

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

ANNUAL FINANCIAL REPORT

2010

PARKE COUNTY, INDIANA



FILED

07/22/2011

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Diana Hazlett Pam Adams	01-01-07 to 12-31-10 01-01-11 to 12-31-14
Treasurer	Mary Alice Gregg	01-01-09 to 12-31-12
Clerk	Kimberly Shorter Diana Hazlett	01-01-07 to 12-31-10 01-01-11 to 12-31-14
Sheriff	D. Michael Eslinger	01-01-07 to 12-31-14
Recorder	Mary Jo Harkrider	01-01-09 to 12-31-12
President of the Board of County Commissioners	George Nicholas	01-01-10 to 12-31-11
President of the County Council	James A. Rahn	01-01-10 to 12-31-11



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

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

TO: THE OFFICIALS OF PARKE COUNTY, INDIANA

We have audited the accompanying financial statement of Parke County (County), for the year ended December 31, 2010. This financial statement is the responsibility of the County's management. Our responsibility is to express opinions on this financial statement 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 opinions.

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 statement 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 April 21, 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 statement. 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)

statement. Such information has been subjected to the auditing procedures applied in the audit of the financial statement and, in our opinion, is fairly stated, in all material respects, in relation to the financial statement 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 statement taken as a whole.

Our audit was conducted for the purpose of forming an opinion on the County's financial statement. The Combining Schedule(s) of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis and Schedule of Long-Term Debt are presented for additional analysis and are not required parts of the financial statement. The Combining Schedule(s) of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis and Schedule of Long-Term Debt have not been subjected to the auditing procedures applied by us in the audit of the financial statement and, accordingly, we express no opinion on them.

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

April 21, 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 PARKE COUNTY, INDIANA

We have audited the financial statement of Parke County (County), for the year ended December 31, 2010, and have issued our report thereon dated April 21, 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 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 was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying Schedule of Findings and Questioned Costs, we identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses and other deficiencies that we consider to be significant deficiencies.

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. We consider the deficiencies described in the accompanying Schedule of Findings and Questioned Costs as item 2010-1 to be material weaknesses.

A significant deficiency is a deficiency or combination of deficiencies in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying Schedule of Findings and Questioned Costs as item 2010-1 to be significant deficiencies.

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)

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 Council, 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

April 21, 2011

FINANCIAL STATEMENT(S)

PARKE 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
General	\$ 652,473	\$ 5,979,871	\$ 5,644,710	\$ 987,634
Local Road And Street	167,371	223,442	257,760	133,053
Accident Report	4,332	1,133	-	5,465
Firearms Training	13,941	9,890	4,546	19,285
Health	40,584	116,195	93,307	63,472
Donations	3,300	-	-	3,300
Law Enforcement Continuing Ed	28,281	3,336	3,939	27,678
Clerk's Records Perpetuation	11,629	7,499	-	19,128
Riverboat	278,012	72,048	273,832	76,228
Emergency Telephone System	34,627	113,683	120,504	27,806
Drug Free Community	75,429	27,334	33,454	69,309
Emergency Planning/Right To Know	11,176	27,299	24,366	14,109
Highway	674,553	2,247,440	2,049,522	872,471
Parks And Recreation	291,504	288,936	212,489	367,951
Property Reassessment	314,614	167,281	339,054	142,841
Juvenile Probation Service	71,554	9,367	15,099	65,822
Adult Probation Services	67,454	96,440	118,719	45,175
Criminal Justice- Federal	2,868	-	2,868	-
Recorder's Records Perpetuation	17,558	17,937	7,129	28,366
Covered Bridge	180,253	51,820	26,457	205,616
Health Maintenance	17,691	33,139	28,846	21,984
Pretrial Diversion	81,755	45,741	37,212	90,284
Court Appointed Special Advocate	254	14,356	14,294	316
Plat Book	85,561	8,190	3,471	90,280
Misdemeanant	1,964	11,127	6,839	6,252
Supplemental Public Defender Svc	52,187	8,425	25,049	35,563
Surveyor's Corner Perpetuation	6,514	3,805	5,011	5,308
Jury Pay	9,830	2,120	4,558	7,392
Rainy Day	486,904	467,558	173,880	780,582
Sales Disclosure	6,247	2,110	3,500	4,857
Cedit Special Revenue	190,895	603,375	602,051	192,219
Sheriff's Commissary	25,654	87,252	87,019	25,887
Tobacco Settlement	22,352	15,823	7,986	30,189
Levy Excess Special Revenue	78,561	10,266	-	88,827
Coroners Education	77	1,774	1,819	32
Identification Security Protection	894	5,509	-	6,403
Operation Pullover	1,056	4,162	5,184	34
Cedit Homestead Credit	179,906	603,374	603,839	179,441
Probation User Fee- Administrative	817	17,994	-	18,811
Redevelopment Commission	180,165	174,012	46,570	307,607
Sheriff Pension Holding	2,574	19,934	21,466	1,042
Alternative Dispute Resolution	-	645	-	645
Excess Surplus Tax Fund	56,440	18,543	9,442	65,541
Csepp Program	3,747	128	-	3,875
Law Enforcement Education	9,556	-	-	9,556
Public Safety	50,743	571,762	496,932	125,573
Sex Offender Registration Fees	50	3,158	124	3,084
Forfeitures & Seizures	3,052	826	-	3,878
Drug Court Testing & Training	3,624	-	-	3,624
Local Planning Council	2,792	-	-	2,792
Park And Recreation Concession	103,235	36,059	27,209	112,085
Lcc	1,265	-	-	1,265
Crime Victims Assistance	475	14,464	14,939	-
Drug Court Loan Fund	361	-	190	171
Judges Juvenile Incentive	1,000	-	809	191
Park Non-Revert Capital	29,288	500	-	29,788
Tobacco Cessation	1,947	-	-	1,947
Wireless 911 Distributions	150,009	95,271	60,520	184,760
Non Revert Title Iii	397	-	-	397
Emergency Management Sub Grant	245	-	-	245
County Donation Fund	630	-	-	630
Betty Spencer Advocate Fund	515	-	-	515
Public Health Emergency Preparednes	3,959	9,114	12,908	165
Bridgeton Bridge Phase I	-	2,600	2,600	-
Anti-Meth Mini Grant	152	-	-	152
Juvenile Karate Llc Grant	1,595	-	1,595	-
Drug Court Donation Fund	1,705	1,233	1,620	1,318
Child Abuse Prevention	639	-	-	639
Jury Fee Fund	176	1,944	2,120	-
Federal Forfeitures	198	-	-	198
Drug Court Assessments	215	410	260	365
Drug Court 2007	3,835	27,298	25,799	5,334
Drug Court Incentive Lcc Mini Grant	515	-	-	515
Adult Probation Match For D.C.	760	19,833	20,063	530

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

PARKE 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
Marine Patrol Grant	8,088	26,187	31,929	2,346
Drug Court Workshop	1,227	-	-	1,227
Phc Grant 08/31/07-10/31/07	33	-	-	33
Digital Camera Lcc Mini Grant	1,410	-	400	1,010
2007 In Supreme Court Drug Court	372	-	372	-
Drug Court Tune Up	683	-	-	683
Rdp Grant Project	-	385	385	-
Leptt Gis Grant	-	9,894	9,894	-
H191 160-66 Grant	5,843	44,255	50,077	21
Park Playground Fund	-	1,000	1,000	-
Highway Disaster Recovery Grant	-	65,375	65,375	-
2009 Hava Polling Place Grant	-	7,878	7,878	-
Idhs Ambulance Dept Radio Grant	-	4,000	2,800	1,200
Prosecutor Arra Fund	-	9,282	-	9,282
Clerk Arra Fund	-	1,129	-	1,129
Reserve Deputies Fund	-	3,457	-	3,457
Pc Sheriff Safety Equipment Fund	-	1,269	-	1,269
Rdp Grant Project 04/01/10-09/	-	654	-	654
Public Safety Clearing Fund	-	249,353	249,353	-
Family Court Grant Fund	-	7,500	2,275	5,225
Ema Salary Reimbursement Grant	-	10,841	10,841	-
Letpp Gis Grant Part 2	-	14,385	14,385	-
Alco Sensor Lcc Mini Grant	-	3,548	-	3,548
Remc Disaster Recovery Grant	-	41,310	41,310	-
Casa Donation Fund	-	949	237	712
2010 Problem Solving Court Grant	-	5,000	5,000	-
Cumulative Capital Development	413,997	156,330	187,463	382,864
Cumulative Bridge	880,250	336,918	378,551	838,617
Cumulative Building	197,266	280,606	329,305	148,567
Congressional School Principal	33,865	-	-	33,865
City And Town Court Costs	474	5,003	5,003	474
Congressional School Interest	16,407	164	2,032	14,539
Clerk's Trust	349,865	1,337,863	1,402,122	285,606
Surplus Tax Sale	350,602	50,953	257,468	144,087
Tax Sale Redemption	5,091	71,748	71,595	5,244
State Fines And Forfeitures	555	2,507	2,912	150
State Sales Disclosure Fee	240	2,110	2,085	265
Infraction Judgements	2,019	19,221	20,347	893
Inheritance Tax	323,906	251,021	544,051	30,876
Treasurer	393,402	16,393,671	16,423,505	363,568
Payroll	508,170	2,980,579	2,848,735	640,014
Sheriff's Inmate Trust	2,791	136,709	136,260	3,240
Special Death Benefit	120	991	1,031	80
Education Plate Fees Agency	-	1,031	1,031	-
Cagit Agency	-	2,393,785	2,393,785	-
Innkeepers Tax	11,495	130,819	111,269	31,045
Financial Institution Tax	-	57,576	57,576	-
Wheel Tax	-	72,414	72,414	-
Sur Tax	-	201,062	201,062	-
Convention And Tourism Agency	18,754	127,856	126,818	19,792
Mortgage Fees-State Share	135	1,481	1,473	143
Interstate Compact	-	38	38	-
Cvet Agency	-	57,798	57,798	-
Riverboat Wagering	-	35,846	35,846	-
Children W/Spec Health Needs Agency	-	186	186	-
Health Care For Indigent Agency	-	538	538	-
Homestead Credit Rebate	7,997	-	-	7,997
Hea 1001 State Homestead Credit	1,744	95,385	95,424	1,705
Loit Prop Tax Oper Levies Replace	-	718,135	718,135	-
Loit Stabilization	689,763	160,056	-	849,819
Tax Distribution	-	13,095,233	13,095,233	-
Ptrc 2007/2008 Tax Bill Portion	6,710	598,447	600,277	4,880
State Fair Delinquent Tax & Penalty	-	31	31	-
State Forestry Delinquent Tax & Pen	-	62	62	-
Family & Children Del Tax & Pen	-	895	895	-
Maw	-	58	58	-
Final Hea 1001 07/08 Ptrc & Hs	-	47,064	47,064	-
Sheriff's Pension Trust	964,053	113,994	54,068	1,023,979
Sheriffs Trust Fund	5,814	189,409	192,851	2,372
	<u>\$ 10,009,632</u>	<u>\$ 53,038,029</u>	<u>\$ 52,553,387</u>	<u>\$ 10,494,274</u>

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

PARKE 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 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.

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

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.

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.

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

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.

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.

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

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 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:

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

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 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 Parke County's Annual Report(s) can be found on the Indiana Transparency Portal website: www.in.gov/itp/annual_reports/.

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

	General	Local Road And Street	Accident Report	Firearms Training	Health	Donations
Cash and investments - beginning	\$ 652,473	\$ 167,371	\$ 4,332	\$ 13,941	\$ 40,584	\$ 3,300
Receipts:						
Taxes	4,686,847	-	-	-	74,904	-
Licenses and permits	8,580	-	-	9,890	-	-
Intergovernmental	144,712	150,727	-	-	852	-
Charges for services	973,004	-	1,133	-	40,439	-
Fines and forfeits	62,506	-	-	-	-	-
Other receipts	104,222	72,715	-	-	-	-
Total receipts	<u>5,979,871</u>	<u>223,442</u>	<u>1,133</u>	<u>9,890</u>	<u>116,195</u>	<u>-</u>
Disbursements:						
Personal services	4,250,759	-	-	-	87,287	-
Supplies	123,601	257,760	-	-	2,756	-
Other services and charges	1,173,621	-	-	-	3,199	-
Capital outlay	49,932	-	-	-	-	-
Other disbursements	46,797	-	-	4,546	65	-
Total disbursements	<u>5,644,710</u>	<u>257,760</u>	<u>-</u>	<u>4,546</u>	<u>93,307</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>335,161</u>	<u>(34,318)</u>	<u>1,133</u>	<u>5,344</u>	<u>22,888</u>	<u>-</u>
Cash and investments - ending	<u>\$ 987,634</u>	<u>\$ 133,053</u>	<u>\$ 5,465</u>	<u>\$ 19,285</u>	<u>\$ 63,472</u>	<u>\$ 3,300</u>

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

	Law Enforcement Continuing Ed	Clerk's Records Perpetuation	Riverboat	Emergency Telephone System	Drug Free Community	Emergency Planning/Right To Know
Cash and investments - beginning	\$ 28,281	\$ 11,629	\$ 278,012	\$ 34,627	\$ 75,429	\$ 11,176
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	72,048	-	-	15,842
Charges for services	-	-	-	113,683	-	-
Fines and forfeits	3,336	7,499	-	-	26,520	-
Other receipts	-	-	-	-	814	11,457
Total receipts	<u>3,336</u>	<u>7,499</u>	<u>72,048</u>	<u>113,683</u>	<u>27,334</u>	<u>27,299</u>
Disbursements:						
Personal services	-	-	-	88,892	-	-
Supplies	-	-	-	3,679	-	-
Other services and charges	-	-	73,832	22,297	33,454	13,132
Capital outlay	-	-	200,000	5,636	-	2,739
Other disbursements	3,939	-	-	-	-	8,495
Total disbursements	<u>3,939</u>	<u>-</u>	<u>273,832</u>	<u>120,504</u>	<u>33,454</u>	<u>24,366</u>
Excess (deficiency) of receipts over disbursements	<u>(603)</u>	<u>7,499</u>	<u>(201,784)</u>	<u>(6,821)</u>	<u>(6,120)</u>	<u>2,933</u>
Cash and investments - ending	<u>\$ 27,678</u>	<u>\$ 19,128</u>	<u>\$ 76,228</u>	<u>\$ 27,806</u>	<u>\$ 69,309</u>	<u>\$ 14,109</u>

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

	Highway	Parks And Recreation	Property Reassessment	Juvenile Probation Service	Adult Probation Services	Criminal Justice- Federal
Cash and investments - beginning	\$ 674,553	\$ 291,504	\$ 314,614	\$ 71,554	\$ 67,454	\$ 2,868
Receipts:						
Taxes	77,384	121,527	165,094	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	1,872,224	1,383	1,878	-	-	-
Charges for services	-	164,326	-	-	-	-
Fines and forfeits	-	-	-	8,571	95,807	-
Other receipts	297,832	1,700	309	796	633	-
Total receipts	<u>2,247,440</u>	<u>288,936</u>	<u>167,281</u>	<u>9,367</u>	<u>96,440</u>	<u>-</u>
Disbursements:						
Personal services	1,311,036	117,303	46,674	-	74,649	-
Supplies	612,278	7,018	291,963	3,919	-	-
Other services and charges	126,208	77,797	417	5,454	25,567	-
Capital outlay	-	3,148	-	5,726	-	-
Other disbursements	-	7,223	-	-	18,503	2,868
Total disbursements	<u>2,049,522</u>	<u>212,489</u>	<u>339,054</u>	<u>15,099</u>	<u>118,719</u>	<u>2,868</u>
Excess (deficiency) of receipts over disbursements	<u>197,918</u>	<u>76,447</u>	<u>(171,773)</u>	<u>(5,732)</u>	<u>(22,279)</u>	<u>(2,868)</u>
Cash and investments - ending	<u>\$ 872,471</u>	<u>\$ 367,951</u>	<u>\$ 142,841</u>	<u>\$ 65,822</u>	<u>\$ 45,175</u>	<u>\$ -</u>

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

	Recorder's Records Perpetuation	Covered Bridge	Health Maintenance	Pretrial Diversion	Court Appointed Special Advocate	Plat Book
Cash and investments - beginning	\$ 17,558	\$ 180,253	\$ 17,691	\$ 81,755	\$ 254	\$ 85,561
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	33,139	-	2,838	-
Charges for services	17,937	51,800	-	45,741	3,188	8,190
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	20	-	-	8,330	-
Total receipts	<u>17,937</u>	<u>51,820</u>	<u>33,139</u>	<u>45,741</u>	<u>14,356</u>	<u>8,190</u>
Disbursements:						
Personal services	1,052	-	14,637	26,813	13,508	-
Supplies	-	-	12	3,272	-	-
Other services and charges	-	26,457	14,197	7,127	786	2,000
Capital outlay	-	-	-	-	-	1,471
Other disbursements	6,077	-	-	-	-	-
Total disbursements	<u>7,129</u>	<u>26,457</u>	<u>28,846</u>	<u>37,212</u>	<u>14,294</u>	<u>3,471</u>
Excess (deficiency) of receipts over disbursements	<u>10,808</u>	<u>25,363</u>	<u>4,293</u>	<u>8,529</u>	<u>62</u>	<u>4,719</u>
Cash and investments - ending	<u>\$ 28,366</u>	<u>\$ 205,616</u>	<u>\$ 21,984</u>	<u>\$ 90,284</u>	<u>\$ 316</u>	<u>\$ 90,280</u>

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

	Misdemeanant	Supplemental Public Defender Svc	Surveyor's Corner Perpetuation	Jury Pay	Rainy Day	Sales Disclosure
Cash and investments - beginning	\$ 1,964	\$ 52,187	\$ 6,514	\$ 9,830	\$ 486,904	\$ 6,247
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	3,805	-	-	2,110
Fines and forfeits	-	8,425	-	-	-	-
Other receipts	11,127	-	-	2,120	467,558	-
Total receipts	11,127	8,425	3,805	2,120	467,558	2,110
Disbursements:						
Personal services	-	21,349	5,000	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	6,839	3,700	11	-	83,741	3,500
Capital outlay	-	-	-	4,558	7,594	-
Other disbursements	-	-	-	-	82,545	-
Total disbursements	6,839	25,049	5,011	4,558	173,880	3,500
Excess (deficiency) of receipts over disbursements	4,288	(16,624)	(1,206)	(2,438)	293,678	(1,390)
Cash and investments - ending	\$ 6,252	\$ 35,563	\$ 5,308	\$ 7,392	\$ 780,582	\$ 4,857

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

	Cedit Special Revenue	Sheriff's Commissary	Tobacco Settlement	Levy Excess Special Revenue	Coroners Education	Identification Security Protection
Cash and investments - beginning	\$ 190,895	\$ 25,654	\$ 22,352	\$ 78,561	\$ 77	\$ 894
Receipts:						
Taxes	603,375	-	-	10,266	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	87,252	-	-	1,774	5,509
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	15,823	-	-	-
Total receipts	<u>603,375</u>	<u>87,252</u>	<u>15,823</u>	<u>10,266</u>	<u>1,774</u>	<u>5,509</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	2,215	-	-	-
Other services and charges	-	-	2,500	-	-	-
Capital outlay	602,051	-	3,271	-	-	-
Other disbursements	-	87,019	-	-	1,819	-
Total disbursements	<u>602,051</u>	<u>87,019</u>	<u>7,986</u>	<u>-</u>	<u>1,819</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>1,324</u>	<u>233</u>	<u>7,837</u>	<u>10,266</u>	<u>(45)</u>	<u>5,509</u>
Cash and investments - ending	<u>\$ 192,219</u>	<u>\$ 25,887</u>	<u>\$ 30,189</u>	<u>\$ 88,827</u>	<u>\$ 32</u>	<u>\$ 6,403</u>

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

	Operation Pullover	Cedit Homestead Credit	Probation User Fee- Administrative	Redevelopment Commission	Sheriff Pension Holding	Alternative Dispute Resolution
Cash and investments - beginning	\$ 1,056	\$ 179,906	\$ 817	\$ 180,165	\$ 2,574	\$ -
Receipts:						
Taxes	-	603,374	-	120,593	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	4,162	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	17,994	-	19,934	645
Other receipts	-	-	-	53,419	-	-
Total receipts	<u>4,162</u>	<u>603,374</u>	<u>17,994</u>	<u>174,012</u>	<u>19,934</u>	<u>645</u>
Disbursements:						
Personal services	3,206	-	-	-	21,466	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	<u>1,978</u>	<u>603,839</u>	<u>-</u>	<u>46,570</u>	<u>-</u>	<u>-</u>
Total disbursements	<u>5,184</u>	<u>603,839</u>	<u>-</u>	<u>46,570</u>	<u>21,466</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(1,022)</u>	<u>(465)</u>	<u>17,994</u>	<u>127,442</u>	<u>(1,532)</u>	<u>645</u>
Cash and investments - ending	<u>\$ 34</u>	<u>\$ 179,441</u>	<u>\$ 18,811</u>	<u>\$ 307,607</u>	<u>\$ 1,042</u>	<u>\$ 645</u>

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

	Excess Surplus Tax Fund	Csepp Program	Law Enforcement Education	Public Safety	Sex Offender Registration Fees	Forfeitures & Seizures
Cash and investments - beginning	\$ 56,440	\$ 3,747	\$ 9,556	\$ 50,743	\$ 50	\$ 3,052
Receipts:						
Taxes	-	-	-	560,273	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	1,340	-
Other receipts	18,543	128	-	11,489	1,818	826
Total receipts	<u>18,543</u>	<u>128</u>	<u>-</u>	<u>571,762</u>	<u>3,158</u>	<u>826</u>
Disbursements:						
Personal services	-	-	-	169,901	-	-
Supplies	-	-	-	25,617	-	-
Other services and charges	-	-	-	157,972	-	-
Capital outlay	-	-	-	90,000	-	-
Other disbursements	9,442	-	-	53,442	124	-
Total disbursements	<u>9,442</u>	<u>-</u>	<u>-</u>	<u>496,932</u>	<u>124</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>9,101</u>	<u>128</u>	<u>-</u>	<u>74,830</u>	<u>3,034</u>	<u>826</u>
Cash and investments - ending	<u>\$ 65,541</u>	<u>\$ 3,875</u>	<u>\$ 9,556</u>	<u>\$ 125,573</u>	<u>\$ 3,084</u>	<u>\$ 3,878</u>

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

	Drug Court Testing & Training	Local Planning Council	Park And Recreation Concession	Lcc	Crime Victims Assistance	Drug Court Loan Fund
Cash and investments - beginning	\$ 3,624	\$ 2,792	\$ 103,235	\$ 1,265	\$ 475	\$ 361
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	34,652	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	1,407	-	14,464	-
Total receipts	-	-	36,059	-	14,464	-
Disbursements:						
Personal services	-	-	-	-	13,995	-
Supplies	-	-	20,999	-	-	-
Other services and charges	-	-	6,210	-	944	190
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	-	-	27,209	-	14,939	190
Excess (deficiency) of receipts over disbursements	-	-	8,850	-	(475)	(190)
Cash and investments - ending	\$ 3,624	\$ 2,792	\$ 112,085	\$ 1,265	\$ -	\$ 171

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

	Judges Juvenile Incentive	Park Non-Revert Capital	Tobacco Cessation	Wireless 911 Distributions	Non Revert Title Iii	Emergency Management Sub Grant
Cash and investments - beginning	\$ 1,000	\$ 29,288	\$ 1,947	\$ 150,009	\$ 397	\$ 245
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	83,975	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	500	-	11,296	-	-
Total receipts	-	500	-	95,271	-	-
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	809	-	-	52,025	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	-	8,495	-	-
Total disbursements	809	-	-	60,520	-	-
Excess (deficiency) of receipts over disbursements	(809)	500	-	34,751	-	-
Cash and investments - ending	\$ 191	\$ 29,788	\$ 1,947	\$ 184,760	\$ 397	\$ 245

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

	County Donation Fund	Betty Spencer Advocate Fund	Public Health Emergency Preparednes	Bridgeton Bridge Phase I	Anti-Meth Mini Grant	Juvenile Karate Llc Grant
Cash and investments - beginning	\$ 630	\$ 515	\$ 3,959	\$ -	\$ 152	\$ 1,595
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	9,114	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	-	2,600	-	-
Total receipts	-	-	9,114	2,600	-	-
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	2,761	-	-	-
Other services and charges	-	-	6,832	2,600	-	1,595
Capital outlay	-	-	3,315	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	-	-	12,908	2,600	-	1,595
Excess (deficiency) of receipts over disbursements	-	-	(3,794)	-	-	(1,595)
Cash and investments - ending	\$ 630	\$ 515	\$ 165	\$ -	\$ 152	\$ -

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

	Drug Court Donation Fund	Child Abuse Prevention	Jury Fee Fund	Federal Forfeitures	Drug Court Assessments	Drug Court 2007
Cash and investments - beginning	\$ 1,705	\$ 639	\$ 176	\$ 198	\$ 215	\$ 3,835
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	19,213
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	1,944	-	-	4,415
Other receipts	1,233	-	-	-	410	3,670
Total receipts	<u>1,233</u>	<u>-</u>	<u>1,944</u>	<u>-</u>	<u>410</u>	<u>27,298</u>
Disbursements:						
Personal services	-	-	-	-	-	25,251
Supplies	1,620	-	-	-	-	-
Other services and charges	-	-	-	-	260	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	2,120	-	-	548
Total disbursements	<u>1,620</u>	<u>-</u>	<u>2,120</u>	<u>-</u>	<u>260</u>	<u>25,799</u>
Excess (deficiency) of receipts over disbursements	<u>(387)</u>	<u>-</u>	<u>(176)</u>	<u>-</u>	<u>150</u>	<u>1,499</u>
Cash and investments - ending	<u>\$ 1,318</u>	<u>\$ 639</u>	<u>\$ -</u>	<u>\$ 198</u>	<u>\$ 365</u>	<u>\$ 5,334</u>

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

	Drug Court Incentive Lcc Mini Grant	Adult Probation Match For D.C.	Marine Patrol Grant	Drug Court Workshop	Phc Grant 08/31/07-10/31/07	Digital Camera Lcc Mini Grant
Cash and investments - beginning	\$ 515	\$ 760	\$ 8,088	\$ 1,227	\$ 33	\$ 1,410
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	26,187	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	19,833	-	-	-	-
Total receipts	-	19,833	26,187	-	-	-
Disbursements:						
Personal services	-	20,063	15,855	-	-	-
Supplies	-	-	8,245	-	-	-
Other services and charges	-	-	1,858	-	-	-
Capital outlay	-	-	5,971	-	-	400
Other disbursements	-	-	-	-	-	-
Total disbursements	-	20,063	31,929	-	-	400
Excess (deficiency) of receipts over disbursements	-	(230)	(5,742)	-	-	(400)
Cash and investments - ending	<u>\$ 515</u>	<u>\$ 530</u>	<u>\$ 2,346</u>	<u>\$ 1,227</u>	<u>\$ 33</u>	<u>\$ 1,010</u>

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

	2007 In Supreme Court Drug Court	Drug Court Tune Up	Rdp Grant Project	Leptt Gis Grant	H191 160-66 Grant	Park Playground Fund
Cash and investments - beginning	\$ 372	\$ 683	\$ -	\$ -	\$ 5,843	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	385	9,894	44,255	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	-	-	-	1,000
Total receipts	<u>-</u>	<u>-</u>	<u>385</u>	<u>9,894</u>	<u>44,255</u>	<u>1,000</u>
Disbursements:						
Personal services	-	-	385	-	-	-
Supplies	-	-	-	-	4,348	-
Other services and charges	372	-	-	9,894	30,020	-
Capital outlay	-	-	-	-	15,709	1,000
Other disbursements	-	-	-	-	-	-
Total disbursements	<u>372</u>	<u>-</u>	<u>385</u>	<u>9,894</u>	<u>50,077</u>	<u>1,000</u>
Excess (deficiency) of receipts over disbursements	<u>(372)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(5,822)</u>	<u>-</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 683</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 21</u>	<u>\$ -</u>

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

	Highway Disaster Recovery Grant	2009 Hava Polling Place Grant	Idhs Ambulance Dept Radio Grant	Prosecutor Arra Fund	Clerk Arra Fund	Reserve Deputies Fund
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	65,375	7,878	4,000	-	-	-
Charges for services	-	-	-	9,282	1,129	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	-	-	-	3,457
Total receipts	<u>65,375</u>	<u>7,878</u>	<u>4,000</u>	<u>9,282</u>	<u>1,129</u>	<u>3,457</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	7,878	2,800	-	-	-
Other disbursements	<u>65,375</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total disbursements	<u>65,375</u>	<u>7,878</u>	<u>2,800</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>-</u>	<u>1,200</u>	<u>9,282</u>	<u>1,129</u>	<u>3,457</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,200</u>	<u>\$ 9,282</u>	<u>\$ 1,129</u>	<u>\$ 3,457</u>

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

	Pc Sheriff Safety Equipment Fund	Rdp Grant Project 04/01/10-09/	Public Safety Clearing Fund	Family Court Grant Fund	Ema Salary Reimbursement Grant	Letpp Gis Grant Part 2
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:						
Taxes	-	-	249,353	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	654	-	7,500	10,841	14,385
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	1,269	-	-	-	-	-
Total receipts	<u>1,269</u>	<u>654</u>	<u>249,353</u>	<u>7,500</u>	<u>10,841</u>	<u>14,385</u>
Disbursements:						
Personal services	-	-	-	800	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	1,475	-	14,385
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	249,353	-	10,841	-
Total disbursements	<u>-</u>	<u>-</u>	<u>249,353</u>	<u>2,275</u>	<u>10,841</u>	<u>14,385</u>
Excess (deficiency) of receipts over disbursements	<u>1,269</u>	<u>654</u>	<u>-</u>	<u>5,225</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 1,269</u>	<u>\$ 654</u>	<u>\$ -</u>	<u>\$ 5,225</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Alco Sensor Lcc Mini Grant	Remc Disaster Recovery Grant	Casa Donation Fund	2010 Problem Solving Court Grant	Cumulative Capital Development	Cumulative Bridge
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ 413,997	\$ 880,250
Receipts:						
Taxes	-	-	-	-	152,866	251,463
Licenses and permits	-	-	-	-	-	-
Intergovernmental	3,548	-	-	5,000	1,739	2,860
Charges for services	-	-	-	-	-	73,867
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	41,310	949	-	1,725	8,728
Total receipts	<u>3,548</u>	<u>41,310</u>	<u>949</u>	<u>5,000</u>	<u>156,330</u>	<u>336,918</u>
Disbursements:						
Personal services	-	-	-	5,000	-	-
Supplies	-	-	237	-	-	142,969
Other services and charges	-	-	-	-	-	3,043
Capital outlay	-	-	-	-	187,463	231,897
Other disbursements	-	41,310	-	-	-	642
Total disbursements	<u>-</u>	<u>41,310</u>	<u>237</u>	<u>5,000</u>	<u>187,463</u>	<u>378,551</u>
Excess (deficiency) of receipts over disbursements	<u>3,548</u>	<u>-</u>	<u>712</u>	<u>-</u>	<u>(31,133)</u>	<u>(41,633)</u>
Cash and investments - ending	<u>\$ 3,548</u>	<u>\$ -</u>	<u>\$ 712</u>	<u>\$ -</u>	<u>\$ 382,864</u>	<u>\$ 838,617</u>

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

	Cumulative Building	Congressional School Principal	City And Town Court Costs	Congressional School Interest	Clerk's Trust	Surplus Tax Sale
Cash and investments - beginning	\$ 197,266	\$ 33,865	\$ 474	\$ 16,407	\$ 349,865	\$ 350,602
Receipts:						
Taxes	277,450	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	3,156	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	5,003	164	1,337,863	50,953
Total receipts	<u>280,606</u>	<u>-</u>	<u>5,003</u>	<u>164</u>	<u>1,337,863</u>	<u>50,953</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	329,305	-	-	-	-	-
Other disbursements	-	-	5,003	2,032	1,402,122	257,468
Total disbursements	<u>329,305</u>	<u>-</u>	<u>5,003</u>	<u>2,032</u>	<u>1,402,122</u>	<u>257,468</u>
Excess (deficiency) of receipts over disbursements	<u>(48,699)</u>	<u>-</u>	<u>-</u>	<u>(1,868)</u>	<u>(64,259)</u>	<u>(206,515)</u>
Cash and investments - ending	<u>\$ 148,567</u>	<u>\$ 33,865</u>	<u>\$ 474</u>	<u>\$ 14,539</u>	<u>\$ 285,606</u>	<u>\$ 144,087</u>

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

	Tax Sale Redemption	State Fines And Forfeitures	State Sales Disclosure Fee	Infraction Judgements	Inheritance Tax	Treasurer
Cash and investments - beginning	\$ 5,091	\$ 555	\$ 240	\$ 2,019	\$ 323,906	\$ 393,402
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	71,748	2,507	2,110	19,221	251,021	16,393,671
Total receipts	<u>71,748</u>	<u>2,507</u>	<u>2,110</u>	<u>19,221</u>	<u>251,021</u>	<u>16,393,671</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	71,595	2,912	2,085	20,347	544,051	16,423,505
Total disbursements	<u>71,595</u>	<u>2,912</u>	<u>2,085</u>	<u>20,347</u>	<u>544,051</u>	<u>16,423,505</u>
Excess (deficiency) of receipts over disbursements	<u>153</u>	<u>(405)</u>	<u>25</u>	<u>(1,126)</u>	<u>(293,030)</u>	<u>(29,834)</u>
Cash and investments - ending	<u>\$ 5,244</u>	<u>\$ 150</u>	<u>\$ 265</u>	<u>\$ 893</u>	<u>\$ 30,876</u>	<u>\$ 363,568</u>

PARKE 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	Special Death Benefit	Education Plate Fees Agency	Cagit Agency	Innkeepers Tax
Cash and investments - beginning	\$ 508,170	\$ 2,791	\$ 120	\$ -	\$ -	\$ 11,495
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	<u>2,980,579</u>	<u>136,709</u>	<u>991</u>	<u>1,031</u>	<u>2,393,785</u>	<u>130,819</u>
Total receipts	<u>2,980,579</u>	<u>136,709</u>	<u>991</u>	<u>1,031</u>	<u>2,393,785</u>	<u>130,819</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	<u>2,848,735</u>	<u>136,260</u>	<u>1,031</u>	<u>1,031</u>	<u>2,393,785</u>	<u>111,269</u>
Total disbursements	<u>2,848,735</u>	<u>136,260</u>	<u>1,031</u>	<u>1,031</u>	<u>2,393,785</u>	<u>111,269</u>
Excess (deficiency) of receipts over disbursements	<u>131,844</u>	<u>449</u>	<u>(40)</u>	<u>-</u>	<u>-</u>	<u>19,550</u>
Cash and investments - ending	<u>\$ 640,014</u>	<u>\$ 3,240</u>	<u>\$ 80</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 31,045</u>

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

	Financial Institution Tax	Wheel Tax	Sur Tax	Convention And Tourism Agency	Mortgage Fees-State Share	Interstate Compact
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ 18,754	\$ 135	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	57,576	72,414	201,062	127,856	1,481	38
Total receipts	<u>57,576</u>	<u>72,414</u>	<u>201,062</u>	<u>127,856</u>	<u>1,481</u>	<u>38</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	57,576	72,414	201,062	126,818	1,473	38
Total disbursements	<u>57,576</u>	<u>72,414</u>	<u>201,062</u>	<u>126,818</u>	<u>1,473</u>	<u>38</u>
Excess (deficiency) of receipts over disbursements	-	-	-	1,038	8	-
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,792</u>	<u>\$ 143</u>	<u>\$ -</u>

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

	Cvet Agency	Riverboat Wagering	Children W/Spec Health Needs Agency	Health Care For Indigent Agency	Homestead Credit Rebate	Hea 1001 State Homestead Credit
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ 7,997	\$ 1,744
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	57,798	35,846	186	538	-	95,385
Total receipts	<u>57,798</u>	<u>35,846</u>	<u>186</u>	<u>538</u>	<u>-</u>	<u>95,385</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	57,798	35,846	186	538	-	95,424
Total disbursements	<u>57,798</u>	<u>35,846</u>	<u>186</u>	<u>538</u>	<u>-</u>	<u>95,424</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(39)</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,997</u>	<u>\$ 1,705</u>

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

	Loit Prop Tax Oper <u>Levies Replace</u>	Loit <u>Stabilization</u>	Tax <u>Distribution</u>	Ptrc 2007/2008 Tax Bill Portion	State Fair Delinquent Tax & Penalty	State Forestry Delinquent Tax & Pen
Cash and investments - beginning	\$ -	\$ 689,763	\$ -	\$ 6,710	\$ -	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	<u>718,135</u>	<u>160,056</u>	<u>13,095,233</u>	<u>598,447</u>	<u>31</u>	<u>62</u>
Total receipts	<u>718,135</u>	<u>160,056</u>	<u>13,095,233</u>	<u>598,447</u>	<u>31</u>	<u>62</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	<u>718,135</u>	<u>-</u>	<u>13,095,233</u>	<u>600,277</u>	<u>31</u>	<u>62</u>
Total disbursements	<u>718,135</u>	<u>-</u>	<u>13,095,233</u>	<u>600,277</u>	<u>31</u>	<u>62</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>160,056</u>	<u>-</u>	<u>(1,830)</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 849,819</u>	<u>\$ -</u>	<u>\$ 4,880</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Family & Children Del Tax & Pen	Maw	Final Hea 1001 07/08 Ptrc & Hs	Sheriff's Pension Trust	Sheriffs Trust Fund	Totals
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ 964,053	\$ 5,814	\$ 10,009,632
Receipts:						
Taxes	-	-	-	-	-	7,954,769
Licenses and permits	-	-	-	-	-	18,470
Intergovernmental	-	-	-	-	-	2,535,789
Charges for services	-	-	-	-	-	1,722,796
Fines and forfeits	-	-	-	-	-	258,936
Other receipts	895	58	47,064	113,994	189,409	40,547,269
Total receipts	895	58	47,064	113,994	189,409	53,038,029
Disbursements:						
Personal services	-	-	-	-	-	6,334,881
Supplies	-	-	-	-	-	1,515,269
Other services and charges	-	-	-	-	-	1,996,320
Capital outlay	-	-	-	-	-	1,761,864
Other disbursements	895	58	47,064	54,068	192,851	40,945,053
Total disbursements	895	58	47,064	54,068	192,851	52,553,387
Excess (deficiency) of receipts over disbursements	-	-	-	59,926	(3,442)	484,642
Cash and investments - ending	\$ -	\$ -	\$ -	\$ 1,023,979	\$ 2,372	\$ 10,494,274

PARKE 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:		
Jail Lease	\$ 711,399	\$ 377,516
Little Raccoon Conservancy District	11,250	2,616
Guaranteed Energy Savings Contract	748,816	509,217
Boilers	<u>11,122</u>	<u>7,551</u>
Total governmental activities debt	<u>\$ 1,482,587</u>	<u>\$ 896,900</u>

PARKE COUNTY
OTHER REPORT(S)

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

County Auditor
Clerk of the Circuit Court
Prosecuting Attorney
County Health Department

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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

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 PARKE COUNTY, INDIANA

Compliance

We have audited the compliance of Parke 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. The results of our auditing procedures also disclosed other 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 items 2010-2 and 2010-3.

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

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)

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.

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.

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 the response.

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

April 21, 2011

PARKE 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>UNITED STATES DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>			
Pass-Through Indiana Office of Community and Rural Affairs CDBG - State-Administered Small Cities Program Cluster Community Development Block Grant	14.228	DR1A-09-078 DR1A-09-105	\$ 65,375 41,310
Total for program			<u>106,685</u>
<u>UNITED STATES DEPARTMENT OF JUSTICE</u>			
Pass-Through Indiana Criminal Justice Institute Edward Byrne Memorial Justice Assistance Grant Program	16.738	08-DJ-007 09-DJ-006	4,868 14,344
Total for program			<u>19,212</u>
<u>UNITED STATES DEPARTMENT OF TRANSPORTATION</u>			
Pass-Through Indiana Department of Transportation Highway Planning and Construction Cluster Highway Planning and Construction	20.205	DES# 0710939 DES# 0900839	38,533 16,911
Total for program			<u>55,444</u>
Pass-Through Indiana Criminal Justice Institute Highway Safety Cluster Alcohol Impaired Driving Countermeasures	20.601	RDPJ_10 OP-10-02-02-12	654 4,161
Total for program			<u>4,815</u>
Pass-Through Indiana Department of Homeland Security Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	C44P-0-147A	15,990
Total for federal grantor agency			<u>76,249</u>
<u>UNITED STATES ELECTION ASSISTANCE COMMISSION</u>			
Pass-Through Indiana Election Division Title III - Help America Vote Act	90.401	61-VTI-3	142,438
Total for program			<u>142,438</u>
<u>UNITED STATES DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana State Department of Health Public Health Emergency Preparedness	93.069	H1N1 160-66 H1N1 160-67 BPRS 160-2	10,517 39,561 9,115
Total for program			<u>59,193</u>
Pass-Through Indiana Department of Child Services Child Support Enforcement Prosecutor Clerk General	93.563		21,447 17,661 28,018
Total for program			<u>67,126</u>

The accompanying note(s) are an integral part of the Schedule of Expenditures of Federal Awards.

PARKE COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended December 31, 2010
(Continued)

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>UNITED STATES DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)</u>			
Pass-Through Indiana Department of Child Services			
ARRA - Child Support Enforcement	93.563		12,063
Prosecutor			1,129
Clerk			<u>1,129</u>
Total for program			<u>13,192</u>
Pass-Through Indiana Secretary of State			
Voting Access for Individuals With Disabilities - State Grants	93.617		
		61-HHS-2009	<u>7,878</u>
Total for federal grantor agency			<u>147,389</u>
<u>UNITED STATES DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Natural Resources			
Boating Safety Financial Assistance	97.012		
		E11-9-0002	<u>31,929</u>
Pass-Through Indiana Department of Homeland Security			
Disaster Grants Public Assistance	97.036		
		DR 1766	<u>6,198</u>
Pass-Through Indiana Department of Homeland Security			
Emergency Management Performance Grants	97.042		
		C44P-0-310A	<u>10,841</u>
Pass-Through Indiana Department of Homeland Security			
Law Enforcement Terrorism Prevention Grant	97.074		
		C44P-0-409A	14,385
		C44P-9-799A	<u>9,894</u>
Total for program			<u>24,279</u>
Total for federal grantor agency			<u>73,247</u>
Total federal awards expended			<u>\$ 565,220</u>

The accompanying note(s) are an integral part of the Schedule of Expenditures of Federal Awards.

PARKE 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 Parke 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
Community Development Block Grant	14.228	\$ 41,310

PARKE 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?	yes
Significant deficiencies identified?	yes
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?	yes

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
14.228	CDBG - State-Administered Small Cities Program Cluster
90.401	Title III – Help America Vote Act
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

FINDING 2010-1 - INTERNAL CONTROLS OVER FINANCIAL TRANSACTIONS AND REPORTING

We noted several deficiencies in the internal control system of the Clerk of the Circuit Court related to financial transactions and reporting:

1. Lack of Segregation of Duties: Control activities should be selected and developed at various levels of the County to reduce risks to achievement of financial reporting objectives. The Clerk of the Circuit Court has not separated incompatible activities related to receipts, disbursements, and cash and investment balances. The failure to establish these controls could enable material misstatements or irregularities to go undetected.

PARKE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

2. Controls over Receipting, Disbursing, Recording and Accounting: reconcilements of subsidiary ledgers to the control ledger were not completed and controls were not adequate to ensure that all cases were entered into the computer system or that all manual receipts were entered into the computer system.

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.

Controls over the receipting, disbursing, recording and accounting for the financial activities are necessary to avoid substantial risk of invalid transactions, inaccurate records and financial statements and incorrect decision making. (Accounting and Uniform Compliance Guidelines Manual for Clerks of the Circuit Court of Indiana, Chapter 13)

Section III – Federal Award Findings and Questioned Costs

FINDING 2010-2 - REPORTING

Federal Agency: United States Department of Health and Human Services
Federal Program: Child Support Enforcement
CFDA Number: 93.563
Pass-Through Entity: Indiana Department of Child Services
Award Number and Year: FY10

State Form 24220 (R5/12-99)/FM 0920, Monthly Reimbursement Claim for Title IV-D Expenditures, states in part: "Instructions: Submit completed form with State Form 24221/FM 0919 Incentive Fund Only to DCS at the address listed above by the 10th of the month."

As part of the grant agreement between the County and the Indiana Department of Child Services (DSC), the County is required to submit monthly reimbursement claims to DSC, however, the County did not file these reports timely. The Board of County Commissioners have not established controls or procedures for preparing or filing the required reports.

The County is not in compliance with reporting requirements for this program. Failure to comply with these requirements could cause the County to be ineligible to receive future federal awards.

We recommended that officials prepare all required reports on a timely basis, and that they contact the Indiana Department of Child Services to verify that all previously required reports are on file.

FINDING 2010-3 - EQUIPMENT AND REAL PROPERTY MANAGEMENT

Federal Agency: United States Election Assistance Commission
Federal Program: Title III, Help America Vote Act
CFDA Number: 90.401
Federal Award Number and Year (or Other Identifying Number): 61-VTI-3
Pass-Through Entity: Indiana Election Division

PARKE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Voting machines and equipment costing \$144,175.84 were purchased but were not entered on the capital asset ledger. Obsolete voting machines and equipment costing \$186,000 were discarded but had not been entered into the capital asset ledger as additions or deletions. There was no record of a physical inventory being taken in the past two years.

Pursuant to 24 CFR 84.34 (f)(1) through (3):

(f) The recipient's property management standards for equipment acquired with federal funds and federally-owned equipment shall include all of the following.

- (1) Equipment records shall be maintained accurately and shall include the following information.
 - (i) A description of the equipment.
 - (ii) Manufacturer's serial number, model number, Federal stock number, national stock number, or other identification number.
 - (iii) Source of the equipment, including the award number.
 - (iv) Whether title vests in the recipient or the Federal Government.
 - (v) Acquisition date (or date received, if the equipment was furnished by the Federal Government) and cost.
 - (vi) Information from which one can calculate the percentage of Federal participation in the cost of the equipment (not applicable to equipment furnished by the Federal Government).
 - (vii) Location and condition of the equipment and the date the information was reported.
 - (viii) Unit acquisition cost.
 - (ix) Ultimate disposition data, including date of disposal and sales price or the method used to determine current fair market value where a recipient compensates EPA for its share.
- (2) Equipment owned by the federal Government shall be identified to indicate federal ownership.
- (3) A physical inventory of equipment shall be taken and the results reconciled with the equipment records at least once every two years. Any differences between quantities determined by the physical inspection and those shown in the accounting records shall be investigated to determine the causes of the difference. The recipient shall, in connection with the inventory, verify the existence, current utilization, and continued need for the equipment.

We recommended the County design and properly monitor procedures that would ensure accurate detailed capital asset records are maintained and that inventories of property and equipment and construction-in-progress are conducted at least once every two years and reconciled to the detailed capital asset ledger. Any significant differences should be investigated and the appropriate adjustments made to the records. Also any assets acquired with federal funds must be designated as such so that they are not disposed of improperly.

PARKE COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

Pam Adams
Parke County Auditor
116 West High Street, Room 104
Rockville, IN 47872
765-569-3422 or FAX 765-569-4037
auditor@parkecounty-in.gov



Corrective Action Plan

Contact Person: Pam Adams, Parke County Auditor
Contact Information: 116 West High Street, Room 104
Rockville, IN 47872
765-569-3422

FEDERAL FINDING 2010-1, INTERNAL CONTROLS OVER FINANCIAL TRANSACTIONS AND REPORTING

This portion of the corrective action plan is being addressed by the Parke County Clerk and has been submitted on her letterhead.

FEDERAL FINDING 2010-2, REPORTING

Federal Agency: United States Department of Health and Human Services
Federal Program: Child Support Enforcement
CFDA Number: 93.563
Pass-Through Entity: Indiana Family and Social Services Administration
Award Number and Year: FY10

This portion of the corrective action plan is being addressed by the Parke County Clerk and has been submitted on her letterhead.

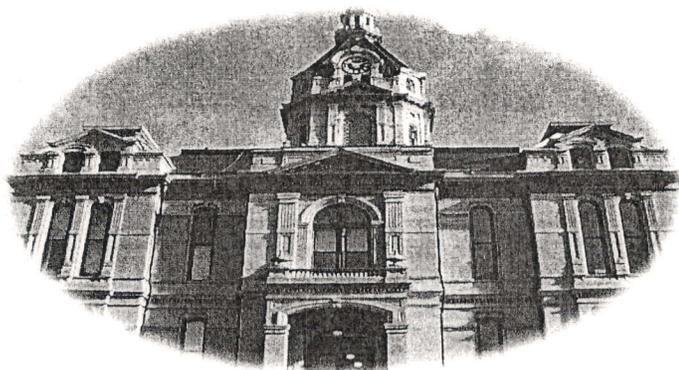
FEDERAL FINDING 2010-3, EQUIPMENT AND REAL PROPERTY MANAGEMENT

Federal Agency: United States Election Assistance Commission
Federal Program: Title III, Help America Vote Act
CFDA Number: 90.401
Federal Award Number and Year (or Other Identifying Number): 61-VTI-3
Pass-through Entity: Indiana Election Division

As the newly elected Parke County Auditor:

I have verified the equipment purchased under the Title III, Help America Vote Act has been added to the Parke County fixed asset ledger. The correction was made by 1st Deputy Clerk Tami Peters, who was the 1st Deputy Auditor from April 18, 2005 until December 31st, 2010. I have assigned the responsibility of maintaining the fixed asset ledger to the 1st Deputy Auditor and have discussed the requirements for entering information into the ledger with her. As County Auditor I will review the fixed assets ledger on regular intervals to ensure it is kept updated.

Signature: 
Date: 04-19-2011



Clerk of the Parke Co. Circuit Court

Diana Hazlett

116 West High Street, Room 204

Rockville, Indiana 47872

Office phone - 765-569-5132

Office fax - 765-569-4222

Corrective Action Plan

Contact Person: Diana Hazlett

Parke County Clerk

FEDERAL FINDING 2010-01, INTERNAL CONTROLS OVER FINANCIAL TRANSACTIONS AND REPORTING

As the Newly Elected Clerk

Segregation of Duties began January 1, 2011

I have established individual cash drawers for each of my employees.

Each employee balances out their cash drawer at the end of the day and then turns the amount collected into the clerk. They also provide me a computerized report listing the amount of cash, checks and money orders collected each day. I (clerk) then balance the daily till and deposit the money on the next business day.

Each one of my employees has their own login and password for daily use – my staff consists of child support deputy, civil deputy, infractions deputy, criminal deputy and election deputy. There is no sharing of cash drawers among these girls, and each girl is responsible for their own.

Deposits of public funds should be deposited in the same form in which they were received.

I believe I have internal controls in effect which provides reasonable assurance regarding the financial information and records, effectiveness and efficiency of operations, proper execution of management's objectives, and compliance with laws and regulations. Segregation of duties and the safeguarding controls over cash and all others assets are in place for proper internal control in the Parke County Clerk's Office.

Controls over Receipting, Disbursing, Recording and Accounting: 2011

Each month the manual and computerized records, control ledger and reconciled bank statements are balanced.

Reconcilements are made between the subsidiary ledgers and the control account for the Trust Book each month. I am reconciling the bank statement, the ledger, and detail monthly. I have set the trust book up on an excel spreadsheet (posting to the spreadsheet as well as the ledger) and I match it back to the ledger monthly and then balance both back to the bank statements. My spreadsheet consists of bank balances, cash book balances, and a detailed ledger.

Manual receipts are written when the computer system is down, check the receipt book daily on the front counter for any manual receipts written and at the end of each month I go into the computer system and account for the manual receipts. I reprint a copy of the receipt and then I write that receipt number into the manual receipt book on the front counter and file a copy of the computerized receipt away for audit.

Older infraction tickets are in the process of being reviewed for payment, or lack of. If an infraction has not been paid at this time, my deputy is notifying the BMV through the Odyssey system that the ticket is FTP (failure to pay) and the BMV then sends notification to the defendant informing them their license will be suspended in approximately two weeks if the ticket is not paid to Parke County. Anyone that has made a partial payment on a ticket is sent a letter from our office requesting the balance in full in thirty days. The Clerk's office is no longer accepting partial payments on infractions as of February 23, 2011. Once someone pays a ticket that has been FTP to the BMV, an entry is made in Odyssey that will send notification to the BMV that it has been paid and they will remove the suspension. Tickets prior to June 2009 that are not in the Odyssey system are being addressed on a one by one basis at this time. If someone comes in to pay one, it is entered into Odyssey at that time.

FEDERAL FINDING 2010-2, REPORTING

Federal Agency: United States Department of Health and Human Services

Federal Program: Child Support Enforcement

CFDA Number: 93.563

Pass-Through Entity: Indiana Family and Social Services Administration

Award Number and Year: FY10

As the newly elected Clerk moving forward with the Title IV-D Child Support Enforcement Program on the direct billings services for Parke County I will strive to insure timely billings.



Diana Hazlett

Parke County Clerk

pcclerk@parkecounty-in.gov

PARKE COUNTY
EXIT CONFERENCE

The contents of this report were discussed on April 21, 2011, with Pam Adams, Auditor; Diana Hazlett, former Auditor; and George Nicholas, President of the Board of County Commissioners. The officials concurred with our audit findings.