
Public safety	4,382,503	-	-	677,225	5,059,728
Highways and streets	-	-	-	3,213,280	3,213,280
Health and welfare	563,309	-	-	302,496	865,805
Economic development	-	-	-	1,155,929	1,155,929
Interfund loans	3,000,000	-	5,100,000	50,000	8,150,000
Debt service:					
Principal	101,071	-	33,771	-	134,842
Capital outlay:					
General government	122,009	-	-	62,305	184,314
Public safety	9,912	-	-	217,432	227,344
Highways and streets	-	-	-	27,378	27,378
Health and welfare	775	-	-	10,884	11,659
<b>Total disbursements</b>	<b>14,464,289</b>	<b>211,940</b>	<b>5,973,159</b>	<b>9,622,667</b>	<b>30,272,055</b>
Excess (deficiency) of receipts over disbursements	(2,552,392)	1,867,357	(2,007,417)	(4,597,088)	(7,289,540)
<b>Other financing sources (uses):</b>					
Net proceeds from borrowings	-	-	-	-	-
Transfers in	-	-	-	2,032,579	2,032,579
Transfers out	-	-	-	(2,032,579)	(2,032,579)
Other receipts	957,541	-	-	1,702,933	2,660,474
<b>Total other financing sources (uses)</b>	<b>957,541</b>	<b>-</b>	<b>-</b>	<b>1,702,933</b>	<b>2,660,474</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,594,851)	1,867,357	(2,007,417)	(2,894,155)	(4,629,066)
Cash and investment fund balance - beginning	1,929,857	1,124,836	2,828,017	11,033,866	16,916,576
Cash and investment fund balance - ending	<u>\$ 335,006</u>	<u>\$ 2,992,193</u>	<u>\$ 820,600</u>	<u>\$ 8,139,711</u>	<u>\$ 12,287,510</u>
<b><u>Cash and Investment Assets - Ending</u></b>					
Cash and investments	\$ 335,006	\$ 2,992,193	\$ 820,600	\$ 2,284,662	\$ 6,432,461
Cash with fiscal agent	-	-	-	-	-
Restricted assets:					
Cash and investments	-	-	-	5,855,049	5,855,049
<b>Total cash and investment assets - ending</b>	<b><u>\$ 335,006</u></b>	<b><u>\$ 2,992,193</u></b>	<b><u>\$ 820,600</u></b>	<b><u>\$ 8,139,711</u></b>	<b><u>\$ 12,287,510</u></b>
<b><u>Cash and Investment Fund Balance - Ending</u></b>					
Restricted for:					
General government	\$ -	\$ -	\$ -	\$ 397,316	\$ 397,316
Public safety	-	-	-	327,161	327,161
Highways and streets	-	-	-	554,886	554,886
Health and welfare	-	-	-	39,288	39,288
Capital outlay	-	-	-	4,536,398	4,536,398
Unrestricted	335,006	2,992,193	820,600	2,284,662	6,432,461
<b>Total cash and investment fund balance - ending</b>	<b><u>\$ 335,006</u></b>	<b><u>\$ 2,992,193</u></b>	<b><u>\$ 820,600</u></b>	<b><u>\$ 8,139,711</u></b>	<b><u>\$ 12,287,510</u></b>

The notes to the financial statements are an integral part of this statement.

CLINTON COUNTY  
STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
FIDUCIARY FUNDS  
For The Year Ended December 31, 2009

	Pension Trust Funds	Private-Purpose Trust Funds	Agency Funds
	<u>          </u>	<u>          </u>	<u>          </u>
Additions:			
Contributions:			
Employer	\$ 167,840	\$ -	
Plan members	<u>36,455</u>	<u>-</u>	
Total contributions	<u>204,295</u>	<u>-</u>	
Investment earnings:			
Net increase in fair value of investments	408,811	-	
Interest	<u>67,144</u>	<u>-</u>	
Total investment earnings	<u>475,955</u>	<u>-</u>	
Total additions	<u>680,250</u>	<u>-</u>	
Deductions:			
Benefits	144,910	-	
Refunds of contributions	27,833	-	
Administrative and general	<u>64,335</u>	<u>-</u>	
Total deductions	<u>237,078</u>	<u>-</u>	
Excess (deficiency) of total additions over total deductions	443,172	-	
Cash and investment fund balance - beginning	<u>2,441,830</u>	<u>29,817</u>	
Cash and investment fund balance - ending	<u>\$ 2,885,002</u>	<u>\$ 29,817</u>	<u>\$ 12,885,476</u>

The notes to the financial statements are an integral part of this statement.

CLINTON COUNTY  
NOTES TO FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies

A. Reporting Entity

The County was established under the laws of the State of Indiana. The County operates under a Council-Commissioner form of government and provides the following services: public safety (police), highways and streets, health welfare and social services, culture and recreation, public improvements, planning and zoning, and general administrative services.

The County's financial reporting entity is composed of the following:

Primary Government: Clinton County

In determining the financial reporting entity, the County complies with the provisions of GASB Statement No. 14, *The Financial Reporting Entity*.

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

The Statement of Activities and Net Assets – Cash and Investment Basis displays information about the reporting government as a whole. It includes all funds of the reporting entity except for fiduciary funds. The statement distinguishes between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

Fund Financial Statements

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitutes its assets, fund equity, receipts, and disbursements. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. However, at this time, the County has not established any enterprise funds.

The County reports the following major governmental funds:

The General Fund is the primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Rainy Day Fund is used to account for transfers of unused and unencumbered funds under Indiana Code 36-1-8-5. The rainy day funds may be used solely for the operation of the City and its various departments, including, but not limited to, salaries and wages, costs of services, supplies, equipment, capital improvements, repairs, and similar expenditures.

The Hospital Contractual Fund accounts for the proceeds from the sale of the County hospital. Financing is provided by monthly lease payments made by a private hospital.

CLINTON COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Additionally, the County reports the following fund types:

The pension trust funds account for the activities of the Sheriff's pension trust fund, which accumulates resources for pension benefit payments to law enforcement personnel.

The private-purpose trust fund reports a trust arrangement under which principal and income benefit local school corporations.

Agency funds account for assets held by the County as an agent for various payroll withholding authorities and for taxes distributed to local governmental units.

C. Measurement Focus and Basis of Accounting

The government-wide, governmental fund, proprietary fund, and fiduciary fund financial statements are reported using the basis of accounting that demonstrates compliance with the cash and investment basis and budget laws of the State of Indiana, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Receipts are recorded when received and disbursements are recorded when paid.

The cash and investment basis of accounting differs from accounting principles generally accepted in the United States of America in that receipts are recognized when received in cash rather than when earned and disbursements are recognized when paid rather than when a liability is incurred. Investment transactions are not presented on the financial statements.

If the County utilized the basis of accounting recognized as generally accepted, the fund financial statements for governmental funds would use the modified accrual basis of accounting, while the fund financial statements for proprietary fund types would use the accrual basis of accounting. All government-wide financials would be presented on the accrual basis of accounting.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities are provided to people outside the government (enterprise funds) or other departments or agencies primarily within the government (internal service funds). The County does not have any enterprise funds.

When both restricted and unrestricted resources are available for use, the County's policy is to use restricted resources first, then unrestricted resources as they are needed.

D. Assets and Cash and Investment Balances

1. Restricted Assets

All restricted assets, as presented in the accompanying financial statements, are restricted due to enabling legislation.

2. Cash and Investments

Investments are stated at cost. Any changes in fair value of the investments are reported as interest receipts in the year of the sale of the investment.

CLINTON COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

3. Property Taxes

Normally, property taxes levied are collected by the County Treasurer and are distributed to the County in June and in December. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. Taxable property is assessed at 100% of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which may become delinquent if not paid by May 10 and November 10, respectively. All property taxes collected by the County Treasurer and available for distribution were distributed to the County on or prior to December 31 of the year collected.

4. Capital Assets

Capital assets arising from cash transactions acquired for use in governmental or proprietary fund operations are accounted for as capital outlay disbursements of the fund upon acquisition.

5. Long-Term Debt

Long-term debt arising from cash basis transactions of governmental and proprietary funds is not reported as a liability in the basic financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as disbursements.

6. Equity Classification

Government-Wide Statements

Equity is classified as net assets and displayed in two components:

- a. Restricted net assets – Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments, or (2) law through constitutional provisions or enabling legislation.
- b. Unrestricted net assets – All other net assets that do not meet the definition of "restricted."

Fund Financial Statements

Governmental fund equity is classified as fund balance. Proprietary fund equity is classified the same as in the government-wide statements.

E. Receipts and Disbursements

1. Program Receipts

Amounts reported as program receipts include (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general receipts rather than as program receipts. Likewise, general receipts include all taxes.

CLINTON COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

2. Operating Receipts and Disbursements

Operating receipts and disbursements for proprietary discretely presented component units result from providing services and producing and delivering goods and/or services. They also include all receipts and disbursements not related to capital and related financing, noncapital financing, or investing activities.

F. Internal and Interfund Activities

In the process of aggregating the financial information for the government-wide Statement of Activities and Net Assets – Cash and Investment Basis, some amounts reported as interfund activity in the fund financial statements have been eliminated or reclassified.

Fund Financial Statements

1. Interfund services – Sales or purchases of goods and services between funds are reported as receipts and disbursements.
2. Interfund reimbursements – Repayments from funds responsible for certain disbursements to the funds that initially paid for them are not reported as reimbursements but as adjustments to disbursements in the respective funds.
3. Interfund transfers – Flow of assets from one fund to another where repayment is not expected is reported as transfers in and out.
4. Interfund loans – Flow of assets from one fund to another where repayment is expected is reported as interfund loans.

Government-Wide Financial Statements

Interfund activity, if any, is eliminated or reclassified in the government-wide financial statements as follows:

Internal activities – Amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide Statement of Activities and Net Assets – Cash and Investment Basis except for the net amount of transfers between governmental and business-type activities, which are reported as Transfers – Internal Activities. The effects of interfund loans and services between funds, if any, are not eliminated in the government-wide Statement of Activities and Net Assets – Cash and Investment Basis.

II. Stewardship, Compliance and Accountability

Budgetary Information

Annual budgets are adopted on the cash basis, which is not consistent with accounting principles generally accepted in the United States of America. All annual appropriations lapse at calendar year end.

CLINTON COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Prior to the first required publication, the fiscal officer of the County submits to the governing board a proposed operating budget for the year commencing the following January 1. Prior to adoption, the budget is advertised and public hearings are conducted by the governing board to obtain taxpayer comments. Prior to November 1, the governing board, through the passage of a resolution/ ordinance, approves the budget for the next year. Copies of the budget resolution/ordinance and the advertisement for funds for which property taxes are levied or highway use taxes are received are sent to the Indiana Department of Local Government Finance. The budget becomes legally enacted after the fiscal officer of the County receives approval of the Indiana Department of Local Government Finance.

The County's management cannot transfer budgeted appropriations between object classifications of a budget without approval of the governing board. The Indiana Department of Local Government Finance must approve any revisions to the appropriations for any fund or any department of the General Fund. The legal level of budgetary control is by object and department within the fund for the General Fund and by object within the fund for all other budgeted funds.

III. Detailed Notes on All Funds

A. Deposits and Investments

1. Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. IC 5-13-8-1 allows a political subdivision of the State of Indiana to deposit public funds in a financial institution only if the financial institution is a depository eligible to receive state funds and has a principal office or branch that qualifies to receive public funds of the political subdivision. The County does not have a deposit policy for custodial credit risk. At December 31, 2009, the County had deposit balances in the amount of \$25,000,000.

The bank balances were insured by the Federal Deposit Insurance Corporation or the Public Deposit Insurance Fund, which covers all public funds held in approved depositories.

2. Investments

As of December 31, 2009, the County and the Sheriff's Retirement and Benefit Plan had the following investments:

Investment Type	Sheriff's Retirement and Benefit Pension Plans
U.S. treasuries and securities	\$ 392,292
U.S. agencies	167,906
Corporate bonds	295,160
Corporate equities	1,933,252
Totals	\$ 2,788,610

CLINTON COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Statutory Authorization for Investments

IC 5-13-9 authorizes the County to invest in securities backed by the full faith and credit of the United States Treasury or fully guaranteed by the United States of America and issued by the United States Treasury, a federal agency, a federal instrumentality, or a federal government sponsored enterprise. Indiana Code also authorizes the County to invest in securities fully guaranteed and issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise. These investments are required by statute to have a stated final maturity of not more than two years.

Indiana Code also provides for investment in money market mutual funds that are in the form of securities of, or interest in, an open-end, no-load, management-type investment company or investment trust registered under the provision of the federal Investment Company Act of 1940, as amended. Investments in money market mutual funds may not exceed 50% of the funds held by the County and available for investment. The portfolio of an investment company or investment trust used must be limited to direct obligations of the United States of America, obligations issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise or repurchase agreements fully collateralized by direct obligations of the United States of America or obligations issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise. The form of securities of, or interest in, an investment company or investment trust must be rated as AAA, or its equivalent by Standard and Poor's Corporation or its successor or Aaa, or its equivalent, by Moody's Investors Service, Inc., or its successor. The form of securities in an investment company or investment trust have a stated final maturity of one day.

Additionally, the County may enter into repurchase agreements with depositories designated by the State Board of Finance as depositories for state deposits involving the County's purchase and guaranteed resale of any interest-bearing obligations issued or fully insured or guaranteed by the United States of America, a United States of America government agency, an instrumentality of the United States of America, or a federal government sponsored enterprise. The repurchase agreement is considered to have a stated final maturity of one day. This agreement must be fully collateralized by interest-bearing obligations as determined by their current market value.

The Sheriff's Pension Plan is not subject to the same investment laws as the County. The Sheriff's Merit Board has not adopted an investment policy for interest rate and credit risk.

Investment Custodial Credit Risk

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. The County does not have a formal investment policy for custodial credit risk for investments.

The Sheriff's Merit Board has not adopted an investment policy for custodial credit risk for investments.

CLINTON COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Sheriff's Retirement and Benefit Pension Plans:

Investment Type	Not in the Government's Name
Corporate equities	\$ 1,933,252
Corporate bonds	295,160
U.S. Agencies	167,906
U.S. treasuries and securities	392,292
Total	\$ 2,788,610

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The County must follow state statute and limit the stated final maturities of the investments to no more than two years. The County does not have a formal investment policy for interest rate risk for investments.

The Sheriff's Merit Board has not adopted a formal investment policy for interest rate risk.

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The distribution of securities with credit ratings is summarized below. The County does not have a formal investment policy for credit risk for investments.

The Sheriff's Merit Board has not adopted a policy for credit risk.

Sheriff's Retirement and Benefit Pension Plans:

Standard and Poor's Rating	Moody's Rating	Sheriff's Pension Plan Investments			
		Corporate Equities	Corporate Bonds	U.S. Agencies	U.S. Treasuries
AAA	Aaa	\$ -	\$ -	\$ 167,907	\$ 392,292
AA	Aa	-	36,571	-	-
A	A	-	132,142	-	-
BBB	Baa	-	73,990	-	-
Unrated	Unrated	1,933,252	52,456	-	-
Totals		\$ 1,933,252	\$ 295,159	\$ 167,907	\$ 392,292

CLINTON COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The County does not have a policy in regards to concentration of credit risk. United States of America government and United States of America governmental agency securities are exempt from this policy requirement.

The Sheriff's Merit Board has not adopted a policy for the concentration of credit risk.

Foreign Currency Risk

The County does not have a formal policy in regards to foreign currency risk.

The Sheriff's Merit Board has not adopted a formal policy in regards to foreign currency risk.

B. Interfund Transfers

Interfund transfers for the year ended December 31, 2009, were as follows:

<u>Transfer From</u>	<u>Transfer To</u>	<u>2009</u>
Other Governmental Funds	Other Governmental Funds	<u>\$ 2,032,579</u>

The County typically uses transfers for cash flow purposes as provided by various statutory provisions.

IV. Other Information

A. Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; job related illnesses or injuries to employees; medical benefits to employees, and dependents; and natural disasters.

The risks of torts; theft of, damage to, and destruction of assets; errors and omissions; job related illnesses or injuries to employees; medical benefits to employees, and dependents; and natural disasters are covered by commercial insurance from independent third parties.

Settled claims from risks covered by commercial insurance have not exceeded commercial insurance coverage for the past three years. There were no significant reductions in insurance by major category of risk.

CLINTON COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

B. Pension Plans

Agent Multiple-Employer and Single-Employer Defined Benefit Pension Plans

1. Public Employees' Retirement Fund

Plan Description

The County contributes to the Indiana Public Employees' Retirement Fund (PERF), a defined benefit pension plan. PERF is an agent multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All full-time employees are eligible to participate in the defined benefit plan. State statutes (IC 5-10.2 and 5-10.3) govern, through the PERF Board, most requirements of the system and give the County authority to contribute to the plan. The PERF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of member's contributions, set by state statute at 3% of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

PERF administers the plan and issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole and for its participants. The report may be obtained by contacting:

Public Employees' Retirement Fund  
Harrison Building, Room 800  
143 West Market Street  
Indianapolis, IN 46204  
Ph. (317) 233-4162

Funding Policy

The contribution requirements of plan members for PERF are established by the Board of Trustees of PERF. The total contributions made to PERF by the County during the period were \$349,180.

2. County Police Retirement Plan

Plan Description

The County contributes to the County Police Retirement Plan, which is a single-employer defined benefit pension plan. With the approval of the County's fiscal body, the plan is administered by the sheriff's department and an appointed trustee as authorized by state statute (IC 36-8-10-12) for full-time police officers. The plan provides retirement, death, and disability benefits to plan members and beneficiaries. The trustee issues a publicly available financial report that includes financial statements and required supplementary information of the plan. The report may be obtained by contacting the county sheriff.

Funding Policy

The contribution requirements of plan members for the County Police Retirement Plan are established by state statute. The contributions made by the County during the period were \$153,622.

CLINTON COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

3. County Police Benefit Plan

Plan Description

The County contributes to the County Police Benefit Plan which is a single-employer defined benefit pension plan. With the approval of the County's fiscal body, the plan is administered by the sheriff's department and an appointed trustee as authorized by state statute (IC 36-8-10-12) for full-time police officers. The plan provides dependent pensions, life insurance, and disability benefits to plan members and beneficiaries. The trustee issues a publicly available financial report that includes financial statements and required supplementary information of the plan. The report may be obtained by contacting the county sheriff.

Funding Policy

The contribution requirements of plan members for the County Police Benefit Plan are established by state statute. The contributions made by the County during the period were \$14,218.

CLINTON COUNTY  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULES OF FUNDING PROGRESS

Public Employees' Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Excess (Unfunded) AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-07	\$ 4,168,997	\$ 4,160,436	\$ 8,561	100%	\$ 4,322,322	0%
07-01-08	4,465,571	4,671,204	(205,633)	96%	4,727,524	(4%)
07-01-09	4,548,210	4,907,992	(359,782)	93%	5,584,309	(6%)

Sheriff's Pension Retirement Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Excess of Assets Over (Unfunded) AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
01-01-05	\$ 2,009,263	\$ 2,009,263	\$ -	100%	\$ 503,588	0%
01-01-06	2,264,807	2,264,807	-	100%	630,322	0%
01-01-07	2,555,187	2,555,187	-	100%	756,829	0%
01-01-08	2,900,997	3,074,585	(173,588)	94%	778,124	(22%)
01-01-09	2,786,216	3,090,520	(304,304)	90%	784,247	(39%)
01-01-10	2,950,899	3,318,185	(367,286)	89%	897,645	(41%)

Sheriff's Pension Benefit Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Excess of Assets Over (Unfunded) AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
01-01-05	\$ 92,551	\$ 92,551	\$ -	100%	\$ 503,588	0%
01-01-06	101,818	101,818	-	100%	630,322	0%
01-01-07	111,882	111,882	-	100%	756,829	0%
01-01-08	119,147	119,147	-	100%	778,124	0%
01-01-09	110,582	110,582	-	100%	784,247	0%
01-01-10	119,590	119,590	-	100%	897,645	0%

CLINTON COUNTY  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND  
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2009

	Local Road And Street	Accident Report	Firearms Training	Health	Donations	Landfill Tipping Fee Fund	Law Enforcement Continuing Ed
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ 113,622	\$ -	\$ -	\$ -
Intergovernmental	282,803	-	-	61,457	-	-	-
Charges for services	-	-	-	37,211	-	104,986	-
Interfund loans	-	-	-	100,000	-	-	-
Other	-	4,092	13,800	12,804	-	-	17,030
<b>Total receipts</b>	<b>282,803</b>	<b>4,092</b>	<b>13,800</b>	<b>325,094</b>	<b>-</b>	<b>104,986</b>	<b>17,030</b>
Disbursements:							
General government	-	-	-	-	4,159	-	-
Public safety	-	-	5,279	-	-	-	12,048
Highways and streets	310,000	-	-	-	-	-	-
Health and welfare	-	-	-	274,874	-	-	-
Economic development	-	-	-	-	-	-	-
Interfund loans	-	-	-	50,000	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	3,935	10,497	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	9,968	-	-	-
<b>Total disbursements</b>	<b>310,000</b>	<b>3,935</b>	<b>15,776</b>	<b>334,842</b>	<b>4,159</b>	<b>-</b>	<b>12,048</b>
Excess (deficiency) of receipts over disbursements	(27,197)	157	(1,976)	(9,748)	(4,159)	104,986	4,982
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Other receipts	-	-	-	-	765	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>765</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(27,197)	157	(1,976)	(9,748)	(3,394)	104,986	4,982
Cash and investment fund balance - beginning	228,309	2,998	14,207	49,036	11,435	265,859	11,261
Cash and investment fund balance - ending	\$ 201,112	\$ 3,155	\$ 12,231	\$ 39,288	\$ 8,041	\$ 370,845	\$ 16,243
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ 8,041	\$ 370,845	\$ 16,243
Cash with fiscal agent	-	-	-	-	-	-	-
Restricted assets:							
Cash and investments	201,112	3,155	12,231	39,288	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ 201,112</b>	<b>\$ 3,155</b>	<b>\$ 12,231</b>	<b>\$ 39,288</b>	<b>\$ 8,041</b>	<b>\$ 370,845</b>	<b>\$ 16,243</b>
<b>Cash and Investment Fund Balance - Ending</b>							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	3,155	12,231	-	-	-	-
Highways and streets	201,112	-	-	-	-	-	-
Health and welfare	-	-	-	39,288	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	8,041	370,845	16,243
<b>Total cash and investment fund balance - ending</b>	<b>\$ 201,112</b>	<b>\$ 3,155</b>	<b>\$ 12,231</b>	<b>\$ 39,288</b>	<b>\$ 8,041</b>	<b>\$ 370,845</b>	<b>\$ 16,243</b>

CLINTON COUNTY  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND  
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2009  
 (Continued)

	Clerk's Records Perpetuation	Unsafe Building	Riverboat	Indiana Supreme Court Foreign Language	Emergency Telephone System	Drug Free Community	Drainage Maintenance
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 267
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	271,941	-	-
Interfund loans	-	-	-	-	-	-	-
Other	-	-	-	-	-	32,166	-
<b>Total receipts</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>271,941</b>	<b>32,166</b>	<b>267</b>
Disbursements:							
General government	3,777	-	211,935	1,384	-	-	325,291
Public safety	-	-	-	-	144,669	32,817	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Capital outlay:							
General government	3,850	-	-	-	-	-	-
Public safety	-	-	-	-	137,067	50	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>7,627</b>	<b>-</b>	<b>211,935</b>	<b>1,384</b>	<b>281,736</b>	<b>32,867</b>	<b>325,291</b>
Excess (deficiency) of receipts over disbursements	(7,627)	-	(211,935)	(1,384)	(9,795)	(701)	(325,024)
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Other receipts	11,359	-	211,935	3,300	-	-	-
<b>Total other financing sources (uses)</b>	<b>11,359</b>	<b>-</b>	<b>211,935</b>	<b>3,300</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	3,732	-	-	1,916	(9,795)	(701)	(325,024)
Cash and investment fund balance - beginning	39,394	591	-	424	197,635	81,229	968,128
Cash and investment fund balance - ending	\$ 43,126	\$ 591	\$ -	\$ 2,340	\$ 187,840	\$ 80,528	\$ 643,104
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ -	\$ 591	\$ -	\$ 2,340	\$ -	\$ -	\$ 643,104
Cash with fiscal agent	-	-	-	-	-	-	-
Restricted assets:							
Cash and investments	43,126	-	-	-	187,840	80,528	-
<b>Total cash and investment assets - ending</b>	<b>\$ 43,126</b>	<b>\$ 591</b>	<b>\$ -</b>	<b>\$ 2,340</b>	<b>\$ 187,840</b>	<b>\$ 80,528</b>	<b>\$ 643,104</b>
<b>Cash and Investment Fund Balance - Ending</b>							
Restricted for:							
General government	\$ 43,126	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	187,840	80,528	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	591	-	2,340	-	-	643,104
<b>Total cash and investment fund balance - ending</b>	<b>\$ 43,126</b>	<b>\$ 591</b>	<b>\$ -</b>	<b>\$ 2,340</b>	<b>\$ 187,840</b>	<b>\$ 80,528</b>	<b>\$ 643,104</b>

CLINTON COUNTY  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND  
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2009  
 (Continued)

	Emergency Planning/Right To Know	Highway	Property Reassessment	Prosecutor Title IV-D	Juvenile Probation Service	Probation Users Fees	Recorder's Records Perpetuation
<b>Receipts:</b>							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	1,969,289	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Other	-	8,205	-	-	-	-	-
<b>Total receipts</b>	<b>-</b>	<b>1,977,494</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Disbursements:</b>							
General government	-	-	155,185	-	-	-	44,515
Public safety	2,533	-	-	-	-	5,600	-
Highways and streets	-	1,861,264	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	823
Public safety	4,071	-	-	-	-	-	-
Highways and streets	-	27,378	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>6,604</b>	<b>1,888,642</b>	<b>155,185</b>	<b>-</b>	<b>-</b>	<b>5,600</b>	<b>45,338</b>
Excess (deficiency) of receipts over disbursements	(6,604)	88,852	(155,185)	-	-	(5,600)	(45,338)
<b>Other financing sources (uses):</b>							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Other receipts	5,189	424	112,281	-	17,906	25,339	35,921
<b>Total other financing sources (uses)</b>	<b>5,189</b>	<b>424</b>	<b>112,281</b>	<b>-</b>	<b>17,906</b>	<b>25,339</b>	<b>35,921</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,415)	89,276	(42,904)	-	17,906	19,739	(9,417)
Cash and investment fund balance - beginning	30,148	264,498	65,915	11,737	41,410	105,295	273,683
Cash and investment fund balance - ending	\$ 28,733	\$ 353,774	\$ 23,011	\$ 11,737	\$ 59,316	\$ 125,034	\$ 264,266
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ 28,733	\$ -	\$ -	\$ 11,737	\$ 59,316	\$ 125,034	\$ -
Cash with fiscal agent	-	-	-	-	-	-	-
Restricted assets:							
Cash and investments	-	353,774	23,011	-	-	-	264,266
<b>Total cash and investment assets - ending</b>	<b>\$ 28,733</b>	<b>\$ 353,774</b>	<b>\$ 23,011</b>	<b>\$ 11,737</b>	<b>\$ 59,316</b>	<b>\$ 125,034</b>	<b>\$ 264,266</b>
<b>Cash and Investment Fund Balance - Ending</b>							
Restricted for:							
General government	\$ -	\$ -	\$ 23,011	\$ -	\$ -	\$ -	\$ 264,266
Public safety	-	-	-	-	-	-	-
Highways and streets	-	353,774	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	28,733	-	-	11,737	59,316	125,034	-
<b>Total cash and investment fund balance - ending</b>	<b>\$ 28,733</b>	<b>\$ 353,774</b>	<b>\$ 23,011</b>	<b>\$ 11,737</b>	<b>\$ 59,316</b>	<b>\$ 125,034</b>	<b>\$ 264,266</b>

CLINTON COUNTY  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND  
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2009  
 (Continued)

	Health Maintenance	Pretrial Diversion	Guardian Ad Litem/Court	Plat Book	Misdemeanant	Supplemental Public Defender Service	Clerk Title IV-D #1
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	20,000	-	-	-	-	-	-
Charges for services	-	-	-	9,770	-	-	-
Interfund loans	-	-	-	-	-	-	-
Other	-	-	-	-	22,716	-	-
<b>Total receipts</b>	<b>20,000</b>	<b>-</b>	<b>-</b>	<b>9,770</b>	<b>22,716</b>	<b>-</b>	<b>-</b>
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	21,667	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	23,304	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>21,667</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>23,304</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts over disbursements	(1,667)	-	-	9,770	(588)	-	-
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Other receipts	-	2,540	-	-	-	17,928	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>2,540</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>17,928</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,667)	2,540	-	9,770	(588)	17,928	-
Cash and investment fund balance - beginning	6,166	3,290	6,990	35,056	45,084	16,270	21,821
Cash and investment fund balance - ending	\$ 4,499	\$ 5,830	\$ 6,990	\$ 44,826	\$ 44,496	\$ 34,198	\$ 21,821
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ 4,499	\$ -	\$ -	\$ 44,826	\$ 44,496	\$ 34,198	\$ 21,821
Cash with fiscal agent	-	-	-	-	-	-	-
Restricted assets:							
Cash and investments	-	5,830	6,990	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ 4,499</b>	<b>\$ 5,830</b>	<b>\$ 6,990</b>	<b>\$ 44,826</b>	<b>\$ 44,496</b>	<b>\$ 34,198</b>	<b>\$ 21,821</b>
<b>Cash and Investment Fund Balance - Ending</b>							
Restricted for:							
General government	\$ -	\$ -	\$ 6,990	\$ -	\$ -	\$ -	\$ -
Public safety	-	5,830	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	4,499	-	-	44,826	44,496	34,198	21,821
<b>Total cash and investment fund balance - ending</b>	<b>\$ 4,499</b>	<b>\$ 5,830</b>	<b>\$ 6,990</b>	<b>\$ 44,826</b>	<b>\$ 44,496</b>	<b>\$ 34,198</b>	<b>\$ 21,821</b>

CLINTON COUNTY  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND  
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2009  
 (Continued)

	Dog	Surveyor's Corner Perpetuation	IDENT Donations	H1N1 Grant	Bioterrorism Grant	Medical Reserve Corps Grant
<b>Receipts:</b>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	34,551	-	5,000
Charges for services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
<b>Total receipts</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>34,551</b>	<b>-</b>	<b>5,000</b>
<b>Disbursements:</b>						
General government	-	1,955	-	16,300	-	1,350
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
<b>Total disbursements</b>	<b>-</b>	<b>1,955</b>	<b>-</b>	<b>16,300</b>	<b>-</b>	<b>1,350</b>
<b>Excess (deficiency) of receipts over disbursements</b>	<b>-</b>	<b>(1,955)</b>	<b>-</b>	<b>18,251</b>	<b>-</b>	<b>3,650</b>
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	5,560	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>5,560</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses</b>	<b>-</b>	<b>3,605</b>	<b>-</b>	<b>18,251</b>	<b>-</b>	<b>3,650</b>
<b>Cash and investment fund balance - beginning</b>	<b>813</b>	<b>56,318</b>	<b>122</b>	<b>-</b>	<b>1,916</b>	<b>7,000</b>
<b>Cash and investment fund balance - ending</b>	<b>\$ 813</b>	<b>\$ 59,923</b>	<b>\$ 122</b>	<b>\$ 18,251</b>	<b>\$ 1,916</b>	<b>\$ 10,650</b>
<b><u>Cash and Investment Assets - Ending</u></b>						
Cash and investments	\$ 813	\$ -	\$ 122	\$ 18,251	\$ 1,916	\$ 10,650
Cash with fiscal agent	-	-	-	-	-	-
Restricted assets:						
Cash and investments	-	59,923	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ 813</b>	<b>\$ 59,923</b>	<b>\$ 122</b>	<b>\$ 18,251</b>	<b>\$ 1,916</b>	<b>\$ 10,650</b>
<b><u>Cash and Investment Fund Balance - Ending</u></b>						
Restricted for:						
General government	\$ -	\$ 59,923	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	813	-	122	18,251	1,916	10,650
<b>Total cash and investment fund balance - ending</b>	<b>\$ 813</b>	<b>\$ 59,923</b>	<b>\$ 122</b>	<b>\$ 18,251</b>	<b>\$ 1,916</b>	<b>\$ 10,650</b>

CLINTON COUNTY  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND  
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2009  
 (Continued)

	ITPC Grant	JAG Grant	Emergency Management	Step Ahead Grant	Drainage Maintenance #10	Sheriff Grant
<b>Receipts:</b>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	29,731	2,822	-	-	14,801
Charges for services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
<b>Total receipts</b>	<b>-</b>	<b>29,731</b>	<b>2,822</b>	<b>-</b>	<b>-</b>	<b>14,801</b>
<b>Disbursements:</b>						
General government	52,046	28,476	17,715	-	-	5,939
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	10,485
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
<b>Total disbursements</b>	<b>52,046</b>	<b>28,476</b>	<b>17,715</b>	<b>-</b>	<b>-</b>	<b>16,424</b>
Excess (deficiency) of receipts over disbursements	(52,046)	1,255	(14,893)	-	-	(1,623)
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	21,439	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>21,439</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(30,607)	1,255	(14,893)	-	-	(1,623)
Cash and investment fund balance - beginning	52,047	-	13,668	(47)	3,916	14,239
Cash and investment fund balance - ending	\$ 21,440	\$ 1,255	\$ (1,225)	\$ (47)	\$ 3,916	\$ 12,616
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ 21,440	\$ 1,255	\$ (1,225)	\$ (47)	\$ 3,916	\$ 12,616
Cash with fiscal agent	-	-	-	-	-	-
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ 21,440</b>	<b>\$ 1,255</b>	<b>\$ (1,225)</b>	<b>\$ (47)</b>	<b>\$ 3,916</b>	<b>\$ 12,616</b>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	21,440	1,255	(1,225)	(47)	3,916	12,616
<b>Total cash and investment fund balance - ending</b>	<b>\$ 21,440</b>	<b>\$ 1,255</b>	<b>\$ (1,225)</b>	<b>\$ (47)</b>	<b>\$ 3,916</b>	<b>\$ 12,616</b>

CLINTON COUNTY  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND  
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2009  
 (Continued)

	Sales Disclosure	K-9	Traffic Safety Task Force	Infraction Deferral	Project Income	Resource Center Transportation Grant
<b>Receipts:</b>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	268,471
Charges for services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	1,056	-	-	-	-
<b>Total receipts</b>	<b>-</b>	<b>1,056</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>268,471</b>
<b>Disbursements:</b>						
General government	3,560	-	-	-	151,025	268,471
Public safety	-	-	-	1,845	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	4,861	-
Public safety	-	-	-	38,508	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
<b>Total disbursements</b>	<b>3,560</b>	<b>-</b>	<b>-</b>	<b>40,353</b>	<b>155,886</b>	<b>268,471</b>
Excess (deficiency) of receipts over disbursements	(3,560)	1,056	-	(40,353)	(155,886)	-
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	3,445	-	-	42,311	145,617	-
<b>Total other financing sources (uses)</b>	<b>3,445</b>	<b>-</b>	<b>-</b>	<b>42,311</b>	<b>145,617</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(115)	1,056	-	1,958	(10,269)	-
Cash and investment fund balance - beginning	2,120	2,195	167	35,430	125,586	-
Cash and investment fund balance - ending	\$ 2,005	\$ 3,251	\$ 167	\$ 37,388	\$ 115,317	\$ -
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ 2,005	\$ 3,251	\$ 167	\$ 37,388	\$ 115,317	\$ -
Cash with fiscal agent	-	-	-	-	-	-
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ 2,005</b>	<b>\$ 3,251</b>	<b>\$ 167</b>	<b>\$ 37,388</b>	<b>\$ 115,317</b>	<b>\$ -</b>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	2,005	3,251	167	37,388	115,317	-
<b>Total cash and investment fund balance - ending</b>	<b>\$ 2,005</b>	<b>\$ 3,251</b>	<b>\$ 167</b>	<b>\$ 37,388</b>	<b>\$ 115,317</b>	<b>\$ -</b>

CLINTON COUNTY  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND  
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2009  
 (Continued)

	Community Corrections	County Roads	Dare	Child Advocacy	Seized Assets	Levy Excess
<b>Receipts:</b>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
<b>Total receipts</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Disbursements:</b>						
General government	-	-	-	-	-	2,046,165
Public safety	88,261	-	-	-	1,023	-
Highways and streets	-	646,989	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
<b>Total disbursements</b>	<b>88,261</b>	<b>646,989</b>	<b>-</b>	<b>-</b>	<b>1,023</b>	<b>2,046,165</b>
<b>Excess (deficiency) of receipts over disbursements</b>	<b>(88,261)</b>	<b>(646,989)</b>	<b>-</b>	<b>-</b>	<b>(1,023)</b>	<b>(2,046,165)</b>
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	2,032,579
Transfers out	-	-	-	-	-	-
Other receipts	84,426	521,954	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>84,426</b>	<b>521,954</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,032,579</b>
<b>Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses</b>	<b>(3,835)</b>	<b>(125,035)</b>	<b>-</b>	<b>-</b>	<b>(1,023)</b>	<b>(13,586)</b>
<b>Cash and investment fund balance - beginning</b>	<b>7,459</b>	<b>405,484</b>	<b>3,464</b>	<b>50</b>	<b>2,735</b>	<b>13,586</b>
<b>Cash and investment fund balance - ending</b>	<b>\$ 3,624</b>	<b>\$ 280,449</b>	<b>\$ 3,464</b>	<b>\$ 50</b>	<b>\$ 1,712</b>	<b>\$ -</b>
<b><u>Cash and Investment Assets - Ending</u></b>						
Cash and investments	\$ 3,624	\$ 280,449	\$ 3,464	\$ 50	\$ 1,712	\$ -
Cash with fiscal agent	-	-	-	-	-	-
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ 3,624</b>	<b>\$ 280,449</b>	<b>\$ 3,464</b>	<b>\$ 50</b>	<b>\$ 1,712</b>	<b>\$ -</b>
<b><u>Cash and Investment Fund Balance - Ending</u></b>						
<b>Restricted for:</b>						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	3,624	280,449	3,464	50	1,712	-
<b>Total cash and investment fund balance - ending</b>	<b>\$ 3,624</b>	<b>\$ 280,449</b>	<b>\$ 3,464</b>	<b>\$ 50</b>	<b>\$ 1,712</b>	<b>\$ -</b>

CLINTON COUNTY  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND  
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2009  
 (Continued)

	Identification Security Protection	Psychiatric Treatment Services	Families In Transition	Wireless Emergency Telephone System	Prosecutor Title IV-D #2	Clerk Title IV-D #2
<b>Receipts:</b>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	12,454	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
<b>Total receipts</b>	<b>-</b>	<b>-</b>	<b>12,454</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Disbursements:</b>						
General government	-	-	-	-	-	-
Public safety	-	-	158,008	171,520	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	1,935	-	-	-	4,020
Economic development	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	916	-
<b>Total disbursements</b>	<b>-</b>	<b>1,935</b>	<b>158,008</b>	<b>171,520</b>	<b>916</b>	<b>4,020</b>
Excess (deficiency) of receipts over disbursements	-	(1,935)	(145,554)	(171,520)	(916)	(4,020)
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	(17,346)	(2,015,233)	-	-	-
Other receipts	10,486	5,947	70,452	127,577	15,302	10,170
<b>Total other financing sources (uses)</b>	<b>10,486</b>	<b>(11,399)</b>	<b>(1,944,781)</b>	<b>127,577</b>	<b>15,302</b>	<b>10,170</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	10,486	(13,334)	(2,090,335)	(43,943)	14,386	6,150
Cash and investment fund balance - beginning	27,091	13,336	2,090,335	177,419	44,275	16,964
Cash and investment fund balance - ending	<u>\$ 37,577</u>	<u>\$ 2</u>	<u>\$ -</u>	<u>\$ 133,476</u>	<u>\$ 58,661</u>	<u>\$ 23,114</u>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ -	\$ 2	\$ -	\$ 133,476	\$ 58,661	\$ 23,114
Cash with fiscal agent	-	-	-	-	-	-
Restricted assets:						
Cash and investments	37,577	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<u>\$ 37,577</u>	<u>\$ 2</u>	<u>\$ -</u>	<u>\$ 133,476</u>	<u>\$ 58,661</u>	<u>\$ 23,114</u>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	37,577	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	2	-	133,476	58,661	23,114
<b>Total cash and investment fund balance - ending</b>	<u>\$ 37,577</u>	<u>\$ 2</u>	<u>\$ -</u>	<u>\$ 133,476</u>	<u>\$ 58,661</u>	<u>\$ 23,114</u>

CLINTON COUNTY  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND  
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2009  
 (Continued)

	Sales Disclosure #2	Sheriff Pension Holding	Chaplain Fund	Court Administrative Fee	Adult Prob User Fee	Community Transition Program
<b>Receipts:</b>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-
Charges for services	-	25,261	-	-	-	-
Interfund loans	-	-	-	-	-	-
Other	3,445	-	-	-	-	-
<b>Total receipts</b>	<b>3,445</b>	<b>25,261</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Disbursements:</b>						
General government	-	-	-	20,000	78,660	1,920
Public safety	-	53,622	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
<b>Total disbursements</b>	<b>-</b>	<b>53,622</b>	<b>-</b>	<b>20,000</b>	<b>78,660</b>	<b>1,920</b>
Excess (deficiency) of receipts over disbursements	3,445	(28,361)	-	(20,000)	(78,660)	(1,920)
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	19,090	46,245	2,630
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>19,090</b>	<b>46,245</b>	<b>2,630</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	3,445	(28,361)	-	(910)	(32,415)	710
Cash and investment fund balance - beginning	17,165	62,508	1,954	44,285	36,877	-
Cash and investment fund balance - ending	<u>\$ 20,610</u>	<u>\$ 34,147</u>	<u>\$ 1,954</u>	<u>\$ 43,375</u>	<u>\$ 4,462</u>	<u>\$ 710</u>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ 20,610	\$ 34,147	\$ 1,954	\$ 43,375	\$ 4,462	\$ 710
Cash with fiscal agent	-	-	-	-	-	-
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<u>\$ 20,610</u>	<u>\$ 34,147</u>	<u>\$ 1,954</u>	<u>\$ 43,375</u>	<u>\$ 4,462</u>	<u>\$ 710</u>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	20,610	34,147	1,954	43,375	4,462	710
<b>Total cash and investment fund balance - ending</b>	<u>\$ 20,610</u>	<u>\$ 34,147</u>	<u>\$ 1,954</u>	<u>\$ 43,375</u>	<u>\$ 4,462</u>	<u>\$ 710</u>

CLINTON COUNTY  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND  
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2009  
 (Continued)

	Veteran Monument Fund	Seizurer Reward	Sheriff Safety Equipment	County Training Fund	Bid Bond Trust	Bicycle Fund
<b>Receipts:</b>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	-	4,295	3,397	-	-
<b>Total receipts</b>	<b>-</b>	<b>-</b>	<b>4,295</b>	<b>3,397</b>	<b>-</b>	<b>-</b>
<b>Disbursements:</b>						
General government	61,611	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Capital outlay:						
General government	-	-	4,876	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
<b>Total disbursements</b>	<b>61,611</b>	<b>-</b>	<b>4,876</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of receipts over disbursements</b>	<b>(61,611)</b>	<b>-</b>	<b>(581)</b>	<b>3,397</b>	<b>-</b>	<b>-</b>
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	11,685	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>11,685</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses</b>	<b>(49,926)</b>	<b>-</b>	<b>(581)</b>	<b>3,397</b>	<b>-</b>	<b>-</b>
<b>Cash and investment fund balance - beginning</b>	<b>64,960</b>	<b>71</b>	<b>962</b>	<b>4,445</b>	<b>7,438</b>	<b>427</b>
<b>Cash and investment fund balance - ending</b>	<b>\$ 15,034</b>	<b>\$ 71</b>	<b>\$ 381</b>	<b>\$ 7,842</b>	<b>\$ 7,438</b>	<b>\$ 427</b>
<b><u>Cash and Investment Assets - Ending</u></b>						
Cash and investments	\$ 15,034	\$ 71	\$ 381	\$ 7,842	\$ 7,438	\$ 427
Cash with fiscal agent	-	-	-	-	-	-
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ 15,034</b>	<b>\$ 71</b>	<b>\$ 381</b>	<b>\$ 7,842</b>	<b>\$ 7,438</b>	<b>\$ 427</b>
<b><u>Cash and Investment Fund Balance - Ending</u></b>						
<b>Restricted for:</b>						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	15,034	71	381	7,842	7,438	427
<b>Total cash and investment fund balance - ending</b>	<b>\$ 15,034</b>	<b>\$ 71</b>	<b>\$ 381</b>	<b>\$ 7,842</b>	<b>\$ 7,438</b>	<b>\$ 427</b>

CLINTON COUNTY  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND  
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2009  
 (Continued)

	Cumulative Capital Development	Cumulative Bridge	Cumulative Courthouse	General Drain Improvement	CEDIT Capital Projects	Totals
Receipts:						
Taxes	\$ 101,580	\$ 159,082	\$ 105,423	\$ -	\$ -	\$ 479,974
Intergovernmental	114,395	159,673	36,357	-	534,747	3,534,097
Charges for services	-	-	-	-	-	461,623
Interfund loans	-	-	-	-	-	100,000
Other	551	728	29,756	-	295,844	449,885
<b>Total receipts</b>	<b>216,526</b>	<b>319,483</b>	<b>171,536</b>	<b>-</b>	<b>830,591</b>	<b>5,025,579</b>
Disbursements:						
General government	176,148	-	228,151	-	-	3,905,738
Public safety	-	-	-	-	-	677,225
Highways and streets	-	395,027	-	-	-	3,213,280
Health and welfare	-	-	-	-	-	302,496
Economic development	-	-	-	-	1,155,929	1,155,929
Interfund loans	-	-	-	-	-	50,000
Capital outlay:						
General government	31,220	-	6,190	-	-	62,305
Public safety	-	-	-	-	-	217,432
Highways and streets	-	-	-	-	-	27,378
Health and welfare	-	-	-	-	-	10,884
<b>Total disbursements</b>	<b>207,368</b>	<b>395,027</b>	<b>234,341</b>	<b>-</b>	<b>1,155,929</b>	<b>9,622,667</b>
Excess (deficiency) of receipts over disbursements	9,158	(75,544)	(62,805)	-	(325,338)	(4,597,088)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	2,032,579
Transfers out	-	-	-	-	-	(2,032,579)
Other receipts	-	-	-	113,710	-	1,702,933
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>113,710</b>	<b>-</b>	<b>1,702,933</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	9,158	(75,544)	(62,805)	113,710	(325,338)	(2,894,155)
Cash and investment fund balance - beginning	1,094,584	1,076,867	706,573	287,135	1,712,058	11,033,866
Cash and investment fund balance - ending	\$ 1,103,742	\$ 1,001,323	\$ 643,768	\$ 400,845	\$ 1,386,720	\$ 8,139,711
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,284,662
Cash with fiscal agent	-	-	-	-	-	-
Restricted assets:						
Cash and investments	1,103,742	1,001,323	643,768	400,845	1,386,720	5,855,049
<b>Total cash and investment assets - ending</b>	<b>\$ 1,103,742</b>	<b>\$ 1,001,323</b>	<b>\$ 643,768</b>	<b>\$ 400,845</b>	<b>\$ 1,386,720</b>	<b>\$ 8,139,711</b>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 397,316
Public safety	-	-	-	-	-	327,161
Highways and streets	-	-	-	-	-	554,886
Health and welfare	-	-	-	-	-	39,288
Capital outlay	1,103,742	1,001,323	643,768	400,845	1,386,720	4,536,398
Unrestricted	-	-	-	-	-	2,284,662
<b>Total cash and investment fund balance - ending</b>	<b>\$ 1,103,742</b>	<b>\$ 1,001,323</b>	<b>\$ 643,768</b>	<b>\$ 400,845</b>	<b>\$ 1,386,720</b>	<b>\$ 8,139,711</b>

CLINTON COUNTY  
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
 PENSION TRUST FUNDS  
 For The Year Ended December 31, 2009

	<u>Sheriff's Retirement Plan</u>	<u>Sheriff's Benefit Plan</u>	<u>Totals</u>
<b>Additions:</b>			
<b>Contributions:</b>			
Employer	\$ 153,622	\$ 14,218	\$ 167,840
Plan members	<u>36,455</u>	<u>-</u>	<u>36,455</u>
Total contributions	<u>190,077</u>	<u>14,218</u>	<u>204,295</u>
<b>Investment receipts:</b>			
Net increase in fair value of investments	390,355	18,456	408,811
Interest	<u>64,887</u>	<u>2,257</u>	<u>67,144</u>
Total investment receipts	<u>455,242</u>	<u>20,713</u>	<u>475,955</u>
Total additions	<u>645,319</u>	<u>34,931</u>	<u>680,250</u>
<b>Deductions:</b>			
Benefits	140,110	4,800	144,910
Refunds of contributions	27,833	-	27,833
Administrative and general	<u>55,498</u>	<u>8,837</u>	<u>64,335</u>
Total deductions	<u>223,441</u>	<u>13,637</u>	<u>237,078</u>
Excess (deficiency) of total additions over total deductions	421,878	21,294	443,172
Cash and investment fund balance - beginning	<u>2,349,679</u>	<u>92,151</u>	<u>2,441,830</u>
Cash and investment fund balance - ending	<u>\$ 2,771,557</u>	<u>\$ 113,445</u>	<u>\$ 2,885,002</u>

CLINTON COUNTY  
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
 AGENCY FUNDS  
 For The Year Ended December 31, 2009

	City And Town Court Costs	Coroners Training & Continuing Education	Congressional School Interest	Surplus Tax Sale	Surplus Tax	State Fines And Forfeitures	County Treasurer
Additions:							
Agency fund additions	\$ -	\$ 2,835	\$ -	\$ -	\$ 109,611	\$ 47,908	\$ 9,905,635
Deductions:							
Agency fund deductions	-	1,169	1,191	44,838	139,917	49,117	12,298,397
Excess (deficiency) of total additions over total deductions	-	1,666	(1,191)	(44,838)	(30,306)	(1,209)	(2,392,762)
Cash and investment fund balance - beginning	17,321	61	6,344	44,838	31,066	7,791	9,589,073
Cash and investment fund balance - ending	<u>\$ 17,321</u>	<u>\$ 1,727</u>	<u>\$ 5,153</u>	<u>\$ -</u>	<u>\$ 760</u>	<u>\$ 6,582</u>	<u>\$ 7,196,311</u>

CLINTON COUNTY  
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
 AGENCY FUNDS  
 For The Year Ended December 31, 2009  
 (Continued)

	County Fees	Clerk of The Circuit Court	County Sheriff	Sheriff's Inmate Trust	Infraction Judgements	Inheritance Tax	Property Tax Replacement and Homestead Credit
Additions:							
Agency fund additions	\$ 6,166	\$ 3,695,997	\$ 2,105,626	\$ 195,101	\$ 96,552	\$ 607,771	\$ 1,388,846
Deductions:							
Agency fund deductions	-	3,698,715	2,106,686	195,724	73,675	1,046,428	1,388,846
Excess (deficiency) of total additions over total deductions	6,166	(2,718)	(1,060)	(623)	22,877	(438,657)	-
Cash and investment fund balance - beginning	151,674	1,169,231	18,704	5,722	54,653	487,315	-
Cash and investment fund balance - ending	<u>\$ 157,840</u>	<u>\$ 1,166,513</u>	<u>\$ 17,644</u>	<u>\$ 5,099</u>	<u>\$ 77,530</u>	<u>\$ 48,658</u>	<u>\$ -</u>

CLINTON COUNTY  
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
 AGENCY FUNDS  
 For The Year Ended December 31, 2009  
 (Continued)

	Payroll	Special Death Benefit	Education Plate Fees Agency	CEDIT Agency	Innkeepers Tax	Financial Institution Tax
Additions:						
Agency fund additions	\$ 4,185,738	\$ 3,235	\$ 1,481	\$ 1,434,565	\$ 39,856	\$ 115,298
Deductions:						
Agency fund deductions	4,171,789	2,775	1,481	1,434,565	37,475	18,670
Excess (deficiency) of total additions over total deductions	13,949	460	-	-	2,381	96,628
Cash and investment fund balance - beginning	142,928	2,000	-	-	50,328	-
Cash and investment fund balance - ending	\$ 156,877	\$ 2,460	\$ -	\$ -	\$ 52,709	\$ 96,628

CLINTON COUNTY  
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
 AGENCY FUNDS  
 For The Year Ended December 31, 2009  
 (Continued)

	CEDIT Homestead Credit	Wheel Tax	Sur Tax	Mortgage Fees - State Share	CVET Agency	Certified Shares
Additions:						
Agency fund additions	\$ 1,378,726	\$ 102,632	\$ 554,608	\$ 3,338	\$ 334,681	\$ 4,171,396
Deductions:						
Agency fund deductions	1,223,566	102,632	554,608	3,283	334,681	4,171,396
Excess (deficiency) of total additions over total deductions	155,160	-	-	55	-	-
Cash and investment fund balance - beginning	2,442,148	-	-	1,828	-	-
Cash and investment fund balance - ending	\$ 2,597,308	\$ -	\$ -	\$ 1,883	\$ -	\$ -

CLINTON COUNTY  
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
 AGENCY FUNDS  
 For The Year Ended December 31, 2009  
 (Continued)

	Children With Special Health Needs	Health Care For The Indigent	Medical Assistance To Wards	Welfare Trust	Homestead Credit Rebate	State Homestead Credit
Additions:						
Agency fund additions	\$ 26,074	\$ 210,134	\$ 46,013	\$ -	\$ -	\$ -
Deductions:						
Agency fund deductions	26,235	211,143	46,275	6,274	2,412	31,853
Excess (deficiency) of total additions over total deductions	(161)	(1,009)	(262)	(6,274)	(2,412)	(31,853)
Cash and investment fund balance - beginning	161	1,009	262	6,274	97,529	-
Cash and investment fund balance - ending	\$ -	\$ -	\$ -	\$ -	\$ 95,117	\$ (31,853)

CLINTON COUNTY  
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
 AGENCY FUNDS  
 For The Year Ended December 31, 2009  
 (Continued)

	LOIT Residential PTRC	LOIT Public Safety	Tax Distribution	Local Infraction Judgements	Solid Waste Payroll Fund	Totals
Additions:						
Agency fund additions	\$ 574,300	\$ 574,300	\$ 19,019,563	\$ -	\$ 124,716	\$ 51,062,702
Deductions:						
Agency fund deductions	-	-	19,019,563	-	105,934	52,551,313
Excess (deficiency) of total additions over total deductions	574,300	574,300	-	-	18,782	(1,488,611)
Cash and investment fund balance - beginning	-	-	-	43	45,784	14,374,087
Cash and investment fund balance - ending	<u>\$ 574,300</u>	<u>\$ 574,300</u>	<u>\$ -</u>	<u>\$ 43</u>	<u>\$ 64,566</u>	<u>\$ 12,885,476</u>

CLINTON COUNTY  
 SUPPLEMENTARY INFORMATION  
 SCHEDULE OF CAPITAL ASSETS  
 For The Year Ended December 31, 2009

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed or donated assets are reported at estimated fair value at the time received.

General infrastructure assets are included if acquired (purchased, constructed, or donated) after July 1, 1980, or if they received major renovations, restorations, or improvements after that date. The government was able to estimate the historical cost for the initial reporting of these assets through backtrending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). As the government constructs or acquires additional capital assets each period, including infrastructure assets, they are reported at historical cost.

<u>Primary Government</u>	<u>Ending Balance</u>
Governmental activities:	
Capital assets, not being depreciated:	
Land	\$ 64,623
Infrastructure	332,732
Buildings	20,702,475
Improvements other than buildings	4,831,585
Machinery and equipment	<u>6,577,637</u>
 Total governmental activities, capital assets not being depreciated	 <u>\$ 32,509,052</u>

CLINTON COUNTY  
 SUPPLEMENTARY INFORMATION  
 SCHEDULE OF LONG-TERM DEBT  
 December 31, 2009

The County has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental Activities:		
Notes and loans payable	\$ 572,936	\$ 134,298

CLINTON COUNTY  
OTHER REPORTS

The annual report presented herein was prepared in addition to other official reports prepared for the individual County offices listed below:

County Treasurer  
Parkview Home  
County Sheriff

SUPPLEMENTAL AUDIT OF  
FEDERAL AWARDS



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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

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Fax: (317) 232-4711  
Web Site: [www.in.gov/sboa](http://www.in.gov/sboa)

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS  
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER  
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

TO: THE OFFICIALS OF CLINTON COUNTY, INDIANA

Compliance

We have audited the compliance of Clinton County (County) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended December 31, 2009. The County's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether non-compliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the County's compliance with those requirements.

In our opinion, the County complied in all material respects with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2009. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs as item 2009-2.

Internal Control Over Compliance

The management of the County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS  
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER  
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133  
(Continued)

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in the entity's internal control that might be significant deficiencies or material weaknesses as defined below. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies.

A control deficiency in a County's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiencies in internal control over compliance described in item 2009-2 of the accompanying Schedule of Findings and Questioned Costs to be significant deficiencies.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control. We did not consider any of the deficiencies described in the accompanying Schedule of Findings and Questioned Costs to be material weaknesses.

The County's response to the findings identified in our audit is described in the accompanying Corrective Action Plan. We did not audit the County's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the County's management, County Commissioners, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. In accordance with Indiana Code 5-11-5-1, this report is a part of the public records of the State Board of Accounts and of the office examined.

STATE BOARD OF ACCOUNTS

May 20, 2010

CLINTON COUNTY  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For The Year Ended December 31, 2009

Federal Grantor Agency/Pass-Through Entity Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Pass-Through Indiana Criminal Justice Institute Crime Victim Assistance	16.575	08ST016	\$ 9,182
ARRA - Edward Byrne Memorial Justice Assistance Grant (JAG) Program - Grants to Units of Local Government	16.804	2009-SB-B9-1826	<u>28,476</u>
Total for federal grantor agency			<u>37,658</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Pass-Through Indiana Department of Transportation Highway Safety Cluster			
State and Community Highway Safety	20.600	OP-09-01-01-22 OP-10-02-01-19	3,527 <u>1,000</u>
Total for program			<u>4,527</u>
Alcohol Impaired Driving Countermeasures Incentive Grants I	20.601	K8-2009-03-03-06 K8-2010-03-03-06	9,551 <u>3,750</u>
Total for program			<u>13,301</u>
Total for cluster			<u>17,828</u>
Highway Planning and Construction	20.205	B-28903-DES #0101354 BR-9912(028) BR-NBIS(541) R-31106-A STP-7012(1)	53,548 3,568 17,363 1,024 <u>78,651</u>
Total for program			<u>154,154</u>
Formula Grants for Other than Urbanized Areas	20.509	18027530	<u>169,506</u>
Total for federal grantor agency			<u>341,488</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana Department of Health Public Health Emergency Preparedness	93.069	1H75TP000339-01	<u>34,551</u>
Pass-Through Indiana Department of Child Services Child Support Enforcement	93.563		
County Clerk's Child Support Expenditures		FY09	46,281
County Prosecutor's Child Support Expenditures		FY09	59,596
County Court's Child Support Expenditures		FY09	10,170
Indirect Costs		FY09	<u>31,345</u>
Total for program			<u>147,392</u>
Total for federal grantor agency			<u>181,943</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Homeland Security Emergency Management Performance Grants	97.042	C44P-9-621A	33,055
Citizen Corps	97.053	C44P-9-443A	2,822
Law Enforcement Terrorism Prevention Program (LETPP)	97.074	2007-GE-T7-0026	<u>14,893</u>
Total for federal grantor agency			<u>50,770</u>
Total federal awards expended			<u>\$ 611,859</u>

The accompanying notes are an integral part of the Schedule of Expenditures of Federal Awards.

CLINTON COUNTY  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

I. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Clinton County (County) and is presented in accordance with the cash and investment basis of accounting used in the preparation of the financial statements. Accordingly, the amount of federal awards expended is based on when the disbursement related to the award occurs except when the federal award is received on a reimbursement basis. In these instances the federal awards are considered expended when the reimbursement is received.

II. Subrecipients

Of the federal expenditures presented in the schedule, the County provided federal awards to subrecipients as follows for the year ended December 31, 2009:

Program Title	Federal CFDA Number	2009
Formula Grants for Other Than Urbanized Areas	20.509	\$ <u>169,506</u>

CLINTON COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Qualified

Internal control over financial reporting:

Material weaknesses identified?	yes
Significant deficiencies identified that are not considered to be material weaknesses?	no

Noncompliance material to financial statements noted? no

Federal Awards:

Internal control over major programs:

Material weaknesses identified?	no
Significant deficiencies identified that are not considered to be material weaknesses?	yes

Type of auditor's report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? yes

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
20.205	Highway Planning and Construction
20.509	Formula Grants for Other Than Urbanized Areas

Dollar threshold used to distinguish between Type A and Type B programs: \$300,000

Auditee qualified as low-risk auditee? no

Section II – Financial Statement Findings

FINDING 2009-1, MATERIAL WEAKNESS - COUNTY TREASURER

Controls over cash balances maintained by the County Treasurer were insufficient. Depository reconciliations of the Treasurer's Daily Balance of Cash and Depositories ledger (cash book) balance to the bank account balances were incorrect. This resulted in reconciled bank balances being \$46,646.72 less than cash book balances at December 31, 2009.

The total amount of funds ledger cash as shown on the County Treasurer's cash book at December 31, 2009, totaled \$232,363.53 less than the funds ledger cash as shown on the records of the County Auditor. The Treasurer has not balanced the cash book funds ledger cash balances to funds ledger cash as shown on the records of the County Auditor since September 30, 2004.

CLINTON COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)

This affects the overall presentation of the financial statements. The total cash balance held in the bank is not identified on the funds ledger or the Treasurer's Daily Balance Record. The accuracy of the funds ledger cannot be determined until the funds and the bank balances are reconciled.

Bank reconciliations not prepared may have a detrimental effect on management decisions due to uncertainty of available cash balances; also errors or fraud may not be detected timely. The County Treasurer was instructed to undertake the proper procedures to facilitate the performance of accurate bank reconciliations on a monthly basis. Also, the Treasurer was instructed to reconcile the funds ledger cash as shown on the County Treasurer's cash book to funds ledger - cash as shown on the records of the County Auditor.

IC 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 balance statements provided by the respective depositories."

Section III – Federal Award Findings and Questioned Costs

Federal Agency: U.S. Department of Transportation  
Federal Program: Formula Grants for Other than Urbanized Areas  
CFDA Number: 20.509  
Pass-Through Entity: Indiana Department of Transportation  
Auditee Contact Person: Cathy Hamilton  
Title of Contact Person: County Auditor  
Phone Number: 765-659-6330

FINDING 2009-2, CONTROL DEFICIENCY - SUBRECIPIENT MONITORING

Clinton County is awarded a Section 5311 Operating Assistance grant to be used for operation and/or maintenance of a public transportation on the behalf of a private, non-profit organization. This non-profit organization is the Paul Phillippe Resource Center. Part of the terms in the agreement between INDOT and the County as well as the County and the Resource Center is that the County will monitor any funds it passes through to a private eligible recipient to determine the funds being used are specifically in regards to the transportation system. The following deficiency was identified:

The County does not monitor any federal dollars passed through to the Paul Phillippe Resource Center. They do not request any expenditure reports or any reports that are filed with INDOT. As a result, management of Clinton County is unaware of how grant funds are spent by the subrecipient, resulting in potential unallowable transactions that could go undetected.

Circular A-133, Section .400(d) states:

Pass-through entity responsibilities. A pass-through entity shall perform the following for the Federal awards it makes:

- (1) Identify Federal awards made by informing each subrecipient of CFDA title and number, award name and number, award year, if the award is R & D, and name of Federal agency. When some of this information is not available, the pass-through entity shall provide the best information available to describe the Federal award.

CLINTON COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)

- (2) Advise subrecipients of requirements imposed on them by Federal laws, regulations, and the provisions of contracts or grant agreements as well as any supplemental requirements imposed by the pass-through entity.
- (3) Monitor the activities of subrecipients as necessary to ensure that Federal awards are used for authorized purposes in compliance with laws, regulations, and the provisions of contracts or grant agreements and that performance goals are achieved.
- (4) Ensure that subrecipients expending \$500,000 or more in Federal awards during the subrecipient's fiscal year have met the audit requirements of this part for that fiscal year.
- (5) Issue a management decision on audit findings within six months after receipt of the subrecipient's audit report and ensure that the subrecipient takes appropriate and timely corrective action.
- (6) Consider whether subrecipient audits necessitate adjustment of the pass-through entity's own records.
- (7) Require each subrecipient to permit the pass-through entity and auditors to have access to the records and financial statements as necessary for the pass-through entity to comply with this part.

From our review of the supporting documentation and inquiry of county personnel, we conclude that current monitoring of the financial activity does not meet the requirements for subrecipient monitoring. We recommend that the county require the subrecipient to provide detail documentation to support the financial reports submitted.

Governmental units should have internal controls in effect which provide reasonable assurance regarding the reliability of financial information and records, effectiveness and efficiency of operations, proper execution of management's objectives, and compliance with laws and regulations. Among other things, segregation of duties, safeguarding controls over cash and all other assets and all forms of information processing are necessary for proper internal control.

We recommend that the County implement procedures which ensure that federal awards passed on to subrecipients are properly monitored by the appropriate levels of the County's management.

CLINTON COUNTY  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.



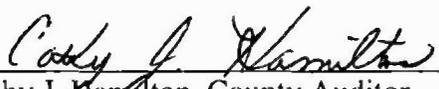
# Clinton County Auditor

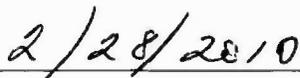
Cathy J. Hamilton  
225 Courthouse Square  
Frankfort, Indiana 46041-1995  
765-659-6330  
765-659-6391 fax  
[auditor@clintonco.com](mailto:auditor@clintonco.com)

## CORRECTIVE ACTION PLAN

Federal Agency:	U.S. Department of Transportation
Federal Program:	Formula Grants for Other than Urbanized Areas
CFDA Number:	20.509
Pass-Through Entity:	Indiana Department of Transportation
Contact Person:	Cathy Hamilton
Title of Contact Person:	County Auditor
Phone Number:	765-659-6330
Expected Completion Date:	April 1, 2010

Paul Phillippe Resource Center has been contacted and a request made for a copy of their quarterly report to insure grant funds are being spent on public transportation.

  
\_\_\_\_\_  
Cathy J. Hamilton, County Auditor

  
\_\_\_\_\_  
Date



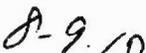
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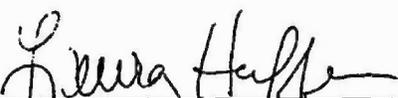
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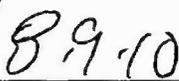
## Corrective Action Plan – Finding 2009-1:

The County has retained the services of an outside consultant to address the bank reconciliation issues in the County Treasurer's office as well as the differences between funds ledger – cash as shown on the Treasurer's cash book and the funds ledger – cash balances as shown on ledgers of the County Auditor and County Treasurer.

  
Cathy J. Hamilton, Auditor

  
Date

  
Laura Huffer, Treasurer

  
Date

CLINTON COUNTY  
EXIT CONFERENCE

The contents of this report were discussed on August 3, 2010, with William Beard, President of the Board of County Commissioners; Steve Woods, President of the County Council; and Cathy Hamilton, Auditor. The officials concurred with our audit findings.