

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

ANNUAL FINANCIAL REPORT

2010

KOSCIUSKO COUNTY, INDIANA



**FILED**

06/14/2011



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### SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Marsha McSherry	01-01-08 to 12-31-11
Treasurer	Sue Ann Mitchell	01-01-09 to 12-31-12
Clerk	Jason F. McSherry	01-01-09 to 12-31-12
Sheriff	William Goshert	01-01-07 to 12-31-14
Recorder	Deb Wright	01-01-07 to 12-31-14
President of the Board of County Commissioners	Ron Truex Brad Jackson	01-01-10 to 12-31-10 01-01-11 to 12-31-11
President of the County Council	Harold Jones Thomas Anglin	01-01-10 to 12-31-10 01-01-11 to 12-31-11



**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 KOSCIUSKO COUNTY, INDIANA

We have audited the accompanying financial statements of Kosciusko County (County), for the year ended December 31, 2010. 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.

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 consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over reporting. Accordingly, we express no such opinion. 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 opinion.

As discussed in Note 1, the County prepares its financial statements on the prescribed basis of accounting that demonstrates compliance with the reporting requirements established by the State Board of Accounts as allowed by state statute (IC 5-11-1-6), which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The basis of accounting noted above is a different basis than that used in the prior year.

In our opinion, the financial statements referred to above presents fairly, in all material respects, the financial position and results of operations of the County for the year ended December 31, 2010, on the basis of accounting described in Note 1.

In accordance with Government Auditing Standards, we have also issued a report dated May 16, 2011, 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.

Our audit was conducted for the purpose of forming an opinion on the County's 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 financial

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

statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the 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 Indiana Code 36-8-16-14 and Indiana Code 36-8-16.5-41 these fees have been subject 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 financial statements taken as a whole.

Our audit was conducted for the purpose of forming an opinion on the County's financial statements. The Combining Schedule(s) of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis, Schedule of Capital Assets, and Schedule of Long-Term Debt are presented for additional analysis and are not required parts of the financial statements. The Combining Schedule(s) of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis, 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 financial statements and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of the County's management, the Board of 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 16, 2011



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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 KOSCIUSKO COUNTY, INDIANA

We have audited the financial statements of Kosciusko County (County), for the year ended December 31, 2010, and have issued our report thereon dated May 16, 2011. 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 opinion 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.

A deficiency in internal control 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 and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

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.

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)

This report is intended solely for the information and use of the County's management, the Board of 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 16, 2011

FINANCIAL STATEMENT(S)

KOSCIUSKO COUNTY  
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -  
REGULATORY BASIS  
For The Year Ended December 31, 2010

	Cash and Investments 01-01-10	Receipts	Disbursements	Cash and Investments 12-31-10
County General	\$ 7,195,180	\$ 16,488,141	\$ 14,979,541	\$ 8,703,780
Highway- Mvh	3,743,586	15,250,080	15,066,014	3,927,652
Local Road & Street	517,500	1,060,784	1,137,451	440,833
Sheriff Accident Report	19,501	6,105	20,199	5,407
Gun Permits	16,004	32,065	20,430	27,639
County Health	418,106	767,255	637,685	547,676
Drug & Alcohol User Fees	179,181	66,708	74,529	171,360
Shot Team Donation	600	-	-	600
Public Mass Trans 1802504O Fed	-	509,762	508,412	1,350
Clerk Document Storage Fee	48,921	20,681	-	69,602
Recorder's Enhanced Access	6,664	6,387	-	13,051
Electronic Data	26,383	285	-	26,668
Emergency Tele Sys E911	57,169	670,463	727,632	-
Drug Free Communities	69,013	59,515	78,561	49,967
Drainage Maintenance	1,056,879	592,643	706,595	942,927
Local Emergency Planning	54,309	5,727	5,293	54,743
Property Reassessment 2006	2,990,001	2,873,314	3,234,540	2,628,775
Prosecutor Iv-D Incentive -New	126,829	85,408	41,431	170,806
County Extradition	5,234	12,280	7,788	9,726
Juvenile Probation User Fees	36,959	6,634	23,409	20,184
Adult Probation User Fees	370,550	183,298	149,194	404,654
Probation	3,897	337,914	337,107	4,704
Records Record Perpetuation	53,232	98,113	109,293	42,052
Town & County User Fees	39,726	20,064	19,535	40,255
Co Family & Child's Fund	-	1,525	1,525	-
Pre-Trial Diversion Fund	189,714	56,963	28,812	217,865
Casa	3,000	29,162	29,162	3,000
Plat Book Fund	96,709	17,415	14,750	99,374
County Correction	-	49,610	49,610	-
Clerk Iv-D Incentive (Old)	135,460	92,204	66,625	161,039
Dog Fund Surplus	9,380	-	-	9,380
Surveyor Corner Perpetuation	73,631	16,435	2,361	87,705
Co Sheriff Cont Education	6,458	2,903	1,238	8,123
Jury Fee	40,714	10,936	-	51,650
Esther Pfeleiderer Donation	3	-	-	3
D.A.R.E. Donations	2,870	5,000	2,170	5,700
Sheriff Donation Fund	4,556	8,506	5,003	8,059
Public Mass Trans 1802504O Sta	-	136,933	136,933	-
Prenatal	58,413	31,746	24,545	65,614
Victim Assistance-Stop Grant	138	-	-	138
Voca 09Va156	(19,116)	41,634	22,518	-
Cdc Enabler Fund	3	-	-	3
Operation Pull Over Pt-08-04-0	(1,812)	29,269	30,190	(2,733)
County Transition Program	31,145	36,315	-	67,460
Dnr Grant 2008	11	-	-	11
Dnr Grant 2009	3	-	-	3
Dnr Grant 2010	-	30,000	29,952	48
Rainy Day Fund	2,664,764	2,705,853	125,000	5,245,617
State Disclosure Of Sales	69,382	16,800	9,610	76,572
Riverboat Revenue Sharing	-	463,451	463,451	-
A D Grant	18,343	-	-	18,343
Center Of Hope	39	-	-	39
Sheriff's Commissary	187,550	284,571	330,769	141,352
Well Child Fund	20,646	20,650	35,487	5,809
Health Tobacco Settlement	170,675	35,013	-	205,688
Soil & Water Reimb Grant	(1,148)	1,602	454	-
Kccrvc Commission	62,299	368,970	405,232	26,037
Health Maintenance Grant	216,442	154,883	235,670	135,655
Child Abuse Prevention	5,550	250	-	5,800
Law Enforcement Forfeitures	101,972	18,621	32,001	88,592
Dui Reimbursment	-	4,356	2,305	2,051
Voca 07Va053	-	7,260	16,629	(9,369)

The notes to the financial statement(s) are an integral part of this statement.

KOSCIUSKO COUNTY  
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -  
REGULATORY BASIS  
For The Year Ended December 31, 2010  
(Continued)

	Cash and Investments 01-01-10	Receipts	Disbursements	Cash and Investments 12-31-10
Levy Excess Fund	-	35,502	-	35,502
Center Of Hope 07Va211	51	-	-	51
F.A.C.T 08-09 D3-9-2168	-	-	-	-
Fire District 2 Training 09/10	-	68,503	68,503	-
Fire District 2 Training 10/11	-	6,164	1,835	4,329
Health-Bioterrorism	342	-	-	342
Aggressive Driving Enforcement	875	11,473	11,473	875
Kcadp United Way Grant	2,525	-	2,519	6
Sheriff Sale Fund	100,885	79,222	67,404	112,703
County Id Security Protection	30,153	29,694	27,524	32,323
Children's Psychiatric Residen	-	2,287	2,287	-
District 2 Exercise Grant	(179,767)	713,316	558,678	(25,129)
F.A.C.T. K4-2010-03-02-05	(2,951)	49,997	66,742	(19,696)
Dreyfus Tif Bond Repayment	142,919	131,471	100,000	174,390
Clerk Sheriff Pension	2,767	48,502	51,269	-
Ad Grant 05-Dj-025	20,089	-	-	20,089
Fire District 2 Training 08-09	(50)	-	-	(50)
F.A.C.T K8-2011-03-02-04	-	1,823	4,319	(2,496)
Ineligible Deduction Fund Coun	-	53,272	-	53,272
Inmate Meals	32,930	231,988	248,055	16,863
Sub Division Escrow	3,753	-	-	3,753
County Cum Capital Developmnt	4,178,903	818,238	1,672,143	3,324,998
Redevelopment Comm Dreyfus Tif	35,730	17,047	13,304	39,473
Cum Bridge	1,180,437	3,068,960	2,959,706	1,289,691
Cum Jail	144,288	181,616	181,251	144,653
Gen. Drain Improvement	65,746	394,670	309,289	151,127
County Edit Fund	9,609,505	12,465,682	13,388,611	8,686,576
Law Enforcement Data Access	-	7,700	-	7,700
Employee Principle Group Fund	467,165	5,440,569	4,823,623	1,084,111
Sheriff's Pension	5,450,848	572,606	266,156	5,757,298
Principal Congressional	28,129	56,259	56,259	28,129
City & Town Court Costs	1,854	22,592	24,446	-
St Coroner Tr & C Education	845	7,746	7,915	676
Interest-Congressional	14,362	241	1,125	13,478
Clerk's Trust	727,292	6,441,254	6,168,071	1,000,475
Weed Cutting Assessments	-	7,636	7,636	-
Tax Sale Surplus	848,263	1,552,030	1,376,449	1,023,844
Tax Sale Redemption	-	252,847	252,847	-
Surplus Tax	470,272	138,732	320,806	288,198
State Share Of Del Tax & Pen	-	13,455	13,455	-
Fines & Forfeitures	24,697	96,391	108,196	12,892
Sewage Charge Assessment Delq.	-	198,899	198,899	-
Overweight Vehicle	-	1	1	-
Recorder Refund	300	5	-	305
Sheriff's Cashbook	-	1,379,377	1,379,377	-
Clerk Of Court-Infraction	74,061	172,654	164,231	82,484
Gross Tax On Real Estate	-	20	-	20
Inheritance Tax	92,822	2,692,479	1,449,496	1,335,805
Cash Change	500	525	-	1,025
Payroll	-	10,896,005	10,896,005	-
Sheriff's Inmate Trust	12,934	1,045,607	1,035,986	22,555
Deferred Compensation	-	72,159	72,159	-
Colonial Insurance	7,490	216,014	217,189	6,315
Withholding-P.E.R.F.	64,659	276,133	276,550	64,242
Withholding-Federal	-	960,122	960,122	-
Withholding-State	-	350,825	350,825	-
Withholding - Oasi	-	632,569	632,569	-
Withholding-Co Option Tax	-	104,023	104,023	-
Insurance Eft Account	8,816	3,006,547	2,976,564	38,799
Garnishment	-	84,099	84,099	-
Special Death Benefit Fee	1,120	6,770	7,370	520
United Way	-	295	295	-

The notes to the financial statement(s) are an integral part of this statement.

KOSCIUSKO COUNTY  
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -  
REGULATORY BASIS  
For The Year Ended December 31, 2010  
(Continued)

	Cash and Investments 01-01-10	Receipts	Disbursements	Cash and Investments 12-31-10
Education Plate Fee Dist.	-	2,719	2,719	-
County Edit Tax	-	6,925,468	6,925,468	-
Withholding-Medicare	-	148,126	148,126	-
Cert Share Local Option Tax	-	16,000,821	16,000,821	-
Innkeepers Tax	22,787	374,587	368,970	28,404
Direct Deposit	-	6,394,518	6,394,518	-
Mortgage Fee Fund	818	8,393	8,241	970
Homestead Credit Rebate Distri	11,257	-	109	11,148
Hea 1001-2008 Homestead Credit	22,453	916,276	936,520	2,209
Homestd Property Database Dlgf	-	13	-	13
County Employee Vending	-	4,029	418	3,611
Library Capital Projects	-	70,369,021	70,369,021	-
Treasurers Unsettled Tax Collection	1,421,602	1,663,657	1,421,602	1,663,657
Crime Stoppers	27,800	-	7	27,793
Work Release Inmate Trust	1,097	7,027	6,785	1,339
Clerk's Support	21,916	1,383,316	1,393,135	12,097
Totals	<u>\$ 46,378,507</u>	<u>\$ 203,145,046</u>	<u>\$ 197,930,757</u>	<u>\$ 51,592,796</u>

The notes to the financial statement(s) are an integral part of this statement.

KOSCIUSKO COUNTY  
NOTES TO FINANCIAL STATEMENT(S)

**Note 1. 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 some or all of 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 accompanying financial statement(s) present(s) the financial information for the County (primary government), and does not include financial information for any of the County's legally separate component units, which accounting principles generally accepted in the United States of America require to be reported with the financial information of the County (primary government).

*B. Basis of Accounting*

The financial statements are reported on a regulatory basis of accounting prescribed by the State Board of Accounts in accordance with state statute (IC 5-11-1-6), 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 regulatory 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.

*C. Cash and Investments*

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

*D. Receipts*

Receipts are presented in the aggregate on the face of the financial statements. The aggregate receipts may include, but are not limited to, the following sources:

Taxes which can include one or more of the following: property taxes, certified shares (local option tax), property tax replacement credit (local option tax), county option income tax, wheel tax, innkeepers tax, food and beverage tax, county economic development income tax, boat and trailer excise tax, county adjusted gross income tax, and other taxes that are set by the County.

Licenses and permits which include amounts received from businesses, occupations, or nonbusinesses that must be licensed before doing business within the government's jurisdiction or permits levied according to the benefits presumably conferred by the

KOSCIUSKO COUNTY  
NOTES TO FINANCIAL STATEMENT(S)  
(Continued)

permit. Examples of licenses and permits include: peddler licenses, dog tax licenses, auctioneer license, building and planning permits, demolition permits, electrical permits, sign permits, and gun permits.

Intergovernmental receipts which include receipts from other governments in the form of operating grants, entitlements, or payments in lieu of taxes. Examples of this type of receipts include, but are not limited to: federal grants, state grants, cigarette tax distributions received from the state, motor vehicle highway distribution received from the state, local road and street distribution received from the state, financial institution tax received from the state, auto excise surtax received from the state, commercial vehicle excise tax received from the state, major moves distributions received from the state, and riverboat receipts received from the county.

Charges for services which can include, but are not limited to the following: planning commission charges, building department charges, copies of public records, copy machine charges, accident report copies, gun permit applications, 911 telephone services, recycling fees, dog pound fees, emergency medical service fees, park rental fees, swimming pool receipts, cable tv receipts, ordinance violations, fines and fees, bond forfeitures, court costs, and court receipts.

Fines and forfeits which include receipts derived from fines and penalties imposed for the commission of statutory offenses, violation of lawful administrative rules and regulations (fines), and for the neglect of official duty and monies derived from confiscating deposits held as performance guarantees (forfeitures).

Utility fees which are comprised mostly of charges for current services.

Other receipts which include amounts received from various sources which can include, but are not limited to the following: net proceeds from borrowings; interfund loan activity; transfers authorized by statute, ordinance, resolution or court order; internal service receipts; and fiduciary receipts.

*E. Disbursements*

Disbursements are presented in the aggregate on the face of the financial statements. The aggregate disbursements may include, but are not limited to, the following uses:

Personal services include outflows for salaries, wages, and related employee benefits provided for all persons employed. In those units where sick leave, vacation leave, overtime compensation, and other such benefits are appropriated separately, such payments would also be included.

Supplies which include articles and commodities that are entirely consumed and materially altered when used and/or show rapid depreciation after use for a short period of time. Examples of supplies include office supplies, operating supplies, and repair and maintenance supplies.

Other services and charges which include, but are not limited to: professional services, communication and transportation, printing and advertising, insurance, utility services, repairs and maintenance, and rental charges.

KOSCIUSKO COUNTY  
NOTES TO FINANCIAL STATEMENT(S)  
(Continued)

Debt service principal and interest which include fixed obligations resulting from financial transactions previously entered into by the County. It includes all expenditures for the reduction of the principal and interest of the County's general obligation indebtedness.

Capital outlay which include all outflows for land, infrastructure, buildings, improvements, and machinery and equipment having an appreciable and calculable period of usefulness.

Utility operating expenses which include all outflows for operating the utilities.

Other disbursements which include, but are not limited to the following: interfund loan payments, loans made to other funds, internal service disbursements, and transfers out that are authorized by statute, ordinance, resolution, or court order.

*F. Interfund Transfers*

The County may, from time to time, transfer money from one fund to another. These transfers, if any, are included as a part of the receipts and disbursements of the affected funds and as a part of total receipts and disbursements. The transfers are used for cash flow purposes as provided by various statutory provisions.

*G. Fund Accounting*

Separate funds are established, maintained, and reported by the County. Each fund is used to account for money received from and used for specific sources and uses as determined by various regulations. Restrictions on some funds are set by statute while other funds are internally restricted by the County. The money accounted for in a specific fund may only be available for use for certain, legally restricted purposes. Additionally, some funds are used to account for assets held by the County in a trustee capacity as an agent of individuals, private organizations, other funds, or other governmental units and therefore the funds cannot be used for any expenditures of the unit itself.

**Note 2. Budgets**

The operating budget is initially prepared and approved at the local level. The fiscal officer of the County submits a proposed operating budget to the governing board for the following calendar year. The budget is advertised as required by law. Prior to adopting the budget, the governing board conducts public hearings and obtains taxpayer comments. Prior to November 1, the governing board approves the budget for the next year. The budget for funds for which property taxes are levied or highway use taxes are received is subject to final approval by the Indiana Department of Local Government Finance.

KOSCIUSKO COUNTY  
NOTES TO FINANCIAL STATEMENT(S)  
(Continued)

**Note 3. Property Taxes**

Property taxes levied are collected by the County Treasurer and are scheduled to be distributed to the County in June and December; however, situations can arise which would delay the distributions. 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. These rates were based upon the preceding year's March 1 (lien date) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100 percent 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 normally become delinquent if not paid by May 10 and November 10, respectively.

**Note 4. Deposits and Investments**

Deposits, made in accordance with state statute (IC 5-13), with financial institutions in the State of Indiana at year end should be entirely insured by the Federal Depository Insurance Corporation or by the Indiana Public Deposit Insurance Fund. This includes any deposit accounts issued or offered by a qualifying financial institution.

State statutes authorize the County to invest in securities including, but not limited to, federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local governmental units.

**Note 5. Risk Management**

The County may be 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, retirees, and dependents; and natural disasters.

These risks can be mitigated through the purchase of insurance, establishment of a self-insurance fund, and/or participation in a risk pool. The purchase of insurance transfers the risk to an independent third party. The establishment of a self-insurance fund allows the County to set aside money for claim settlements. The self-insurance fund would be included in the financial statements. The purpose of participation in a risk pool is to provide a medium for the funding and administration of the risks. These risks may also be mitigated by the County by recording as a disbursement and replacement items purchased.

**Note 6. Pension Plan(s)**

*A. Public Employees' Retirement Fund*

*Plan Description*

The Indiana Public Employees' Retirement Fund (PERF) is 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

KOSCIUSKO COUNTY  
NOTES TO FINANCIAL STATEMENT(S)  
(Continued)

to participate in this 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 members' contributions, set by state statute at 3 percent 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. That 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 and Annual Pension Cost*

The contribution requirements of the plan members for PERF are established by the Board of Trustees of PERF.

*B. County Police Retirement Plan*

*Plan Description*

The County Police Retirement Plan 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.

*C. County Police Benefit Plan*

*Plan Description*

The County Police Benefit Plan 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

KOSCIUSKO COUNTY  
NOTES TO FINANCIAL STATEMENT(S)  
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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.

SUPPLEMENTARY INFORMATION – UNAUDITED

For additional financial information, the Kosciusko County's Annual Report(s) can be found on the Indiana Transparency Portal website: [www.in.gov/itp/annual\\_reports/](http://www.in.gov/itp/annual_reports/).

KOSCIUSKO COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2010

	County General	Highway- Mvn	Local Road & Street	Sheriff Accident Report	Gun Permits	County Health	Drug & Alcohol User Fees
Cash and investments - beginning	\$ 7,195,180	\$ 3,743,586	\$ 517,500	\$ 19,501	\$ 16,004	\$ 418,106	\$ 179,181
Receipts:							
Taxes	12,012,531	-	-	-	-	642,404	-
Licenses and permits	-	33,310	-	-	32,065	66,305	-
Intergovernmental	1,150,359	3,215,149	660,230	-	-	55,291	-
Charges for services	908,886	-	-	6,105	-	-	-
Fines and forfeits	333,427	-	-	-	-	250	3,000
Other receipts	2,082,938	12,001,621	400,554	-	-	3,005	63,708
Total receipts	<u>16,488,141</u>	<u>15,250,080</u>	<u>1,060,784</u>	<u>6,105</u>	<u>32,065</u>	<u>767,255</u>	<u>66,708</u>
Disbursements:							
Personal services	11,859,237	2,120,701	-	-	-	548,004	58,728
Supplies	318,167	753,171	1,137,451	-	-	46,828	9,850
Other services and charges	2,556,909	213,184	-	-	-	42,681	-
Capital outlay	23,865	25,306	-	-	-	152	-
Other disbursements	221,363	11,953,652	-	20,199	20,430	20	5,951
Total disbursements	<u>14,979,541</u>	<u>15,066,014</u>	<u>1,137,451</u>	<u>20,199</u>	<u>20,430</u>	<u>637,685</u>	<u>74,529</u>
Excess (deficiency) of receipts over disbursements	<u>1,508,600</u>	<u>184,066</u>	<u>(76,667)</u>	<u>(14,094)</u>	<u>11,635</u>	<u>129,570</u>	<u>(7,821)</u>
Cash and investments - ending	<u>\$ 8,703,780</u>	<u>\$ 3,927,652</u>	<u>\$ 440,833</u>	<u>\$ 5,407</u>	<u>\$ 27,639</u>	<u>\$ 547,676</u>	<u>\$ 171,360</u>

KOSCIUSKO COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2010  
 (Continued)

	Shot Team Donation	Public Mass Trans 1802504O Fed	Clerk Document Storage Fee	Recorder's Enhanced Access	Electronic Data	Emergency Tele Sys E911	Drug Free Communities
Cash and investments - beginning	\$ 600	\$ -	\$ 48,921	\$ 6,664	\$ 26,383	\$ 57,169	\$ 69,013
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	508,412	-	-	-	-	-
Charges for services	-	-	-	-	285	670,463	-
Fines and forfeits	-	-	20,681	-	-	-	59,515
Other receipts	-	1,350	-	6,387	-	-	-
Total receipts	-	509,762	20,681	6,387	285	670,463	59,515
Disbursements:							
Personal services	-	-	-	-	-	52,118	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	78,561
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	508,412	-	-	-	675,514	-
Total disbursements	-	508,412	-	-	-	727,632	78,561
Excess (deficiency) of receipts over disbursements	-	1,350	20,681	6,387	285	(57,169)	(19,046)
Cash and investments - ending	\$ 600	\$ 1,350	\$ 69,602	\$ 13,051	\$ 26,668	\$ -	\$ 49,967

KOSCIUSKO COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2010  
 (Continued)

	Drainage Maintenance	Local Emergency Planning	Property Reassessment 2006	Prosecutor Iv-D Incentive -New	County Extradition	Juvenile Probation User Fees	Adult Probation User Fees
Cash and investments - beginning	\$ 1,056,879	\$ 54,309	\$ 2,990,001	\$ 126,829	\$ 5,234	\$ 36,959	\$ 370,550
Receipts:							
Taxes	592,643	-	382,120	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	5,727	32,888	26,652	-	-	-
Charges for services	-	-	-	-	12,276	-	750
Fines and forfeits	-	-	-	-	-	6,634	131,595
Other receipts	-	-	2,458,306	58,756	4	-	50,953
Total receipts	<u>592,643</u>	<u>5,727</u>	<u>2,873,314</u>	<u>85,408</u>	<u>12,280</u>	<u>6,634</u>	<u>183,298</u>
Disbursements:							
Personal services	-	2,890	368,240	-	-	23,409	121,191
Supplies	-	2,403	3,251	-	-	-	26,926
Other services and charges	-	-	35,217	-	-	-	675
Capital outlay	-	-	2,827,832	-	-	-	-
Other disbursements	706,595	-	-	41,431	7,788	-	402
Total disbursements	<u>706,595</u>	<u>5,293</u>	<u>3,234,540</u>	<u>41,431</u>	<u>7,788</u>	<u>23,409</u>	<u>149,194</u>
Excess (deficiency) of receipts over disbursements	<u>(113,952)</u>	<u>434</u>	<u>(361,226)</u>	<u>43,977</u>	<u>4,492</u>	<u>(16,775)</u>	<u>34,104</u>
Cash and investments - ending	<u>\$ 942,927</u>	<u>\$ 54,743</u>	<u>\$ 2,628,775</u>	<u>\$ 170,806</u>	<u>\$ 9,726</u>	<u>\$ 20,184</u>	<u>\$ 404,654</u>

KOSCIUSKO COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2010  
 (Continued)

	Probation	Records Record Perpetuation	Town & County User Fees	Co Family & Child's Fund	Pre-Trial Diversion Fund	Casa	Plat Book Fund
Cash and investments - beginning	\$ 3,897	\$ 53,232	\$ 39,726	\$ -	\$ 189,714	\$ 3,000	\$ 96,709
Receipts:							
Taxes	-	-	-	1,525	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	13,402	-
Charges for services	-	98,113	-	-	56,963	-	-
Fines and forfeits	-	-	20,064	-	-	-	17,415
Other receipts	337,914	-	-	-	-	15,760	-
Total receipts	<u>337,914</u>	<u>98,113</u>	<u>20,064</u>	<u>1,525</u>	<u>56,963</u>	<u>29,162</u>	<u>17,415</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	10,531	-	14,750
Capital outlay	-	-	-	-	-	-	-
Other disbursements	337,107	109,293	19,535	1,525	18,281	29,162	-
Total disbursements	<u>337,107</u>	<u>109,293</u>	<u>19,535</u>	<u>1,525</u>	<u>28,812</u>	<u>29,162</u>	<u>14,750</u>
Excess (deficiency) of receipts over disbursements	<u>807</u>	<u>(11,180)</u>	<u>529</u>	<u>-</u>	<u>28,151</u>	<u>-</u>	<u>2,665</u>
Cash and investments - ending	<u>\$ 4,704</u>	<u>\$ 42,052</u>	<u>\$ 40,255</u>	<u>\$ -</u>	<u>\$ 217,865</u>	<u>\$ 3,000</u>	<u>\$ 99,374</u>

KOSCIUSKO COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2010  
 (Continued)

	County Correction	Clerk Iv-D Incentive (Old)	Dog Fund Surplus	Surveyor Corner Perpetuation	Co Sheriff Cont Education	Jury Fee	Esther Pfleiderer Donation
Cash and investments - beginning	\$ -	\$ 135,460	\$ 9,380	\$ 73,631	\$ 6,458	\$ 40,714	\$ 3
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	49,610	53,652	-	-	-	-	-
Charges for services	-	-	-	16,435	-	-	-
Fines and forfeits	-	-	-	-	2,903	10,936	-
Other receipts	-	38,552	-	-	-	-	-
<b>Total receipts</b>	<b>49,610</b>	<b>92,204</b>	<b>-</b>	<b>16,435</b>	<b>2,903</b>	<b>10,936</b>	<b>-</b>
Disbursements:							
Personal services	49,610	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	2,361	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	66,625	-	-	1,238	-	-
<b>Total disbursements</b>	<b>49,610</b>	<b>66,625</b>	<b>-</b>	<b>2,361</b>	<b>1,238</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts over disbursements	-	25,579	-	14,074	1,665	10,936	-
Cash and investments - ending	<u>\$ -</u>	<u>\$ 161,039</u>	<u>\$ 9,380</u>	<u>\$ 87,705</u>	<u>\$ 8,123</u>	<u>\$ 51,650</u>	<u>\$ 3</u>

KOSCIUSKO COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2010  
 (Continued)

	D.A.R.E. Donations	Sheriff Donation Fund	Public Mass Trans 1802504O Sta	Prenatal	Victim Assistance-Stop Grant	Voca 09Va156	Cdc Enabler Fund
Cash and investments - beginning	\$ 2,870	\$ 4,556	\$ -	\$ 58,413	\$ 138	\$ (19,116)	\$ 3
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	136,933	31,746	-	41,634	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	5,000	8,506	-	-	-	-	-
Total receipts	<u>5,000</u>	<u>8,506</u>	<u>136,933</u>	<u>31,746</u>	<u>-</u>	<u>41,634</u>	<u>-</u>
Disbursements:							
Personal services	-	-	-	15,545	-	22,518	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	9,000	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	2,170	5,003	136,933	-	-	-	-
Total disbursements	<u>2,170</u>	<u>5,003</u>	<u>136,933</u>	<u>24,545</u>	<u>-</u>	<u>22,518</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>2,830</u>	<u>3,503</u>	<u>-</u>	<u>7,201</u>	<u>-</u>	<u>19,116</u>	<u>-</u>
Cash and investments - ending	<u>\$ 5,700</u>	<u>\$ 8,059</u>	<u>\$ -</u>	<u>\$ 65,614</u>	<u>\$ 138</u>	<u>\$ -</u>	<u>\$ 3</u>

KOSCIUSKO COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2010  
 (Continued)

	Operation Pull Over Pt-08-04-0	County Transition Program	Dnr Grant 2008	Dnr Grant 2009	Dnr Grant 2010	Rainy Day Fund	State Disclosure Of Sales
Cash and investments - beginning	\$ (1,812)	\$ 31,145	\$ 11	\$ 3	\$ -	\$ 2,664,764	\$ 69,382
Receipts:							
Taxes	-	-	-	-	-	2,652,796	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	29,269	13,535	-	-	30,000	-	-
Charges for services	-	-	-	-	-	-	8,400
Fines and forfeits	-	-	-	-	-	-	8,400
Other receipts	-	22,780	-	-	-	53,057	-
Total receipts	29,269	36,315	-	-	30,000	2,705,853	16,800
Disbursements:							
Personal services	30,190	-	-	-	18,001	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	11,951	125,000	-
Capital outlay	-	-	-	-	-	-	1,080
Other disbursements	-	-	-	-	-	-	8,530
Total disbursements	30,190	-	-	-	29,952	125,000	9,610
Excess (deficiency) of receipts over disbursements	(921)	36,315	-	-	48	2,580,853	7,190
Cash and investments - ending	\$ (2,733)	\$ 67,460	\$ 11	\$ 3	\$ 48	\$ 5,245,617	\$ 76,572

KOSCIUSKO COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
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 For The Year Ended December 31, 2010  
 (Continued)

	Riverboat Revenue Sharing	A D Grant	Center Of Hope	Sheriff's Commissary	Well Child Fund	Health Tobacco Settlement	Soil & Water Reimb Grant
Cash and investments - beginning	\$ -	\$ 18,343	\$ 39	\$ 187,550	\$ 20,646	\$ 170,675	\$ (1,148)
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	463,451	-	-	-	19,029	35,013	1,602
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	284,571	1,621	-	-
Total receipts	<u>463,451</u>	<u>-</u>	<u>-</u>	<u>284,571</u>	<u>20,650</u>	<u>35,013</u>	<u>1,602</u>
Disbursements:							
Personal services	-	-	-	-	26,801	-	454
Supplies	-	-	-	-	1,480	-	-
Other services and charges	-	-	-	-	7,206	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	463,451	-	-	330,769	-	-	-
Total disbursements	<u>463,451</u>	<u>-</u>	<u>-</u>	<u>330,769</u>	<u>35,487</u>	<u>-</u>	<u>454</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>-</u>	<u>-</u>	<u>(46,198)</u>	<u>(14,837)</u>	<u>35,013</u>	<u>1,148</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 18,343</u>	<u>\$ 39</u>	<u>\$ 141,352</u>	<u>\$ 5,809</u>	<u>\$ 205,688</u>	<u>\$ -</u>

KOSCIUSKO COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2010  
 (Continued)

	Kccrvc Commission	Health Maintenance Grant	Child Abuse Prevention	Law Enforcement Forfeitures	Dui Reimbursement	Voca 07Va053	Levy Excess Fund
Cash and investments - beginning	\$ 62,299	\$ 216,442	\$ 5,550	\$ 101,972	\$ -	\$ -	\$ -
Receipts:							
Taxes	368,970	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	154,883	-	18,535	4,356	7,260	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	250	86	-	-	35,502
Total receipts	<u>368,970</u>	<u>154,883</u>	<u>250</u>	<u>18,621</u>	<u>4,356</u>	<u>7,260</u>	<u>35,502</u>
Disbursements:							
Personal services	-	78,015	-	-	-	16,629	-
Supplies	-	5,349	-	7,619	-	-	-
Other services and charges	405,232	136,740	-	8,000	-	-	-
Capital outlay	-	15,566	-	16,382	-	-	-
Other disbursements	-	-	-	-	2,305	-	-
Total disbursements	<u>405,232</u>	<u>235,670</u>	<u>-</u>	<u>32,001</u>	<u>2,305</u>	<u>16,629</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(36,262)</u>	<u>(80,787)</u>	<u>250</u>	<u>(13,380)</u>	<u>2,051</u>	<u>(9,369)</u>	<u>35,502</u>
Cash and investments - ending	<u>\$ 26,037</u>	<u>\$ 135,655</u>	<u>\$ 5,800</u>	<u>\$ 88,592</u>	<u>\$ 2,051</u>	<u>\$ (9,369)</u>	<u>\$ 35,502</u>

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 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2010  
 (Continued)

	Center Of Hope 07Va211	F.A.C.T 08-09 D3-9-2168	Fire District 2 Training 09/10	Fire District 2 Training 10/11	Health-Bioterrorism	Aggressive Driving Enforcement	Kcadp United Way Grant
Cash and investments - beginning	\$ 51	\$ -	\$ -	\$ -	\$ 342	\$ 875	\$ 2,525
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	68,503	6,164	-	11,473	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	-	-	68,503	6,164	-	11,473	-
Disbursements:							
Personal services	-	-	36,773	-	-	11,473	-
Supplies	-	-	-	-	-	-	1,744
Other services and charges	-	-	31,730	1,835	-	-	775
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	-	-	68,503	1,835	-	11,473	2,519
Excess (deficiency) of receipts over disbursements	-	-	-	4,329	-	-	(2,519)
Cash and investments - ending	\$ 51	\$ -	\$ -	\$ 4,329	\$ 342	\$ 875	\$ 6

KOSCIUSKO COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
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 For The Year Ended December 31, 2010  
 (Continued)

	Sheriff Sale Fund	County Id Security Protection	Children's Psychiatric Residen	District 2 Exercise Grant	F.A.C.T. K4-2010-03-02-05	Dreyfus Tif Bond Repayment	Clerk Sheriff Pension
Cash and investments - beginning	\$ 100,885	\$ 30,153	\$ -	\$ (179,767)	\$ (2,951)	\$ 142,919	\$ 2,767
Receipts:							
Taxes	-	-	2,287	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	713,316	49,997	-	-
Charges for services	79,222	(10)	-	-	-	118,251	-
Fines and forfeits	-	29,704	-	-	-	-	48,502
Other receipts	-	-	-	-	-	13,220	-
<b>Total receipts</b>	<b>79,222</b>	<b>29,694</b>	<b>2,287</b>	<b>713,316</b>	<b>49,997</b>	<b>131,471</b>	<b>48,502</b>
Disbursements:							
Personal services	-	-	-	-	45,007	-	-
Supplies	-	-	-	22,629	-	-	-
Other services and charges	-	-	-	9,849	3,975	-	-
Capital outlay	-	-	-	526,200	17,760	-	-
Other disbursements	67,404	27,524	2,287	-	-	100,000	51,269
<b>Total disbursements</b>	<b>67,404</b>	<b>27,524</b>	<b>2,287</b>	<b>558,678</b>	<b>66,742</b>	<b>100,000</b>	<b>51,269</b>
Excess (deficiency) of receipts over disbursements	11,818	2,170	-	154,638	(16,745)	31,471	(2,767)
Cash and investments - ending	\$ 112,703	\$ 32,323	\$ -	\$ (25,129)	\$ (19,696)	\$ 174,390	\$ -

KOSCIUSKO COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2010  
 (Continued)

	Ad Grant 05-Dj-025	Fire District 2 Training 08-09	F.A.C.T K8-2011-03-02-04	Ineligible Deduction Fund Coun	Inmate Meals	Sub Division Escrow	County Cum Capital Developmnt
Cash and investments - beginning	\$ 20,089	\$ (50)	\$ -	\$ -	\$ 32,930	\$ 3,753	\$ 4,178,903
Receipts:							
Taxes	-	-	-	-	-	-	753,163
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	1,823	-	-	-	64,825
Charges for services	-	-	-	-	-	-	250
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	53,272	231,988	-	-
<b>Total receipts</b>	<b>-</b>	<b>-</b>	<b>1,823</b>	<b>53,272</b>	<b>231,988</b>	<b>-</b>	<b>818,238</b>
Disbursements:							
Personal services	-	-	4,126	-	-	-	-
Supplies	-	-	-	-	-	-	196,070
Other services and charges	-	-	193	-	-	-	845,117
Capital outlay	-	-	-	-	-	-	630,956
Other disbursements	-	-	-	-	248,055	-	-
<b>Total disbursements</b>	<b>-</b>	<b>-</b>	<b>4,319</b>	<b>-</b>	<b>248,055</b>	<b>-</b>	<b>1,672,143</b>
Excess (deficiency) of receipts over disbursements	-	-	(2,496)	53,272	(16,067)	-	(853,905)
Cash and investments - ending	<u>\$ 20,089</u>	<u>\$ (50)</u>	<u>\$ (2,496)</u>	<u>\$ 53,272</u>	<u>\$ 16,863</u>	<u>\$ 3,753</u>	<u>\$ 3,324,998</u>

KOSCIUSKO COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2010  
 (Continued)

	Redevelopment Comm Dreyfus Tif	Cum Bridge	Cum Jail	Gen. Drain Improvement	County Edit Fund	Law Enforcement Data Access	Employee Principle Group Fund
Cash and investments - beginning	\$ 35,730	\$ 1,180,437	\$ 144,288	\$ 65,746	\$ 9,609,505	\$ -	\$ 467,165
Receipts:							
Taxes	-	559,335	138,449	394,670	3,312,228	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	48,141	11,916	-	-	-	-
Charges for services	17,047	-	-	-	-	-	2,962,864
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	2,461,484	31,251	-	9,153,454	7,700	2,477,705
Total receipts	17,047	3,068,960	181,616	394,670	12,465,682	7,700	5,440,569
Disbursements:							
Personal services	84	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	2,959,706	-	-	10,081,616	-	-
Capital outlay	-	-	181,251	-	3,306,995	-	-
Other disbursements	13,220	-	-	309,289	-	-	4,823,623
Total disbursements	13,304	2,959,706	181,251	309,289	13,388,611	-	4,823,623
Excess (deficiency) of receipts over disbursements	3,743	109,254	365	85,381	(922,929)	7,700	616,946
Cash and investments - ending	\$ 39,473	\$ 1,289,691	\$ 144,653	\$ 151,127	\$ 8,686,576	\$ 7,700	\$ 1,084,111

KOSCIUSKO COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2010  
 (Continued)

	Sheriff's Pension	Principal Congressional	City & Town Court Costs	St Coroner Tr & C Education	Interest-Congressional	Clerk's Trust	Weed Cutting Assessments
Cash and investments - beginning	\$ 5,450,848	\$ 28,129	\$ 1,854	\$ 845	\$ 14,362	\$ 727,292	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	572,606	56,259	22,592	7,746	241	6,441,254	7,636
Total receipts	<u>572,606</u>	<u>56,259</u>	<u>22,592</u>	<u>7,746</u>	<u>241</u>	<u>6,441,254</u>	<u>7,636</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	266,156	56,259	24,446	7,915	1,125	6,168,071	7,636
Total disbursements	<u>266,156</u>	<u>56,259</u>	<u>24,446</u>	<u>7,915</u>	<u>1,125</u>	<u>6,168,071</u>	<u>7,636</u>
Excess (deficiency) of receipts over disbursements	<u>306,450</u>	<u>-</u>	<u>(1,854)</u>	<u>(169)</u>	<u>(884)</u>	<u>273,183</u>	<u>-</u>
Cash and investments - ending	<u>\$ 5,757,298</u>	<u>\$ 28,129</u>	<u>\$ -</u>	<u>\$ 676</u>	<u>\$ 13,478</u>	<u>\$ 1,000,475</u>	<u>\$ -</u>

KOSCIUSKO COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2010  
 (Continued)

	Tax Sale Surplus	Tax Sale Redemption	Surplus Tax	State Share Of Del Tax & Pen	Fines & Forfeitures	Sewage Charge Assessment Delq.	Overweight Vehicle
Cash and investments - beginning	\$ 848,263	\$ -	\$ 470,272	\$ -	\$ 24,697	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	1,552,030	252,847	138,732	13,455	96,391	198,899	1
Total receipts	<u>1,552,030</u>	<u>252,847</u>	<u>138,732</u>	<u>13,455</u>	<u>96,391</u>	<u>198,899</u>	<u>1</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	1,376,449	252,847	320,806	13,455	108,196	198,899	1
Total disbursements	<u>1,376,449</u>	<u>252,847</u>	<u>320,806</u>	<u>13,455</u>	<u>108,196</u>	<u>198,899</u>	<u>1</u>
Excess (deficiency) of receipts over disbursements	<u>175,581</u>	<u>-</u>	<u>(182,074)</u>	<u>-</u>	<u>(11,805)</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 1,023,844</u>	<u>\$ -</u>	<u>\$ 288,198</u>	<u>\$ -</u>	<u>\$ 12,892</u>	<u>\$ -</u>	<u>\$ -</u>

KOSCIUSKO COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2010  
 (Continued)

	Recorder Refund	Sheriff's Cashbook	Clerk Of Court-Infraction	Gross Tax On Real Estate	Inheritance Tax	Cash Change
Cash and investments - beginning	\$ 300	\$ -	\$ 74,061	\$ -	\$ 92,822	\$ 500
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	5	1,379,377	172,654	20	2,692,479	525
Total receipts	5	1,379,377	172,654	20	2,692,479	525
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	21,911	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	1,379,377	142,320	-	1,449,496	-
Total disbursements	-	1,379,377	164,231	-	1,449,496	-
Excess (deficiency) of receipts over disbursements	5	-	8,423	20	1,242,983	525
Cash and investments - ending	\$ 305	\$ -	\$ 82,484	\$ 20	\$ 1,335,805	\$ 1,025

KOSCIUSKO COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2010  
 (Continued)

	Payroll	Sheriff's Inmate Trust	Deferred Compensation	Colonial Insurance	Withholding-P.E.R.F.	Withholding-Federal
Cash and investments - beginning	\$ -	\$ 12,934	\$ -	\$ 7,490	\$ 64,659	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	10,896,005	1,045,607	72,159	216,014	276,133	960,122
Total receipts	<u>10,896,005</u>	<u>1,045,607</u>	<u>72,159</u>	<u>216,014</u>	<u>276,133</u>	<u>960,122</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	10,896,005	1,035,986	72,159	217,189	276,550	960,122
Total disbursements	<u>10,896,005</u>	<u>1,035,986</u>	<u>72,159</u>	<u>217,189</u>	<u>276,550</u>	<u>960,122</u>
Excess (deficiency) of receipts over disbursements	-	9,621	-	(1,175)	(417)	-
Cash and investments - ending	<u>\$ -</u>	<u>\$ 22,555</u>	<u>\$ -</u>	<u>\$ 6,315</u>	<u>\$ 64,242</u>	<u>\$ -</u>

KOSCIUSKO COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2010  
 (Continued)

	Withholding- State	Withholding - Oasi	Withholding-Co Option Tax	Insurance Eft Account	Garnishment	Special Death Benefit Fee
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ 8,816	\$ -	\$ 1,120
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	350,825	632,569	104,023	3,006,547	84,099	6,770
Total receipts	<u>350,825</u>	<u>632,569</u>	<u>104,023</u>	<u>3,006,547</u>	<u>84,099</u>	<u>6,770</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	350,825	632,569	104,023	2,976,564	84,099	7,370
Total disbursements	<u>350,825</u>	<u>632,569</u>	<u>104,023</u>	<u>2,976,564</u>	<u>84,099</u>	<u>7,370</u>
Excess (deficiency) of receipts over disbursements	-	-	-	29,983	-	(600)
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 38,799</u>	<u>\$ -</u>	<u>\$ 520</u>

KOSCIUSKO COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2010  
 (Continued)

	United Way	Education Plate Fee Dist.	County Edit Tax	Withholding-Medicare	Cert Share Local Option Tax	Innkeepers Tax
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 22,787
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	295	2,719	6,925,468	148,126	16,000,821	374,587
Total receipts	<u>295</u>	<u>2,719</u>	<u>6,925,468</u>	<u>148,126</u>	<u>16,000,821</u>	<u>374,587</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	295	2,719	6,925,468	148,126	16,000,821	368,970
Total disbursements	<u>295</u>	<u>2,719</u>	<u>6,925,468</u>	<u>148,126</u>	<u>16,000,821</u>	<u>368,970</u>
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	5,617
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 28,404</u>

KOSCIUSKO COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2010  
 (Continued)

	Direct Deposit	Mortgage Fee Fund	Homestead Credit Rebate Distri	Hea 1001-2008 Homestead Credit	Homestd Property Database Digf	County Employee Vending
Cash and investments - beginning	\$ -	\$ 818	\$ 11,257	\$ 22,453	\$ -	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	<u>6,394,518</u>	<u>8,393</u>	<u>-</u>	<u>916,276</u>	<u>13</u>	<u>4,029</u>
Total receipts	<u>6,394,518</u>	<u>8,393</u>	<u>-</u>	<u>916,276</u>	<u>13</u>	<u>4,029</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	<u>6,394,518</u>	<u>8,241</u>	<u>109</u>	<u>936,520</u>	<u>-</u>	<u>418</u>
Total disbursements	<u>6,394,518</u>	<u>8,241</u>	<u>109</u>	<u>936,520</u>	<u>-</u>	<u>418</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>152</u>	<u>(109)</u>	<u>(20,244)</u>	<u>13</u>	<u>3,611</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 970</u>	<u>\$ 11,148</u>	<u>\$ 2,209</u>	<u>\$ 13</u>	<u>\$ 3,611</u>

KOSCIUSKO COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2010  
 (Continued)

	Library Capital Projects	Treasurers Unsettled Tax Collection	Crime Stoppers	Work Release Inmate Trust	Clerk's Support	Totals
Cash and investments - beginning	\$ -	\$ 1,421,602	\$ 27,800	\$ 1,097	\$ 21,916	\$ 46,378,507
Receipts:						
Taxes	-	-	-	-	-	21,813,121
Licenses and permits	-	-	-	-	-	131,680
Intergovernmental	-	-	-	-	-	7,734,776
Charges for services	-	-	-	-	-	4,956,300
Fines and forfeits	-	-	-	-	-	693,026
Other receipts	70,369,021	1,663,657	-	7,027	1,383,316	167,816,143
Total receipts	70,369,021	1,663,657	-	7,027	1,383,316	203,145,046
Disbursements:						
Personal services	-	-	-	-	-	15,509,744
Supplies	-	-	-	-	-	2,532,938
Other services and charges	-	-	-	-	-	17,614,705
Capital outlay	-	-	-	-	-	7,573,345
Other disbursements	70,369,021	1,421,602	7	6,785	1,393,135	154,700,025
Total disbursements	70,369,021	1,421,602	7	6,785	1,393,135	197,930,757
Excess (deficiency) of receipts over disbursements	-	242,055	(7)	242	(9,819)	5,214,289
Cash and investments - ending	\$ -	\$ 1,663,657	\$ 27,793	\$ 1,339	\$ 12,097	\$ 51,592,796

KOSCIUSKO COUNTY  
 SUPPLEMENTARY INFORMATION  
 SCHEDULE OF CAPITAL ASSETS  
 December 31, 2010

Capital assets are reported at actual or estimated historical cost based

General infrastructure assets (those reported by governmental activities) are included regardless of their acquisition date or amount. 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 and Buildings	\$ 38,435,668
Infrastructure	50,567,954
Machinery and equipment	5,555,005
 Total governmental activities, capital assets not being depreciated	 \$ 94,558,627

KOSCIUSKO COUNTY  
 SUPPLEMENTARY INFORMATION  
 SCHEDULE OF LONG-TERM DEBT  
 December 31, 2010

The County has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:		
Capital leases:		
Kosciusko County Justice Center	<u>\$ 6,980,000</u>	<u>\$ 1,895,000</u>

KOSCIUSKO COUNTY  
OTHER REPORT(S)

The annual report presented herein was prepared in addition to another official report(s) prepared for the individual County office(s) listed below:

County Auditor

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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

Telephone: (317) 232-2513  
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 KOSCIUSKO COUNTY, INDIANA

Compliance

We have audited the compliance of the Kosciusko 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, 2010. 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 noncompliance 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, 2010.

Internal Control Over Compliance

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 and to test and report on internal control over compliance in accordance with OMB Circular A-133, 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)

A deficiency in 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 and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the County's management, the Board of County Commissioners, others within the entity, 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 16, 2011

KOSCIUSKO COUNTY  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For The Year Ended December 31, 2010

Federal Grantor Agency/Pass-Through Entity Cluster Title/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	09VA156	\$ <u>24,988</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Pass-Through Indiana Department of Transportation Formula Grants for Other than Urbanized Areas	20.509		348,234
Formula Grants for Other than Urbanized Areas-ARRA			<u>154,182</u>
Total for program			<u>502,416</u>
Pass Through Indiana Criminal Justice Institute Highway Safety Cluster Alcohol Impaired Driving Countermeasures Incentive Grants I	20.601		
		K4-2010-03-02-05	30,613
		K4-2010-08-01-10	11,473
		K8-2010-03-03-16	2,305
		K8-2011-03-02-04	<u>1,823</u>
Total for Cluster			<u>46,214</u>
Total for federal grantor agency			<u>548,630</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana State Department of Health Centers for Disease Control and Prevention-Investigations and Technical Assistance	93.283	BPRS 142-2	<u>9,999</u>
Pass-Through Indiana Department of Child Services Child Support Enforcement	93.563		
County Prosecutor's Expenditures			283,109
County Clerk's Expenditures			38,324
Clerk's Incentives			53,652
Prosecutors Incentives			25,918
Indirect Costs			<u>42,480</u>
Total for program			<u>443,483</u>
Pass-Through Indiana Department of Child Services Adoption Assistance-ARRA	93.659	080-1-INCAO	<u>4,500</u>
Pass-Through Indiana State Department of Health Maternal and Child Health Services Block Grants to States	93.994	MCH 142-1	<u>21,576</u>
Total for federal grantor agency			<u>479,558</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Natural Resources Boating Safety Financial Assistance	97.012		15,691
Pass-through Indiana Department Of Homeland Security Emergency Management Performance Grants	97.042	2009-EP-E9-0012	35,637
Pass-through Indiana Department Of Homeland Security State Homeland Security Program (SHSP)	97.073	C44P-0-204-A	<u>422,365</u>
Total for federal grantor agency			<u>473,693</u>
Total federal awards expended			<u>\$ 1,526,869</u>

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

KOSCIUSKO COUNTY  
NOTE(S) TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

**Note 1. Basis of Presentation**

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the Kosciusko 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.

**Note 2. Subrecipients**

Of the federal expenditures presented in the schedule, the County provided federal awards to subrecipients as follows for the year ended December 31, 2010:

Program Title	Federal CFDA Number	2010
Formula Grants for Other Than Urbanized Areas	20.509	\$ 502,416

KOSCIUSKO COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

**Section I – Summary of Auditor's Results**

Financial Statements:

Type of auditor's report issued:	Unqualified
Internal control over financial reporting:	
Material weaknesses identified?	no
Significant deficiency identified?	none reported
Noncompliance material to financial statements noted?	no

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	no
Significant deficiency identified?	none reported
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?	no

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
20.509	Formula Grants for Other Than Urbanized Areas
20.509	ARRA Formula Grants For Other Than Urbanized Areas
93.563	Child Support Enforcement

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**

No matters are reportable.

**Section III – Federal Award Findings and Questioned Costs**

No matters are reportable.

KOSCIUSKO COUNTY  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

KOSCIUSKO COUNTY  
EXIT CONFERENCE

The contents of this report were discussed on May 16, 2011, with Marsha McSherry, Auditor, and Ronald Robinson, County Administrator. Our audit disclosed no material items that warrant comment at this time.