

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

ANNUAL FINANCIAL REPORT

2010

BOONE COUNTY, INDIANA



FILED

08/17/2011

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	2
Independent Auditor's Report on Financial Statement and Supplementary Schedule of Expenditures of Federal Awards	3-4
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statement Performed in Accordance With Government Auditing Standards	5-6
Financial Statement(s): Statement(s) of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis	8-10
Notes to Financial Statement(s).....	11-15
Supplementary Information: Combining Schedule(s) of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis	18-40
Schedule of Long-Term Debt	41
Other Report(s)	42
Supplemental Audit of Federal Awards: 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.....	44-45
Schedule of Expenditures of Federal Awards	46-47
Note(s) to Schedule of Expenditures of Federal Awards	48
Schedule of Findings and Questioned Costs	49-51
Auditee Prepared Schedule(s): Summary Schedule of Prior Audit Findings	52
Corrective Action Plan.....	53
Exit Conference.....	54

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Melody Price	01-01-09 to 12-31-12
Treasurer	Deanna Willhoite	01-01-09 to 12-31-12
Clerk	Penny Bogan	01-01-09 to 12-31-12
Sheriff	Ken Campbell	01-01-07 to 12-31-14
Recorder	Mary Alice Baldwin	01-01-09 to 12-31-12
President of the Board of County Commissioners	Charles Eaton Jeff Wolfe	01-01-10 to 12-31-10 01-01-11 to 12-31-11
President of the County Council	Steve Jacob	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 STATEMENT
AND SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

TO: THE OFFICIALS OF BOONE COUNTY, INDIANA

We have audited the accompanying financial statement of Boone 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 an opinion on the 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 statement is 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 statement. 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 statement 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 June 30, 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 STATEMENT
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 statement 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, the County Council and 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

June 30, 2011



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

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

TO: THE OFFICIALS OF BOONE COUNTY, INDIANA

We have audited the financial statement of Boone County (County), for the year ended December 31, 2010, and have issued our report thereon dated June 30, 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(s) on the financial statement, 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 misstatement 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 statement 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.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statement is 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.

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

June 30, 2011

FINANCIAL STATEMENT(S)

BOONE 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 Fund	\$ 2,006,001	\$ 18,953,442	\$ 15,766,926	\$ 5,192,517
Local Road & Street	75,444	580,065	447,489	208,020
Accident Report	8,900	5,098	2,836	11,162
Sheriff Firearms	34,315	13,249	16,689	30,875
County Health	570,512	537,418	734,348	373,582
Bo Co Courts Intervention Svcs	66,056	100,849	95,216	71,689
Bd Health-Gift Fund	7,340	92	2,960	4,472
Economic Development Fees	5,925	10,425	10,875	5,475
Local Planning Council	1,474	-	-	1,474
School Transportation	-	202,578	202,578	-
Clerks Record Perpetuation	36,413	17,387	7,341	46,459
Prosecutor Deferral User Fund	114,236	252,934	221,135	146,035
Enhanced E911	449,839	530,289	240,701	739,427
Co Drug Free Community Fund	83,618	41,810	37,958	87,470
Drain Maintenance	3,026,180	698,285	338,647	3,385,818
Emergency Plang & Rt-To-Know	14,634	4,298	3,897	15,035
Convention Rec Vis. Promo Fund	211,535	147,769	275,000	84,304
Highway Dept.	918,577	2,316,069	2,527,811	706,835
2006 Reassessment	599,687	323,637	437,540	485,784
Juvenile Probation User Fees	77,169	9,004	-	86,173
Adult Probation User Fee	142,705	14,069	142,705	14,069
Prob li Administration Fee	202,393	150,765	327,457	25,701
Recorders Records Perpetuation	426,366	107,579	89,756	444,189
County User Fee Fund	446	7,295	7,070	671
Illegal Weed Control Fund	21,801	1,450	-	23,251
County Family & Children	-	75	-	75
Local Health Maintenance	30,764	33,139	33,079	30,824
County Welfare Hci	16	-	-	16
Boone Co Comm Corr Ctp Fund	2,099	10,600	5,462	7,237
Pros Pre-Trial Diversion	88,030	27,503	33,174	82,359
Guardian Ad Litem User Fee	23,417	33,770	32,868	24,319
Misdemeanor Fund	91,479	28,620	24,441	95,658
Title 4D - Clerk	1,498	-	-	1,498
Township Poor	211,641	-	211,641	-
Dog Leash Fund	200	200	-	400
Co Survyr Corner Perpetuation	5,197	10,110	4,627	10,680
Co Sheriff Training	21,582	4,294	7,069	18,807
Jury Fees	127,323	17,397	20,630	124,090
Stop Domestic/Prosecutor	20,438	20,992	-	41,430
Firearms Grant	3,140	-	-	3,140
High Risk Multiple Grant	2,080	-	-	2,080
Senior Services Transit System	45,868	401,901	401,901	45,868
Rainy Day	6,420,044	3,058,673	37,435	9,441,282
Sales Disclosure Assessor	16,102	6,850	8,859	14,093
Re-Assessment (2005)	720,658	8,525	-	729,183
Litter Enforcement	50	275	-	325
Drug Awareness Fund	13,366	13,549	14,607	12,308
Comm Correc Project Income	134,875	257,593	169,816	222,652
Sheriff's Commissary	57,233	142,662	149,189	50,706
Co Corrections Fund	65,207	56,879	15,668	106,418
Community Correct Grant Fund	90,303	348,351	317,668	120,986
Juvenile Task Force	5,000	-	-	5,000
Ind Criminal Justice Grants	14,542	-	-	14,542
Jail Bldg Lease Fund	17,893	-	-	17,893
Tobacco Grant	38,196	49,242	31,214	56,224
H1N1 Influenza	16,853	80,223	107,886	(10,810)
Public Health Coordinator	2,114	-	-	2,114
Asset Seizure & Forfeiture	2,830	-	-	2,830
Id Security Protection	80,587	25,610	1,275	104,922
Owi Enforcement/Seat Belt	2,553	25,250	16,955	10,848
Child Restraint Violation	375	625	875	125
Food & Beverage Tax	199,433	349,846	25,000	524,279

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

BOONE 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
Wireless 911	1,019,036	183,938	792,305	410,669
Alternate Dispute Fees	16,447	6,877	4,995	18,329
Pros Iv-D #2	44,310	21,917	56,694	9,533
Clerk Iv-D #2	68,126	14,569	29,482	53,213
Economic Development Fund	5,571,381	109,397	1,589,239	4,091,539
Sheriff Dept - Gift Fund	3,289	-	-	3,289
Circuit Court Administration	68,042	3,516	71,558	-
Community Preparedness Grant	9,269	-	397	8,872
Investigation-Sheriff	29,249	9,025	3,951	34,323
Sex Offender Fee	2,269	2,663	2,000	2,932
Aggressive Driving	(520)	27,907	25,064	2,323
Bullet Proof Vest Grant	6,514	2,663	5,327	3,850
Law Enforcement-Drug Monies	7,993	2,500	-	10,493
Sheriff Seizure Fund	18,252	-	5,847	12,405
Sex Offender State 10%	(2,853)	3,170	304	13
Outpatient & Alcohol Prev Prog	5,044	-	-	5,044
Hava (1071) Election Reimburse	-	408,525	209,227	199,298
Adult Probation-Sup li	309,238	365,726	251,041	423,923
Pilot Payment Fund	4,882	145,453	143	150,192
Prosecutor Special Fee Fund	4,878	7,038	9,559	2,357
New Voting Machines	11	-	-	11
Ret/Sev Bond Debt	-	19,838	19,838	-
Redevelopment Bond	1,116,823	885,361	636,186	1,365,998
Emergency Fire Loan	(80,234)	80,234	-	-
Corporation	3	-	-	3
Anson Bond	1,867,595	6,515,890	6,811,724	1,571,761
School Debt Service	-	719,683	719,683	-
Co Cum Cap Development	2,246,679	791,133	629,887	2,407,925
I-65 West/East Redevelopment	448,419	-	36,551	411,868
Cumulative Bridge	6,155,599	1,205,967	2,494,856	4,866,710
School Cum Cap Bldg Project	-	266,236	266,236	-
Gen Drain Improvement	385,425	-	1,232	384,193
Anson Construction	710,945	8,299	443,252	275,992
Police Pension Fund	1,127	-	-	1,127
Sheriff's Pension	4,218,921	946,520	247,045	4,918,396
Principal-Congressional	26,482	-	26,482	-
City & Town Court Cost Fund	155,984	14,168	-	170,152
Coroners Continuing Education	793	4,755	5,077	471
Interest - Congressional	19,716	12	19,728	-
Clerk's Trust	995,575	6,982,806	6,877,259	1,101,122
Tax Sale Surplus	1,636,638	949,967	2,014,210	572,395
Tax Sale Redemption	16,896	362,513	379,051	358
Excess Levy	93,536	16,596	43,731	66,401
Surplus Dog	6,938	-	6,938	-
Fines & Forfeitures	34,651	128,880	141,641	21,890
Sales Disclosure Fund	795	6,827	6,822	800
Sewer Lien	74,011	49,738	43,334	80,415
Overweight Vehicle Fines	-	186	-	186
Sheriff's Cashbook	19,113	3,634,114	3,653,227	-
Infraction Judgements	28,613	284,369	256,449	56,533
Victims Assist Coord Fund	32,246	22,125	-	54,371
Surplus Replacement & Homestd	733	-	-	733
Treasurer	1,478,135	83,154,084	83,131,191	1,501,028
Payroll	106,513	5,008,931	6,539,602	(1,424,158)
Sheriff's Inmate Trust	59,262	305,739	289,643	75,358
Withholding Insurance	5,885	-	-	5,885
Sheriff's Pension Fund	109,832	35,053	-	144,885
Indiana Judge Retirement	2	-	-	2
Bail Bond Fees-Sp Death	32,934	6,686	38,634	986
Education Plate Fund	38	4,163	4,163	38
Financial Inst. Franchise Tax	52,861	107,373	160,234	-

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

BOONE 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
Coit Distribution	-	21,648,023	21,648,023	-
Eft Corrections	1,085	17,360	18,445	-
Recorder Mortgage Fees	906	10,779	10,470	1,215
Childhood Auto Safety	12	2,799	2,213	598
Interstate Compact Fee	75	1,125	1,050	150
Cvet	126,494	311,168	437,662	-
Riverboat Wagering Dist	-	301,262	301,262	-
Homestead Rebate	67,324	-	41,573	25,751
Hb 1001 Hsc Dist 2008	2,617	1,208,254	1,209,310	1,561
Excess Tax Collected	921,244	252,831	225,651	948,424
Medical Reserve Corp	14,198	4,999	10,297	8,900
Citis Readiness Initiative	30,347	21,292	19,296	32,343
Township Fire Fighting	(131,407)	131,407	-	-
Bus Replacement	-	64,675	64,675	-
Final Hea1001-2007 2008 Ptrc	-	217,219	217,219	-
Settlement Fund	-	78,742,168	78,742,168	-
Supplemental Public Defender Fund	-	18,820	-	18,820
Emergency Response Deliverable	(65)	9,927	9,277	585
Additional Support For Mrc	-	4,870	4,870	-
Boone County Healthy Coalition	-	40,462	22,472	17,990
2010 Immunization Grant	-	-	6,022	(6,022)
Clerk Arra Fund	-	10,103	-	10,103
Prob I Administration Fee	30,211	1,720	31,931	-
Seat Belt Enforcement	(416)	17,625	18,299	(1,090)
Ccd Investment Fund	600,548	7,104	-	607,652
Tourism Investment	293,538	3,487	275,000	22,025
Inheritance Tax	641,189	1,831,488	1,713,895	758,782
Totals	<u>\$ 49,516,793</u>	<u>\$ 248,752,707</u>	<u>\$ 247,640,393</u>	<u>\$ 50,629,107</u>

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

BOONE 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.

BOONE 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.

BOONE 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.

BOONE 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:

BOONE 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.

(This page intentionally left blank.)

SUPPLEMENTARY INFORMATION – UNAUDITED

For additional financial information, the Boone County's Annual Report(s) can be found on the Indiana Transparency Portal website: www.in.gov/itp/annual_reports/.

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

	General Fund	Local Road & Street	Accident Report	Sheriff Firearms	County Health	Bo Co Courts Intervention Svcs	Bd Health-Gift Fund
Cash and investments - beginning	\$ 2,006,001	\$ 75,444	\$ 8,900	\$ 34,315	\$ 570,512	\$ 66,056	\$ 7,340
Receipts:							
Taxes	13,510,221	-	-	-	387,951	-	-
Licenses and permits	259,339	-	-	13,249	133,915	-	-
Intergovernmental	869,390	578,065	-	-	15,552	-	-
Charges for services	888,726	-	5,098	-	-	-	-
Fines and forfeits	396,303	-	-	-	-	93,199	-
Other receipts	3,029,463	2,000	-	-	-	7,650	92
Total receipts	<u>18,953,442</u>	<u>580,065</u>	<u>5,098</u>	<u>13,249</u>	<u>537,418</u>	<u>100,849</u>	<u>92</u>
Disbursements:							
Personal services	9,230,508	-	-	-	624,863	10,170	-
Supplies	410,524	-	-	-	53,774	17,006	-
Other services and charges	4,154,529	447,489	-	-	35,019	68,040	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	472,792	-	-	-	20,667	-	-
Other disbursements	1,498,573	-	2,836	16,689	25	-	2,960
Total disbursements	<u>15,766,926</u>	<u>447,489</u>	<u>2,836</u>	<u>16,689</u>	<u>734,348</u>	<u>95,216</u>	<u>2,960</u>
Excess (deficiency) of receipts over disbursements	<u>3,186,516</u>	<u>132,576</u>	<u>2,262</u>	<u>(3,440)</u>	<u>(196,930)</u>	<u>5,633</u>	<u>(2,868)</u>
Cash and investments - ending	<u>\$ 5,192,517</u>	<u>\$ 208,020</u>	<u>\$ 11,162</u>	<u>\$ 30,875</u>	<u>\$ 373,582</u>	<u>\$ 71,689</u>	<u>\$ 4,472</u>

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

	Economic Development Fees	Local Planning Council	School Transportation	Clerks Record Perpetuation	Prosecutor Deferral User Fund	Enhanced E911	Co Drug Free Community Fund
Cash and investments - beginning	\$ 5,925	\$ 1,474	\$ -	\$ 36,413	\$ 114,236	\$ 449,839	\$ 83,618
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	247,149	530,289	-
Fines and forfeits	-	-	-	17,387	-	-	41,810
Other receipts	10,425	-	202,578	-	5,785	-	-
Total receipts	10,425	-	202,578	17,387	252,934	530,289	41,810
Disbursements:							
Personal services	-	-	-	-	-	186,979	150
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	49,615	37,808
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	4,107	-
Other disbursements	10,875	-	202,578	7,341	221,135	-	-
Total disbursements	10,875	-	202,578	7,341	221,135	240,701	37,958
Excess (deficiency) of receipts over disbursements	(450)	-	-	10,046	31,799	289,588	3,852
Cash and investments - ending	\$ 5,475	\$ 1,474	\$ -	\$ 46,459	\$ 146,035	\$ 739,427	\$ 87,470

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

	Drain Maintenance	Emergency Plang & Rt-To-Know	Convention Rec Vis. Promo Fund	Highway Dept.	2006 Reassessment	Juvenile Probation User Fees	Adult Probation User Fee
Cash and investments - beginning	\$ 3,026,180	\$ 14,634	\$ 211,535	\$ 918,577	\$ 599,687	\$ 77,169	\$ 142,705
Receipts:							
Taxes	-	-	147,769	-	304,050	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	4,298	-	2,296,572	19,587	-	-
Charges for services	693,246	-	-	-	-	-	14,069
Fines and forfeits	-	-	-	-	-	9,004	-
Other receipts	5,039	-	-	19,497	-	-	-
Total receipts	<u>698,285</u>	<u>4,298</u>	<u>147,769</u>	<u>2,316,069</u>	<u>323,637</u>	<u>9,004</u>	<u>14,069</u>
Disbursements:							
Personal services	-	-	-	1,631,506	32,980	-	-
Supplies	-	-	-	599,066	5,619	-	-
Other services and charges	338,647	1,957	-	297,239	398,106	-	142,705
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	1,940	275,000	-	835	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>338,647</u>	<u>3,897</u>	<u>275,000</u>	<u>2,527,811</u>	<u>437,540</u>	<u>-</u>	<u>142,705</u>
Excess (deficiency) of receipts over disbursements	<u>359,638</u>	<u>401</u>	<u>(127,231)</u>	<u>(211,742)</u>	<u>(113,903)</u>	<u>9,004</u>	<u>(128,636)</u>
Cash and investments - ending	<u>\$ 3,385,818</u>	<u>\$ 15,035</u>	<u>\$ 84,304</u>	<u>\$ 706,835</u>	<u>\$ 485,784</u>	<u>\$ 86,173</u>	<u>\$ 14,069</u>

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

	Prob li Administration Fee	Recorders Records Perpetuation	County User Fee Fund	Illegal Weed Control Fund	County Family & Children	Local Health Maintenance	County Welfare Hci
Cash and investments - beginning	\$ 202,393	\$ 426,366	\$ 446	\$ 21,801	\$ -	\$ 30,764	\$ 16
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	33,139	-
Charges for services	150,765	105,943	7,295	1,450	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	1,636	-	-	75	-	-
Total receipts	150,765	107,579	7,295	1,450	75	33,139	-
Disbursements:							
Personal services	-	-	-	-	-	31,158	-
Supplies	-	-	-	-	-	1,921	-
Other services and charges	327,457	-	7,070	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	89,756	-	-	-	-	-
Total disbursements	327,457	89,756	7,070	-	-	33,079	-
Excess (deficiency) of receipts over disbursements	(176,692)	17,823	225	1,450	75	60	-
Cash and investments - ending	\$ 25,701	\$ 444,189	\$ 671	\$ 23,251	\$ 75	\$ 30,824	\$ 16

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

	Boone Co Comm Corr Ctp Fund	Pros Pre-Trial Diversion	Guardian Ad Litem User Fee	Misdemeanor Fund	Title 4D - Clerk	Township Poor	Dog Leash Fund
Cash and investments - beginning	\$ 2,099	\$ 88,030	\$ 23,417	\$ 91,479	\$ 1,498	\$ 211,641	\$ 200
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	10,600	-	33,220	28,620	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	27,503	550	-	-	-	200
Total receipts	<u>10,600</u>	<u>27,503</u>	<u>33,770</u>	<u>28,620</u>	<u>-</u>	<u>-</u>	<u>200</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	5,462	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	33,174	32,868	24,441	-	211,641	-
Total disbursements	<u>5,462</u>	<u>33,174</u>	<u>32,868</u>	<u>24,441</u>	<u>-</u>	<u>211,641</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>5,138</u>	<u>(5,671)</u>	<u>902</u>	<u>4,179</u>	<u>-</u>	<u>(211,641)</u>	<u>200</u>
Cash and investments - ending	<u>\$ 7,237</u>	<u>\$ 82,359</u>	<u>\$ 24,319</u>	<u>\$ 95,658</u>	<u>\$ 1,498</u>	<u>\$ -</u>	<u>\$ 400</u>

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

	Co Survyr Corner Perpetuation	Co Sheriff Training	Jury Fees	Stop Domestic/Prosecutor	Firearms Grant	High Risk Multiple Grant	Senior Services Transit System
Cash and investments - beginning	\$ 5,197	\$ 21,582	\$ 127,323	\$ 20,438	\$ 3,140	\$ 2,080	\$ 45,868
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	20,992	-	-	401,901
Charges for services	10,110	4,294	-	-	-	-	-
Fines and forfeits	-	-	17,397	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	<u>10,110</u>	<u>4,294</u>	<u>17,397</u>	<u>20,992</u>	<u>-</u>	<u>-</u>	<u>401,901</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	401,901
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	4,627	7,069	20,630	-	-	-	-
Total disbursements	<u>4,627</u>	<u>7,069</u>	<u>20,630</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>401,901</u>
Excess (deficiency) of receipts over disbursements	<u>5,483</u>	<u>(2,775)</u>	<u>(3,233)</u>	<u>20,992</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 10,680</u>	<u>\$ 18,807</u>	<u>\$ 124,090</u>	<u>\$ 41,430</u>	<u>\$ 3,140</u>	<u>\$ 2,080</u>	<u>\$ 45,868</u>

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

	Rainy Day	Sales Disclosure Assessor	Re-Assessment (2005)	Litter Enforcement	Drug Awareness Fund	Comm Correc Project Income	Sheriff's Commissary
Cash and investments - beginning	\$ 6,420,044	\$ 16,102	\$ 720,658	\$ 50	\$ 13,366	\$ 134,875	\$ 57,233
Receipts:							
Taxes	958,674	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	6,850	-	-	13,549	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	2,099,999	-	8,525	275	-	257,593	142,662
Total receipts	3,058,673	6,850	8,525	275	13,549	257,593	142,662
Disbursements:							
Personal services	37,435	7,990	-	-	-	33,081	-
Supplies	-	265	-	-	-	1,128	-
Other services and charges	-	-	-	-	14,607	133,009	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	604	-	-	-	2,598	-
Other disbursements	-	-	-	-	-	-	149,189
Total disbursements	37,435	8,859	-	-	14,607	169,816	149,189
Excess (deficiency) of receipts over disbursements	3,021,238	(2,009)	8,525	275	(1,058)	87,777	(6,527)
Cash and investments - ending	\$ 9,441,282	\$ 14,093	\$ 729,183	\$ 325	\$ 12,308	\$ 222,652	\$ 50,706

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

	Co Corrections Fund	Community Correct Grant Fund	Juvenile Task Force	Ind Criminal Justice Grants	Jail Bldg Lease Fund	Tobacco Grant	H1N1 Influenza
Cash and investments - beginning	\$ 65,207	\$ 90,303	\$ 5,000	\$ 14,542	\$ 17,893	\$ 38,196	\$ 16,853
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	348,351	-	-	-	45,500	80,223
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	56,879	-	-	-	-	3,742	-
Total receipts	<u>56,879</u>	<u>348,351</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>49,242</u>	<u>80,223</u>
Disbursements:							
Personal services	-	240,657	-	-	-	-	16,443
Supplies	-	2,773	-	-	-	-	91,443
Other services and charges	8,989	74,238	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	6,679	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	31,214	-
Total disbursements	<u>15,668</u>	<u>317,668</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>31,214</u>	<u>107,886</u>
Excess (deficiency) of receipts over disbursements	<u>41,211</u>	<u>30,683</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>18,028</u>	<u>(27,663)</u>
Cash and investments - ending	<u>\$ 106,418</u>	<u>\$ 120,986</u>	<u>\$ 5,000</u>	<u>\$ 14,542</u>	<u>\$ 17,893</u>	<u>\$ 56,224</u>	<u>\$ (10,810)</u>

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

	Public Health Coordinator	Asset Seizure & Forfeiture	Id Security Protection	Owi Enforcement/Seat Belt	Child Restraint Violation	Food & Beverage Tax	Wireless 911
Cash and investments - beginning	\$ 2,114	\$ 2,830	\$ 80,587	\$ 2,553	\$ 375	\$ 199,433	\$ 1,019,036
Receipts:							
Taxes	-	-	-	-	-	349,846	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	25,250	-	-	183,938
Charges for services	-	-	25,610	-	-	-	-
Fines and forfeits	-	-	-	-	625	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	-	-	25,610	25,250	625	349,846	183,938
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	25,000	792,305
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	1,275	16,955	875	-	-
Total disbursements	-	-	1,275	16,955	875	25,000	792,305
Excess (deficiency) of receipts over disbursements	-	-	24,335	8,295	(250)	324,846	(608,367)
Cash and investments - ending	\$ 2,114	\$ 2,830	\$ 104,922	\$ 10,848	\$ 125	\$ 524,279	\$ 410,669

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

	Alternate Dispute Fees	Pros Iv-D #2	Clerk Iv-D #2	Economic Development Fund	Sheriff Dept - Gift Fund	Circuit Court Administration	Community Preparedness Grant
Cash and investments - beginning	\$ 16,447	\$ 44,310	\$ 68,126	\$ 5,571,381	\$ 3,289	\$ 68,042	\$ 9,269
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	21,917	14,569	54,456	-	-	-
Charges for services	-	-	-	54,941	-	-	-
Fines and forfeits	-	-	-	-	-	3,516	-
Other receipts	6,877	-	-	-	-	-	-
Total receipts	<u>6,877</u>	<u>21,917</u>	<u>14,569</u>	<u>109,397</u>	<u>-</u>	<u>3,516</u>	<u>-</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	1,515,847	-	-	-
Other services and charges	-	-	-	23,392	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	4,995	56,694	29,482	50,000	-	71,558	397
Total disbursements	<u>4,995</u>	<u>56,694</u>	<u>29,482</u>	<u>1,589,239</u>	<u>-</u>	<u>71,558</u>	<u>397</u>
Excess (deficiency) of receipts over disbursements	<u>1,882</u>	<u>(34,777)</u>	<u>(14,913)</u>	<u>(1,479,842)</u>	<u>-</u>	<u>(68,042)</u>	<u>(397)</u>
Cash and investments - ending	<u>\$ 18,329</u>	<u>\$ 9,533</u>	<u>\$ 53,213</u>	<u>\$ 4,091,539</u>	<u>\$ 3,289</u>	<u>\$ -</u>	<u>\$ 8,872</u>

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

	Investigation-Sheriff	Sex Offender Fee	Agressive Driving	Bullet Proof Vest Grant	Law Enforcement-Drug Monies	Sheriff Seizure Fund	Sex Offender State 10%
Cash and investments - beginning	\$ 29,249	\$ 2,269	\$ (520)	\$ 6,514	\$ 7,993	\$ 18,252	\$ (2,853)
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	9,025	-	27,907	2,663	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	2,663	-	-	2,500	-	3,170
Total receipts	9,025	2,663	27,907	2,663	2,500	-	3,170
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	3,951	2,000	25,064	5,327	-	5,847	304
Total disbursements	3,951	2,000	25,064	5,327	-	5,847	304
Excess (deficiency) of receipts over disbursements	5,074	663	2,843	(2,664)	2,500	(5,847)	2,866
Cash and investments - ending	\$ 34,323	\$ 2,932	\$ 2,323	\$ 3,850	\$ 10,493	\$ 12,405	\$ 13

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

	Outpatient & Alcohol Prev Prog	Hava (1071) Electioin Reimburse	Adult Probation-Sup li	Pilot Payment Fund	Prosecutor Special Fee Fund	New Voting Machines	Ret/Sev Bond Debt
Cash and investments - beginning	\$ 5,044	\$ -	\$ 309,238	\$ 4,882	\$ 4,878	\$ 11	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	408,525	-	-	-	-	-
Charges for services	-	-	365,726	-	7,038	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	145,453	-	-	19,838
Total receipts	-	408,525	365,726	145,453	7,038	-	19,838
Disbursements:							
Personal services	-	-	136,609	-	-	-	-
Supplies	-	-	9,785	-	-	-	-
Other services and charges	-	-	102,789	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	19,838
Capital outlay	-	-	1,858	-	-	-	-
Other disbursements	-	209,227	-	143	9,559	-	-
Total disbursements	-	209,227	251,041	143	9,559	-	19,838
Excess (deficiency) of receipts over disbursements	-	199,298	114,685	145,310	(2,521)	-	-
Cash and investments - ending	\$ 5,044	\$ 199,298	\$ 423,923	\$ 150,192	\$ 2,357	\$ 11	\$ -

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

	Redevelopment Bond	Emergency Fire Loan	Corporation	Anson Bond	School Debt Service	Co Cum Cap Development	I-65 West/East Redevelopment
Cash and investments - beginning	\$ 1,116,823	\$ (80,234)	\$ 3	\$ 1,867,595	\$ -	\$ 2,246,679	\$ 448,419
Receipts:							
Taxes	-	-	-	-	-	743,416	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	47,660	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	885,361	80,234	-	6,515,890	719,683	57	-
Total receipts	885,361	80,234	-	6,515,890	719,683	791,133	-
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	7,955	-
Debt service - principal and interest	195,020	-	-	6,811,724	-	-	-
Capital outlay	-	-	-	-	-	621,932	-
Other disbursements	441,166	-	-	-	719,683	-	36,551
Total disbursements	636,186	-	-	6,811,724	719,683	629,887	36,551
Excess (deficiency) of receipts over disbursements	249,175	80,234	-	(295,834)	-	161,246	(36,551)
Cash and investments - ending	\$ 1,365,998	\$ -	\$ 3	\$ 1,571,761	\$ -	\$ 2,407,925	\$ 411,868

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

	Cumulative Bridge	School Cum Cap Bldg Project	Gen Drain Improvement	Anson Construction	Police Pension Fund	Sheriff's Pension	Principal-Congressional
Cash and investments - beginning	\$ 6,155,599	\$ -	\$ 385,425	\$ 710,945	\$ 1,127	\$ 4,218,921	\$ 26,482
Receipts:							
Taxes	1,054,491	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	131,914	-	-	-	-	-	-
Charges for services	14,024	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	5,538	266,236	-	8,299	-	946,520	-
Total receipts	1,205,967	266,236	-	8,299	-	946,520	-
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	84,403	-	-	-	-	-	-
Other services and charges	26,529	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	283,924	-	-	443,252	-	-	-
Other disbursements	2,100,000	266,236	1,232	-	-	247,045	26,482
Total disbursements	2,494,856	266,236	1,232	443,252	-	247,045	26,482
Excess (deficiency) of receipts over disbursements	(1,288,889)	-	(1,232)	(434,953)	-	699,475	(26,482)
Cash and investments - ending	\$ 4,866,710	\$ -	\$ 384,193	\$ 275,992	\$ 1,127	\$ 4,918,396	\$ -

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

	City & Town Court Cost Fund	Coroners Continuing Education	Interest - Congressional	Clerk's Trust	Tax Sale Surplus	Tax Sale Redemption
Cash and investments - beginning	\$ 155,984	\$ 793	\$ 19,716	\$ 995,575	\$ 1,636,638	\$ 16,896
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	14,168	4,755	12	6,982,806	949,967	362,513
Total receipts	14,168	4,755	12	6,982,806	949,967	362,513
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	5,077	19,728	6,877,259	2,014,210	379,051
Total disbursements	-	5,077	19,728	6,877,259	2,014,210	379,051
Excess (deficiency) of receipts over disbursements	14,168	(322)	(19,716)	105,547	(1,064,243)	(16,538)
Cash and investments - ending	\$ 170,152	\$ 471	\$ -	\$ 1,101,122	\$ 572,395	\$ 358

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

	Excess Levy	Surplus Dog	Fines & Forfeitures	Sales Disclosure Fund	Sewer Lien	Overweight Vehicle Fines
Cash and investments - beginning	\$ 93,536	\$ 6,938	\$ 34,651	\$ 795	\$ 74,011	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	16,596	-	128,880	6,827	49,738	186
Total receipts	<u>16,596</u>	<u>-</u>	<u>128,880</u>	<u>6,827</u>	<u>49,738</u>	<u>186</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	43,731	6,938	141,641	6,822	43,334	-
Total disbursements	<u>43,731</u>	<u>6,938</u>	<u>141,641</u>	<u>6,822</u>	<u>43,334</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(27,135)</u>	<u>(6,938)</u>	<u>(12,761)</u>	<u>5</u>	<u>6,404</u>	<u>186</u>
Cash and investments - ending	<u>\$ 66,401</u>	<u>\$ -</u>	<u>\$ 21,890</u>	<u>\$ 800</u>	<u>\$ 80,415</u>	<u>\$ 186</u>

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

	Sheriff's Cashbook	Infraction Judgements	Victims Assist Coord Fund	Surplus Replacement & Homestd	Treasurer	Payroll
Cash and investments - beginning	\$ 19,113	\$ 28,613	\$ 32,246	\$ 733	\$ 1,478,135	\$ 106,513
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	22,125	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	3,634,114	284,369	-	-	83,154,084	5,008,931
Total receipts	<u>3,634,114</u>	<u>284,369</u>	<u>22,125</u>	<u>-</u>	<u>83,154,084</u>	<u>5,008,931</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	3,653,227	256,449	-	-	83,131,191	6,539,602
Total disbursements	<u>3,653,227</u>	<u>256,449</u>	<u>-</u>	<u>-</u>	<u>83,131,191</u>	<u>6,539,602</u>
Excess (deficiency) of receipts over disbursements	<u>(19,113)</u>	<u>27,920</u>	<u>22,125</u>	<u>-</u>	<u>22,893</u>	<u>(1,530,671)</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 56,533</u>	<u>\$ 54,371</u>	<u>\$ 733</u>	<u>\$ 1,501,028</u>	<u>\$ (1,424,158)</u>

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

	Sheriff's Inmate Trust	Withholding Insurance	Sheriff's Pension Fund	Indiana Judge Retirement	Bail Bond Fees-Sp Death	Education Plate Fund
Cash and investments - beginning	\$ 59,262	\$ 5,885	\$ 109,832	\$ 2	\$ 32,934	\$ 38
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	305,739	-	35,053	-	6,686	4,163
Total receipts	<u>305,739</u>	<u>-</u>	<u>35,053</u>	<u>-</u>	<u>6,686</u>	<u>4,163</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	289,643	-	-	-	38,634	4,163
Total disbursements	<u>289,643</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>38,634</u>	<u>4,163</u>
Excess (deficiency) of receipts over disbursements	<u>16,096</u>	<u>-</u>	<u>35,053</u>	<u>-</u>	<u>(31,948)</u>	<u>-</u>
Cash and investments - ending	<u>\$ 75,358</u>	<u>\$ 5,885</u>	<u>\$ 144,885</u>	<u>\$ 2</u>	<u>\$ 986</u>	<u>\$ 38</u>

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

	Financial Inst. Franchise Tax	Coit Distribution	Eft Corrections	Recorder Mortgage Fees	Childhood Auto Safety	Interstate Compact Fee
Cash and investments - beginning	\$ 52,861	\$ -	\$ 1,085	\$ 906	\$ 12	\$ 75
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	107,373	21,648,023	17,360	10,779	2,799	1,125
Total receipts	107,373	21,648,023	17,360	10,779	2,799	1,125
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	160,234	21,648,023	18,445	10,470	2,213	1,050
Total disbursements	160,234	21,648,023	18,445	10,470	2,213	1,050
Excess (deficiency) of receipts over disbursements	(52,861)	-	(1,085)	309	586	75
Cash and investments - ending	\$ -	\$ -	\$ -	\$ 1,215	\$ 598	\$ 150

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

	Cvet	Riverboat Wagering Dist	Homestead Rebate	Hb 1001 Hsc Dist 2008	Excess Tax Collected	Medical Reserve Corp
Cash and investments - beginning	\$ 126,494	\$ -	\$ 67,324	\$ 2,617	\$ 921,244	\$ 14,198
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	311,168	301,262	-	1,208,254	252,831	4,999
Total receipts	311,168	301,262	-	1,208,254	252,831	4,999
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	437,662	301,262	41,573	1,209,310	225,651	10,297
Total disbursements	437,662	301,262	41,573	1,209,310	225,651	10,297
Excess (deficiency) of receipts over disbursements	(126,494)	-	(41,573)	(1,056)	27,180	(5,298)
Cash and investments - ending	\$ -	\$ -	\$ 25,751	\$ 1,561	\$ 948,424	\$ 8,900

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

	Citis Readiness Initiative	Township Fire Fighting	Bus Replacement	Final Hea1001-2007 2008 Ptrc	Settlement Fund	Hava (1071) Election Reimburse
Cash and investments - beginning	\$ 30,347	\$ (131,407)	\$ -	\$ -	\$ -	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	21,292	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	131,407	64,675	217,219	78,742,168	-
Total receipts	<u>21,292</u>	<u>131,407</u>	<u>64,675</u>	<u>217,219</u>	<u>78,742,168</u>	<u>-</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	19,296	-	64,675	217,219	78,742,168	-
Total disbursements	<u>19,296</u>	<u>-</u>	<u>64,675</u>	<u>217,219</u>	<u>78,742,168</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>1,996</u>	<u>131,407</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 32,343</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Supplemental Public Defender Fund	Emergency Response Deliverable	Additional Support For Mrc	Boone County Healthy Coalition	2010 Immunization Grant	Clerk Arra Fund
Cash and investments - beginning	\$ -	\$ (65)	\$ -	\$ -	\$ -	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	9,820	4,630	-	-	10,103
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	18,820	107	240	40,462	-	-
Total receipts	<u>18,820</u>	<u>9,927</u>	<u>4,870</u>	<u>40,462</u>	<u>-</u>	<u>10,103</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	9,277	4,870	22,472	6,022	-
Total disbursements	<u>-</u>	<u>9,277</u>	<u>4,870</u>	<u>22,472</u>	<u>6,022</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>18,820</u>	<u>650</u>	<u>-</u>	<u>17,990</u>	<u>(6,022)</u>	<u>10,103</u>
Cash and investments - ending	<u>\$ 18,820</u>	<u>\$ 585</u>	<u>\$ -</u>	<u>\$ 17,990</u>	<u>\$ (6,022)</u>	<u>\$ 10,103</u>

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

	Prob I Administration Fee	Seat Belt Enforcement	Ccd Investment Fund	Tourism Investment	Inheritance Tax	Totals
Cash and investments - beginning	\$ 30,211	\$ (416)	\$ 600,548	\$ 293,538	\$ 641,189	\$ 49,516,793
Receipts:						
Taxes	-	-	-	-	-	17,456,418
Licenses and permits	-	-	-	-	-	406,503
Intergovernmental	-	17,625	-	-	-	5,799,429
Charges for services	-	-	-	-	-	3,146,172
Fines and forfeits	-	-	-	-	-	579,241
Other receipts	1,720	-	7,104	3,487	1,831,488	221,364,944
Total receipts	1,720	17,625	7,104	3,487	1,831,488	248,752,707
Disbursements:						
Personal services	-	-	-	-	-	12,220,529
Supplies	-	-	-	-	-	2,793,554
Other services and charges	-	-	-	-	-	7,921,857
Debt service - principal and interest	-	-	-	-	-	7,026,582
Capital outlay	-	-	-	-	-	2,136,188
Other disbursements	31,931	18,299	-	275,000	1,713,895	215,541,683
Total disbursements	31,931	18,299	-	275,000	1,713,895	247,640,393
Excess (deficiency) of receipts over disbursements	(30,211)	(674)	7,104	(271,513)	117,593	1,112,314
Cash and investments - ending	\$ -	\$ (1,090)	\$ 607,652	\$ 22,025	\$ 758,782	\$ 50,629,107

BOONE 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:		
Bonds payable:		
General obligation bonds:		
2010 E-911 Bonds	\$ 3,915,000	\$ 229,290
Redevelopment bonds:		
2004 96th Street Bonds	1,105,000	150,113
2004 Anson Project	8,375,000	699,222
2005 Anson Project	7,105,000	564,641
2006 Anson Project	10,750,000	547,950
2007 Redevelopment	<u>965,000</u>	<u>57,644</u>
Total governmental activities debt	<u>\$ 32,215,000</u>	<u>\$ 2,248,860</u>

BOONE 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

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 BOONE COUNTY, INDIANA

Compliance

We have audited the compliance of Boone 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 2010-1 and 2010-2.

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

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)

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. However, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies as described in the accompanying Schedule of Findings and Questioned Costs as items 2010-1 and 2010-2. A significant deficiency in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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, the County Council and 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

June 30, 2011

BOONE 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>			
Direct Grant			
Bulletproof Vest Partnership Program	16.607		\$ <u>5,327</u>
Total for federal grantor agency			<u>5,327</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Pass-Through Indiana Department of Transportation			
Highway Planning and Construction Cluster			
Highway Planning and Construction	20.205		
County Road 400 S			54,457
County Road 300 S			96,536
Bridge Inspection			64,312
ARRA - Resurfacing			<u>63,702</u>
Total for Cluster			<u>279,007</u>
Highway Safety Cluster			
State and Community Highway Safety	20.600		
Aggressive Driving		K4-2010-08-01-02	14,380
Aggressive Driving		CA-2011-08-01-02	<u>10,684</u>
Total for Program			<u>25,064</u>
Alcohol Impaired Driving Countermeasures			
Incentive Grants I	20.601		
Big County/Big City Operation Pullover		K8-2010-03-03-03	12,426
Big County/Big City Operation Pullover		K8-2011-03-03-03	<u>5,736</u>
Total for Program			<u>18,162</u>
Safety Belt Performance Grants	20.609		
OWI Enforcement/Seatbelt			15,448
OWI Enforcement/Seatbelt			<u>1,246</u>
Total for Program			<u>16,694</u>
Total for Cluster			<u>59,920</u>
Formula Grants for Other than Urbanized Areas	20.509		
ARRA - Formula Grants		18027590	20,371
		18028590	130,457
		18028590	<u>186,702</u>
Total for program			<u>337,530</u>
Total for federal grantor agency			<u>676,457</u>
<u>U.S. DEPARTMENT OF ENERGY</u>			
Pass-Through Indiana Office of Energy Development			
ARRA - Energy Efficiency and Conservation Block Grant Program (EECBG)	81.128	DE-EE-00725	<u>41,163</u>
Total for federal grantor agency			<u>41,163</u>

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

BOONE 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>U.S. ELECTION ASSISTANCE COMMISSION</u>			
Pass-Through Indiana Election Division Help America Vote Act Requirements Payments	90.401		<u>398,525</u>
Total for federal grantor agency			<u>398,525</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana State Department of Health Public Health Emergency Preparedness	93.069	H1N1 105-66; 105-67 MRC 090320 BPRS 105-3 BPRS 105-2	108,283 10,948 19,296 <u>9,277</u>
Total for program			<u>147,804</u>
Centers for Disease Control and Prevention - Investigations and Technical Assistance	93.283	BPRS 105-2 BPRS 105-3	9,277 <u>19,296</u>
Total for program			<u>28,573</u>
Pass-Through Indiana Department of Child Services Child Support Enforcement	93.563	FY 10	<u>397,249</u>
Pass-Through Indiana Secretary of State Voting Access for Individuals with Disabilities - Grants to States	93.617		<u>6,041</u>
Pass-Through Indiana State Department of Health National Bioterrorism Hospital Preparedness Program	93.889		<u>4,870</u>
Total for federal grantor agency			<u>584,537</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Homeland Security Homeland Security Cluster Homeland Security Grant Program	97.067	C44P-9-473A	<u>79</u>
Total for Cluster			<u>79</u>
Emergency Management Performance Grants	97.042	C44P-0-254A 09	<u>26,353</u>
Total for federal grantor agency			<u>26,432</u>
Total federal awards expended			<u>\$ 1,732,441</u>

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

BOONE 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 Boone 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:

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Amount</u>
Formula Grants for Other than Urbanized Areas	20.509	\$ 337,530

BOONE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statement(s):

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 statement noted?	no

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	no
Significant deficiency identified?	yes
Type of auditor's report issued on compliance for major programs:	Unqualified
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?	yes

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
20.509	Highway Planning and Construction Cluster
90.401	Formula Grants for Other than Urbanized Areas Help America Vote Act Requirements Payments

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.

BOONE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Section III – Federal Award Findings and Questioned Costs

FINDING 2010-1 - INTERNAL CONTROL/EQUIPMENT AND REAL PROPERTY MANAGEMENT

Federal Agency: U.S. Department of Transportation
Federal Program: Formula Grants for Other than Urbanized Areas
CFDA Number: 20.509
Pass-Through Entity: Indiana Department of Transportation

Boone County does not maintain records that identify equipment and other property acquired with federal monies. No system exists to provide separated identification for items acquired with federal and nonfederal funds. No physical annual inventory of federally purchased equipment was presented for audit. Equipment purchases during the audit period represent 36 percent of grant expenditures.

49 CFR 18.32(d) states in part:

- "(1) Property records must be maintained that include a description of the property, a serial number or other identification number, the source of property, who holds title, the acquisition date, and cost of the property, percentage of Federal participation in the cost of the property, the location, use and condition of the property, and any ultimate disposition data including the date of disposal and sale price of the property.
- (2) A physical inventory of the property must be taken and the results reconciled with the property records at least once every two years.
- (3) A control system must be developed to ensure adequate safeguards to prevent loss, damage, or theft of the property. Any loss, damage, or theft shall be investigated.
- (4) Adequate maintenance procedures must be developed to keep the property in good condition.
- (5) If the grantee or subgrantee is authorized or required to sell the property, proper sales procedures must be established to ensure the highest possible return."

Failure to maintain detailed and accurate equipment and property records and to reconcile physical inventory could result in assets being lost, stolen, misappropriated, or disposed of improperly and not detected within a reasonable time.

We recommended that the County design and properly monitor procedures that would ensure accurate detailed capital asset records are maintained and that inventories of property and equipment 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.

BOONE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

FINDING 2010-2 - SUBRECIPIENT MONITORING

Federal Agency: U.S. Department of Transportation
Federal Program: Formula Grants for Other than Urbanized Areas
CFDA Number: 20.509
Pass-Through Entity: Indiana Department of Transportation

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

The County does not monitor any federal dollars passed through to Boone County Senior Services, Inc. They do not request any expenditure reports or any reports that are filed with INDOT.

As a result, Boone County has no system in place to monitor how Boone County Senior Services, Inc., is spending these grant monies. The Senior Services could misuse the funds being received from the County, by spending it on inappropriate or unallowable items without detection.

49 CFR 18.40 states in part:

"(a) Monitoring by grantees. Grantees are responsible for managing the day-to-day operations of grant and subgrant supported activities. Grantees must monitor grant and subgrant supported activities to assure compliance with applicable Federal requirements and that performance goals are being achieved. Grantee monitoring must cover each program, function or activity."

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.

We recommended that the officials of the County start requesting reports completed by Boone County Senior Services, Inc., to help monitor that the money being spent and subsequently reimbursed is for the operation and maintenance of the public transportation system.

**Office of the Auditor
Boone County**
201 Courthouse Square
Lebanon, IN 46052

**Melody S. Price
Auditor**

(765) 482-2940
Fax: (765) 483-4434

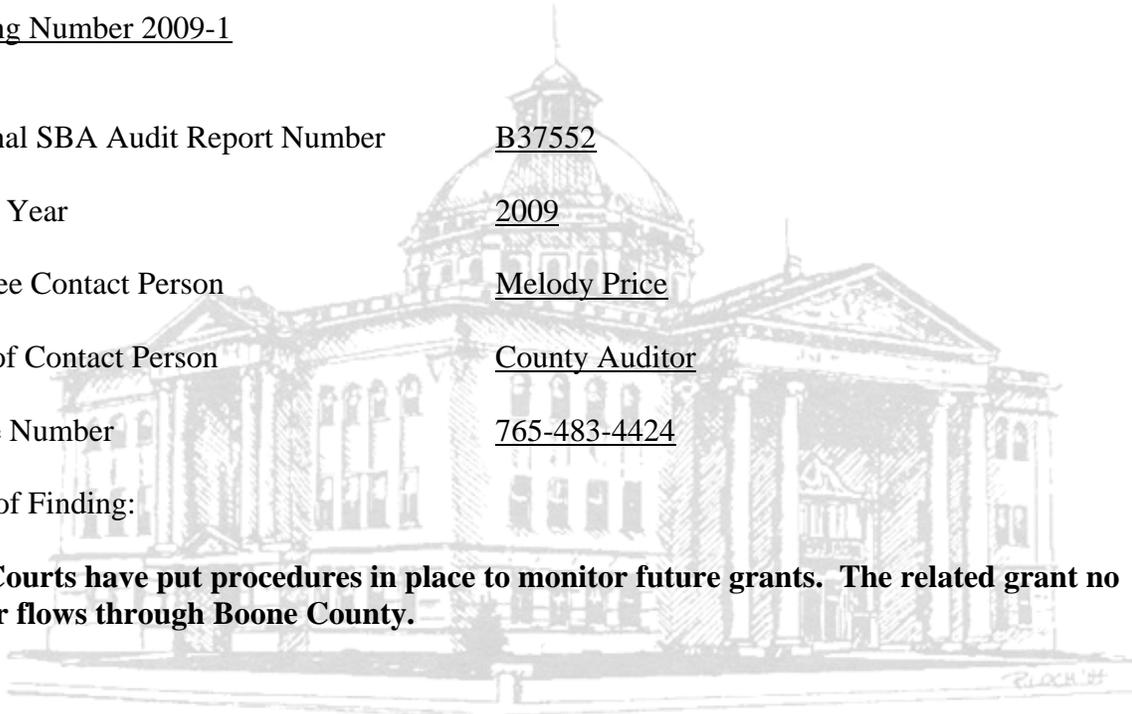
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Finding Number 2009-1

Original SBA Audit Report Number B37552
Fiscal Year 2009
Auditee Contact Person Melody Price
Title of Contact Person County Auditor
Phone Number 765-483-4424

State of Finding:

The Courts have put procedures in place to monitor future grants. The related grant no longer flows through Boone County.



**OFFICE OF THE AUDITOR
BOONE COUNTY
201 Courthouse Square
Lebanon, IN 46052**

Melody S. Price
Auditor

(765) 482-2940
Fax: (765) 483-4434

July 7, 2011

CORRECTIVE ACTION PLAN

**FINDING 2010-1 INTERNAL CONTROL/EQUIPMENT AND REAL PROPERTY
MANAGEMENT**

Federal Agency: U.S. Department of Transportation
Federal Program: Formula Grants for Other than Urbanized Areas
CFDA Number: 20.509
Pass-Through Entity: Indiana Department of Transportation
Auditee Contact Person: Melody Price
Title of Contact Person: Boone County Auditor
Phone Number: 765-482-2940
Compliance Requirement: Maintenance of records that identify equipment and other property acquired with federal monies.

Plan to fix problem: . Contacted Senior Services and County Attorney to locate titles and specifics on vehicles. Received information and "Memorandum of Understanding" signed by Boone County Senior Services, Inc and The Board of Commissioners of Boone County which states responsibilities of use and maintenance.

Record has been created in Auditor's office to keep details of assets (3 vans purchased) with other county inventory of assets.

FINDING 2010-2 Subrecipient Monitoring

Federal Agency: U. S. Department of Transportation
Federal Program: Formula Grants for Other than Urbanized Areas
CFDA Number: 20 509
Pass-Through Entity: Indiana Department of Transportation
Auditee Contact Person: Melody Price
Title of Contact Person: County Auditor
Phone Number: 765-483-4424
Compliance Requirement: Boone County is awarded a Section 5311 Operating Assistance grant to be used for operation and/or maintenance of a public transportation on the behalf of a private, non-profit organization (Boone County Senior Services, Inc.) The County does not monitor any federal dollars passed through to Boone County Senior Services, Inc. They do not request any expenditure reports or any reports that are filed with INDOT.

Plan to fix problem: Auditor has contacted Sue Ritz, Executive Director of Boone County Senior Services, requesting that copies of all quarterly and annual reports filed with INDOT be sent to the this office to ensure the monies spent and subsequently reimbursed is for the operation and maintenance of the public transportation system. Auditor's office has created separate file for reports.


Melody S. Price

BOONE COUNTY
EXIT CONFERENCE

The contents of this report were discussed on July 19, 2011, with Melody Price, Auditor; Steve Jacob, President of the County Council; and Jeff Wolfe, President of the Board of County Commissioners.