

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

ANNUAL FINANCIAL REPORT

2010

BROWN COUNTY, INDIANA



FILED

08/19/2011

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Mari H. Miller Glenda K. Stogsdill	01-01-10 to 12-31-10 01-01-11 to 12-31-11
Treasurer	Joe Wray	01-01-10 to 12-31-11
Clerk	Beth Mulry	01-01-10 to 12-31-11
Sheriff	Robert Stogsdill Rick Followell	01-01-10 to 12-31-10 01-01-11 to 12-31-11
Recorder	Sandy Cain	01-01-10 to 01-01-11
President of the Board of County Commissioners	James W. Austin Mary Fouch	01-01-10 to 12-31-10 01-01-11 to 12-31-11
President of the County Council	Cindy Steele David Critser	01-01-10 to 12-31-10 01-01-11 to 12-31-11



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

TO: THE OFFICIALS OF BROWN COUNTY, INDIANA

We have audited the accompanying financial statement of Brown 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 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 24, 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.

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

Our audit was conducted for the purpose of forming 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 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 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 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 24, 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 BROWN COUNTY, INDIANA

We have audited the financial statement of Brown County (County), for the year ended December 31, 2010, and have issued our report thereon dated June 24, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial 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.

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.

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 statement 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 items 2010-1 and 2010-2 to be material weaknesses.

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 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.

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

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

STATE BOARD OF ACCOUNTS

June 24, 2011

FINANCIAL STATEMENT(S)

BROWN 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	\$ (451,024)	\$ 9,883,791	\$ 6,282,204	\$ 3,150,563
Local Road And Street	150,386	186,126	164,939	171,573
Accident Report	6,615	2,258	688	8,185
Firearms Training	31,010	12,630	11,655	31,985
Health	76,040	687,645	399,019	364,666
Law Enforcement Continuing Education	2,949	-	-	2,949
Clerk's Records Perpetuation	19,557	4,061	-	23,618
State Meeting Fees	165	2,158	2,068	255
Emergency Telephone System	(18,258)	150,195	118,721	13,216
Drug Free Community	5,638	12,198	11,367	6,469
Emergency Planning/Right To Know	4,636	-	-	4,636
Convention And Tourism	251,150	662,890	620,000	294,040
Highway	634,771	1,757,834	1,889,272	503,333
Parks And Recreation	14,724	86,691	76,184	25,231
Property Reassessment	19,436	221,626	136,286	104,776
Extradition	764	-	-	764
Juvenile Probation Service	14,561	4,392	3,600	15,353
Adult Probation Services	26,272	36,888	36,648	26,512
Criminal Justice - Federal	4	748	50	702
Recorder's Records Perpetuation	154,354	35,433	29,384	160,403
User Fee	59,429	11,599	5,028	66,000
Covered Bridge	14,271	1,850	-	16,121
Health Maintenance	16,016	20,000	18,038	17,978
Comm Corrections - Home Detention	(7,905)	175,285	173,570	(6,190)
Guardian Ad Litem/Court	11,206	5,869	1,690	15,385
Misdemeanant	15,600	10,764	10,803	15,561
Supplemental Public Defender Services	6,441	4,393	-	10,834
Jail Commissary	26,763	77,865	74,037	30,591
Surveyor's Corner Perpetuation	17,677	4,250	17,770	4,157
Jury Pay	16,069	2,431	-	18,500
Prisoner Reimbursement	5,060	10,920	-	15,980
Rainy Day	871,488	720,605	5,000	1,587,093
Project Income	21,701	51,509	54,525	18,685
Disaster Fund - Ocra Dri	-	143,088	143,088	-
Probation User Fee-Administrative	33,818	12,664	4,757	41,725
County Option Dog Tax	12,021	10,731	10,045	12,707
Brown County Emergency Management	52	-	-	52
Riverboat Wagering Tax Revenue Sharing	275,946	93,602	24,974	344,574
Tobacco III	28,744	15,052	23,277	20,519
Health Maintenance II	30,539	13,139	3,280	40,398
Urine Drug Screen	495	2,701	1,758	1,438
Recorders Redacted Version	23,569	7,548	285	30,832
Civil Service Fee	10,733	3,100	-	13,833
Foreign Language Interpreter	3,001	1,250	806	3,445
Document Fees	20,270	5,467	-	25,737
County Child Advocacy Fund	927	-	-	927
Salt Creek Trail	13,442	8,800	16,894	5,348
Economic Dev Commission	8,145	3,000	4,990	6,155
Property Transfer Fee Fund	16,935	5,295	10,665	11,565
Sheriff Surety Bond	65	905	915	55
Small Claim Service Fee	9,536	1,624	-	11,160
Alternative Dispute Fee	6,910	1,540	1,525	6,925
Probation Application Fee	1,125	75	-	1,200
Prosecutor Infraction Deferral	14,726	31,435	24,771	21,390
Family Access	(53,697)	112,921	84,742	(25,518)
Access Enhancement	605	-	-	605
Prosecutor Controlled Substance	236	-	-	236
Prosecutor Iv-D Incentive	26,546	9,728	8,294	27,980
Animal Ordinance	4,393	360	-	4,753
Clerk Incentive	21,764	6,314	3,730	24,348
Triad	21,406	6,567	5,465	22,508
Substance Treatment	1,525	2,750	1,875	2,400
Comm Transition Program	32,674	8,940	3,150	38,464
Bond Administration Fees	23,733	4,408	-	28,141

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

BROWN 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
Tobacco Free	9,853	16,000	15,032	10,821
Cities Readiness	62	-	-	62
Public Health Co-Ordination	286	-	-	286
Bioterrorism Cash Allowance	6,469	-	-	6,469
Bioterrorism Supplemental	9,180	-	-	9,180
Homeland Security-LETPP	319	14,550	14,550	319
Highway Safety Plan	1,694	6,521	8,146	69
Sheriff Dnr Distribution	168	2,900	2,936	132
Prosecutor Fedederal Forfeiture	506	-	-	506
Juvenile Accountability	593	-	-	593
Family Violence & Victim Assistance	(6,643)	35,050	38,509	(10,102)
Cedit Excess	898,940	1,441,912	924,437	1,416,415
Sheriff Drug Buy Money	18,865	24	60	18,829
Prosecutor IV-D PCA Fund	231	501	335	397
Cities Readiness II	5,020	(1,250)	657	3,113
Health Support Clinic	(25,030)	161,374	163,825	(27,481)
Health Clinic Donation Fund	18,408	102,084	9,646	110,846
Fema Emergency Grant - Hwy	27,356	69,816	97,172	-
Parks & Recreation Grant Fund	5,728	3,000	6,553	2,175
Parks & Recreation FEMA Grant Fund	-	7,095	7,095	-
Park & Recreation Salt Creek Trail Maintenance	532	-	-	532
Park & Recreation Salt Creek Trail Grant	666,407	2,134	6,383	662,158
Prosecutor State Forfeiture	2,500	-	-	2,500
Planning & Zoning Project	10,000	-	-	10,000
Cities Readiness III	(1,907)	-	(657)	(1,250)
Health-Pandemic H1N1	(5,394)	35,195	28,821	980
E-911 Wireless	23,674	77,727	61,212	40,189
Prescription Drug Abuse	500	-	-	500
Economic Dev Commission - Ober	2,000	-	-	2,000
Title III - Fire	4,349	-	-	4,349
Cagit-Public Safety	589,976	677,283	716,599	550,660
Tax Sale Surplus	-	1,651,363	273,999	1,377,364
Health Support Clinic II	-	43,719	43,719	-
Cities Readiness IV	-	40	40	-
Health Sup Clinic Fees	-	10,668	-	10,668
Vaccine For Children Grant	-	-	6,388	(6,388)
Brown County Ema Grant Fund	-	2,381	-	2,381
Prosecutor Arra Fund	-	5,697	-	5,697
Hea 1001-2007 2008 Ptrc & Hsc	-	61,319	61,319	-
Owner Occupied Rehabilitation Grant	-	137,230	137,230	-
EMS Grant Fund	-	42,740	27,014	15,726
Jackson Township Fire Station Grant	-	500,000	483,407	16,593
Jail Lease Rental	207,611	1,034,570	591,000	651,181
Cumulative Capital Development	292,144	497,997	68,468	721,673
Cumulative Bridge	922,486	670,070	807,731	784,825
Cumulative Capital Improvement	1,046,510	12,574	155,074	904,010
Police Pension	1,412,090	363,789	138,163	1,637,716
City And Town Court Costs	321	5,145	1,520	3,946
Congressional School Interest	8,745	170	170	8,745
Tax Sale Redemption	-	78,511	79,226	(715)
Surplus Tax	4,376	60,005	35,284	29,097
State Settlement	-	23,319,794	23,319,794	-
State Fines And Forfeitures	669	2,912	2,854	727
State Sales Disclosure Fee	150	1,985	1,950	185
Overweight Vehicle Fines	568	12	580	-
Infraction Judgements	1,364	28,782	28,369	1,777
Inheritance Tax	20,897	718,310	700,706	38,501
Payroll	87,012	1,777,172	1,755,332	108,852
Education Plate Fees Agency	-	431	431	-
Financial Institution Tax	-	33,538	33,538	-
Wheel Tax	-	64,288	64,288	-
Child Restraint Violations Fines	-	75	75	-
Homestead Credit Rebate	55,919	-	20,460	35,459

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

BROWN 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
Hea 1001 State Homestead Credit	(7,790)	312,849	301,018	4,041
Coroners Training & Education Fee	25	1,278	1,229	74
Surtax	-	419,682	419,682	-
Commercial Vehicle Tax	-	90,631	90,631	-
State Sales Tax	50	64	50	64
Local Option Tax Distribution	(40,123)	3,788,292	3,748,169	-
Sheriff Service Fees - Retirement	18,906	8,646	-	27,552
Congressional. School Principal	8,496	8,496	8,496	8,496
County Economic Devevelopment Income Tax	(7,180)	831,770	824,589	1
County Treasurer	3,898,930	29,608,686	32,956,997	550,619
County Clerk	124,561	1,377,044	1,345,933	155,672
Recorder	7,709	11,861	7,709	11,861
County Plan Commission	2,662	39,478	40,347	1,793
County Probation Department	4,175	55,205	56,924	2,456
County Park & Recreation Department	4,291	8,609	4,291	8,609
Sheriff's Cash Book	-	31,861	31,861	-
County Health Department	-	51,047	51,047	-
County Community Corrections	3,784	45,483	47,092	2,175
Prosecutor Bad Check	112	9,081	10,503	(1,310)
Public Safety LOIT Distribution	-	725,938	725,938	-
CAGIT-Property Tax Operating Levy	-	717,878	717,878	-
CAGIT - HSC 07 Pay 08	1,627,902	1,453,909	3,051,496	30,315
Special Death Benefits	30	330	315	45
Sex & Violent Offender Fund	2,024	1,071	1,940	1,155
Title III HAVA	-	49,300	-	49,300
Excess Levy	-	17,454	-	17,454
Operating Levy Freeze Stabilization	694,176	48,467	-	742,643
County Health Support Clinic	3	5,566	5,566	3
County Parks & Recreation Petty Cash	3,091	2,008	3,091	2,008
Sheriff Dept Inmate Trust	400	45,992	45,642	750
Totals	<u>\$ 15,279,488</u>	<u>\$ 88,903,087</u>	<u>\$ 85,959,706</u>	<u>\$ 18,222,869</u>

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

BROWN 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.

BROWN 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.

BROWN 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.

BROWN 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:

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

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

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.

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SUPPLEMENTARY INFORMATION – UNAUDITED

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

BROWN 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	Law Enforcement Continuing Education	Clerk's Records Perpetuation
Cash and investments - beginning	\$ (451,024)	\$ 150,386	\$ 6,615	\$ 31,010	\$ 76,040	\$ 2,949	\$ 19,557
Receipts:							
Taxes	7,976,921	-	-	-	581,995	-	-
Licenses and permits	-	-	-	12,630	-	-	-
Intergovernmental	944,887	185,555	-	-	50,909	-	-
Charges for services	258,711	-	-	-	52,524	-	-
Fines and forfeits	52,586	-	-	-	-	-	-
Other receipts	<u>650,686</u>	<u>571</u>	<u>2,258</u>	<u>-</u>	<u>2,217</u>	<u>-</u>	<u>4,061</u>
Total receipts	<u>9,883,791</u>	<u>186,126</u>	<u>2,258</u>	<u>12,630</u>	<u>687,645</u>	<u>-</u>	<u>4,061</u>
Disbursements:							
Personal services	3,504,925	-	-	-	369,502	-	-
Supplies	146,654	151,067	-	-	15,480	-	-
Other services and charges	2,548,243	13,872	-	-	13,752	-	-
Debt service - principal and interest	47,856	-	-	-	-	-	-
Capital outlay	34,526	-	-	-	-	-	-
Other disbursements	<u>-</u>	<u>-</u>	<u>688</u>	<u>11,655</u>	<u>285</u>	<u>-</u>	<u>-</u>
Total disbursements	<u>6,282,204</u>	<u>164,939</u>	<u>688</u>	<u>11,655</u>	<u>399,019</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>3,601,587</u>	<u>21,187</u>	<u>1,570</u>	<u>975</u>	<u>288,626</u>	<u>-</u>	<u>4,061</u>
Cash and investments - ending	<u>\$ 3,150,563</u>	<u>\$ 171,573</u>	<u>\$ 8,185</u>	<u>\$ 31,985</u>	<u>\$ 364,666</u>	<u>\$ 2,949</u>	<u>\$ 23,618</u>

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

	State Meeting Fees	Emergency Telephone System	Drug Free Community	Emergency Planning/Right To Know	Convention And Tourism	Highway	Parks And Recreation
Cash and investments - beginning	\$ 165	\$ (18,258)	\$ 5,638	\$ 4,636	\$ 251,150	\$ 634,771	\$ 14,724
Receipts:							
Taxes	-	-	-	-	-	471,147	-
Licenses and permits	-	-	-	-	-	1,755	-
Intergovernmental	-	-	-	-	662,890	1,265,886	-
Charges for services	-	150,195	-	-	-	1,553	-
Fines and forfeits	2,158	-	12,198	-	-	-	-
Other receipts	-	-	-	-	-	17,493	86,691
Total receipts	<u>2,158</u>	<u>150,195</u>	<u>12,198</u>	<u>-</u>	<u>662,890</u>	<u>1,757,834</u>	<u>86,691</u>
Disbursements:							
Personal services	-	109,733	-	-	-	656,999	16,670
Supplies	-	3,739	-	-	-	720,515	-
Other services and charges	-	5,249	11,367	-	-	325,593	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	186,165	-
Other disbursements	2,068	-	-	-	620,000	-	59,514
Total disbursements	<u>2,068</u>	<u>118,721</u>	<u>11,367</u>	<u>-</u>	<u>620,000</u>	<u>1,889,272</u>	<u>76,184</u>
Excess (deficiency) of receipts over disbursements	<u>90</u>	<u>31,474</u>	<u>831</u>	<u>-</u>	<u>42,890</u>	<u>(131,438)</u>	<u>10,507</u>
Cash and investments - ending	<u>\$ 255</u>	<u>\$ 13,216</u>	<u>\$ 6,469</u>	<u>\$ 4,636</u>	<u>\$ 294,040</u>	<u>\$ 503,333</u>	<u>\$ 25,231</u>

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

	Property Reassessment	Extradition	Juvenile Probation Service	Adult Probation Services	Criminal Justice - Federal	Recorder's Records Perpetuation
Cash and investments - beginning	\$ 19,436	\$ 764	\$ 14,561	\$ 26,272	\$ 4	\$ 154,354
Receipts:						
Taxes	203,723	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	17,903	-	-	-	-	-
Charges for services	-	-	4,392	36,888	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	-	-	748	35,433
Total receipts	<u>221,626</u>	<u>-</u>	<u>4,392</u>	<u>36,888</u>	<u>748</u>	<u>35,433</u>
Disbursements:						
Personal services	34,103	-	-	30,633	-	2,998
Supplies	2,899	-	-	2,459	-	-
Other services and charges	99,284	-	-	3,015	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	3,600	-	-	-
Other disbursements	-	-	-	541	50	26,386
Total disbursements	<u>136,286</u>	<u>-</u>	<u>3,600</u>	<u>36,648</u>	<u>50</u>	<u>29,384</u>
Excess (deficiency) of receipts over disbursements	<u>85,340</u>	<u>-</u>	<u>792</u>	<u>240</u>	<u>698</u>	<u>6,049</u>
Cash and investments - ending	<u>\$ 104,776</u>	<u>\$ 764</u>	<u>\$ 15,353</u>	<u>\$ 26,512</u>	<u>\$ 702</u>	<u>\$ 160,403</u>

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

	User Fee	Covered Bridge	Health Maintenance	Comm Corrections - Home Detention	Guardian Ad Litem/Court	Misdemeanant
Cash and investments - beginning	\$ 59,429	\$ 14,271	\$ 16,016	\$ (7,905)	\$ 11,206	\$ 15,600
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	1,850	20,000	143,834	5,111	-
Charges for services	409	-	-	-	-	-
Fines and forfeits	11,108	-	-	-	600	-
Other receipts	82	-	-	31,451	158	10,764
Total receipts	11,599	1,850	20,000	175,285	5,869	10,764
Disbursements:						
Personal services	-	-	17,318	170,065	-	-
Supplies	-	-	500	-	-	-
Other services and charges	3,853	-	220	-	-	2,000
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	1,175	-	-	-	-	8,803
Other disbursements	-	-	-	3,505	1,690	-
Total disbursements	5,028	-	18,038	173,570	1,690	10,803
Excess (deficiency) of receipts over disbursements	6,571	1,850	1,962	1,715	4,179	(39)
Cash and investments - ending	\$ 66,000	\$ 16,121	\$ 17,978	\$ (6,190)	\$ 15,385	\$ 15,561

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

	Supplemental Public Defender Services	Jail Commissary	Surveyor's Corner Perpetuation	Jury Pay	Prisoner Reimbursement	Rainy Day
Cash and investments - beginning	\$ 6,441	\$ 26,763	\$ 17,677	\$ 16,069	\$ 5,060	\$ 871,488
Receipts:						
Taxes	-	-	-	-	-	653,316
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	77,865	-	-	-	-
Fines and forfeits	4,393	-	-	2,431	-	-
Other receipts	-	-	4,250	-	10,920	67,289
Total receipts	<u>4,393</u>	<u>77,865</u>	<u>4,250</u>	<u>2,431</u>	<u>10,920</u>	<u>720,605</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	13,500	-	-	5,000
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	4,270	-	-	-
Other disbursements	-	74,037	-	-	-	-
Total disbursements	<u>-</u>	<u>74,037</u>	<u>17,770</u>	<u>-</u>	<u>-</u>	<u>5,000</u>
Excess (deficiency) of receipts over disbursements	<u>4,393</u>	<u>3,828</u>	<u>(13,520)</u>	<u>2,431</u>	<u>10,920</u>	<u>715,605</u>
Cash and investments - ending	<u>\$ 10,834</u>	<u>\$ 30,591</u>	<u>\$ 4,157</u>	<u>\$ 18,500</u>	<u>\$ 15,980</u>	<u>\$ 1,587,093</u>

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

	Project Income	Disaster Fund - OCRA DRI	Probation User Fee-Administrative	County Option Dog Tax	Brown County Emergency Management	Riverboat Wagering Tax Revenue Sharing
Cash and investments - beginning	\$ 21,701	\$ -	\$ 33,818	\$ 12,021	\$ 52	\$ 275,946
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	10,731	-	-
Intergovernmental	-	-	-	-	-	93,602
Charges for services	51,509	143,088	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	12,664	-	-	-
Total receipts	<u>51,509</u>	<u>143,088</u>	<u>12,664</u>	<u>10,731</u>	<u>-</u>	<u>93,602</u>
Disbursements:						
Personal services	-	-	4,757	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	10,045	-	19,811
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	54,525	143,088	-	-	-	5,163
Total disbursements	<u>54,525</u>	<u>143,088</u>	<u>4,757</u>	<u>10,045</u>	<u>-</u>	<u>24,974</u>
Excess (deficiency) of receipts over disbursements	<u>(3,016)</u>	<u>-</u>	<u>7,907</u>	<u>686</u>	<u>-</u>	<u>68,628</u>
Cash and investments - ending	<u>\$ 18,685</u>	<u>\$ -</u>	<u>\$ 41,725</u>	<u>\$ 12,707</u>	<u>\$ 52</u>	<u>\$ 344,574</u>

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

	Tobacco III	Health Maintenance II	Urine Drug Screen	Recorders Redacted Version	Civil Service Fee	Foreign Language Interpreter
Cash and investments - beginning	\$ 28,744	\$ 30,539	\$ 495	\$ 23,569	\$ 10,733	\$ 3,001
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	15,052	13,139	-	-	-	1,250
Charges for services	-	-	-	7,548	-	-
Fines and forfeits	-	-	2,701	-	3,100	-
Other receipts	-	-	-	-	-	-
Total receipts	<u>15,052</u>	<u>13,139</u>	<u>2,701</u>	<u>7,548</u>	<u>3,100</u>	<u>1,250</u>
Disbursements:						
Personal services	-	265	-	-	-	-
Supplies	4,881	3,015	-	-	-	-
Other services and charges	12,218	-	1,758	-	-	806
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	6,178	-	-	-	-	-
Other disbursements	-	-	-	285	-	-
Total disbursements	<u>23,277</u>	<u>3,280</u>	<u>1,758</u>	<u>285</u>	<u>-</u>	<u>806</u>
Excess (deficiency) of receipts over disbursements	<u>(8,225)</u>	<u>9,859</u>	<u>943</u>	<u>7,263</u>	<u>3,100</u>	<u>444</u>
Cash and investments - ending	<u>\$ 20,519</u>	<u>\$ 40,398</u>	<u>\$ 1,438</u>	<u>\$ 30,832</u>	<u>\$ 13,833</u>	<u>\$ 3,445</u>

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

	Document Fees	County Child Advocacy Fund	Salt Creek Trail	Economic Development Commission	Property Transfer Fee Fund	Sheriff Surety Bond
Cash and investments - beginning	\$ 20,270	\$ 927	\$ 13,442	\$ 8,145	\$ 16,935	\$ 65
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	8,800	-	-	-
Charges for services	-	-	-	3,000	-	-
Fines and forfeits	5,467	-	-	-	5,295	-
Other receipts	-	-	-	-	-	905
Total receipts	<u>5,467</u>	<u>-</u>	<u>8,800</u>	<u>3,000</u>	<u>5,295</u>	<u>905</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	4,990	10,665	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	16,894	-	-	915
Total disbursements	<u>-</u>	<u>-</u>	<u>16,894</u>	<u>4,990</u>	<u>10,665</u>	<u>915</u>
Excess (deficiency) of receipts over disbursements	<u>5,467</u>	<u>-</u>	<u>(8,094)</u>	<u>(1,990)</u>	<u>(5,370)</u>	<u>(10)</u>
Cash and investments - ending	<u>\$ 25,737</u>	<u>\$ 927</u>	<u>\$ 5,348</u>	<u>\$ 6,155</u>	<u>\$ 11,565</u>	<u>\$ 55</u>

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

	Small Claim Service Fee	Alternative Dispute Fee	Probation Application Fee	Prosecutor Infraction Deferral	Family Access	Access Enhancement
Cash and investments - beginning	\$ 9,536	\$ 6,910	\$ 1,125	\$ 14,726	\$ (53,697)	\$ 605
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	112,880	-
Charges for services	-	-	75	-	-	-
Fines and forfeits	1,624	1,540	-	30,580	-	-
Other receipts	-	-	-	855	41	-
Total receipts	<u>1,624</u>	<u>1,540</u>	<u>75</u>	<u>31,435</u>	<u>112,921</u>	<u>-</u>
Disbursements:						
Personal services	-	-	-	12,105	32,638	-
Supplies	-	-	-	3,873	-	-
Other services and charges	-	1,525	-	7,468	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	1,325	-	-
Other disbursements	-	-	-	-	52,104	-
Total disbursements	<u>-</u>	<u>1,525</u>	<u>-</u>	<u>24,771</u>	<u>84,742</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>1,624</u>	<u>15</u>	<u>75</u>	<u>6,664</u>	<u>28,179</u>	<u>-</u>
Cash and investments - ending	<u>\$ 11,160</u>	<u>\$ 6,925</u>	<u>\$ 1,200</u>	<u>\$ 21,390</u>	<u>\$ (25,518)</u>	<u>\$ 605</u>

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

	Prosecutor Controlled Substance	Prosecutor IV-D Incentive	Animal Ordinance	Clerk Incentive	Triad	Substance Treatment
Cash and investments - beginning	\$ 236	\$ 26,546	\$ 4,393	\$ 21,764	\$ 21,406	\$ 1,525
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	9,728	-	6,314	-	2,400
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	360	-	-	-
Other receipts	-	-	-	-	6,567	350
Total receipts	-	9,728	360	6,314	6,567	2,750
Disbursements:						
Personal services	-	6,368	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	1,926	-	3,730	5,465	1,875
Total disbursements	-	8,294	-	3,730	5,465	1,875
Excess (deficiency) of receipts over disbursements	-	1,434	360	2,584	1,102	875
Cash and investments - ending	\$ 236	\$ 27,980	\$ 4,753	\$ 24,348	\$ 22,508	\$ 2,400

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

	Comm Transition Program	Bond Administration Fees	Tobacco Free	Cities Readiness	Public Health Co-Ordination	Bioterrorism Cash Allowance
Cash and investments - beginning	\$ 32,674	\$ 23,733	\$ 9,853	\$ 62	\$ 286	\$ 6,469
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	16,000	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	4,408	-	-	-	-
Other receipts	8,940	-	-	-	-	-
Total receipts	8,940	4,408	16,000	-	-	-
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	3,032	-	-	-
Other services and charges	-	-	12,000	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	3,150	-	-	-	-	-
Total disbursements	3,150	-	15,032	-	-	-
Excess (deficiency) of receipts over disbursements	5,790	4,408	968	-	-	-
Cash and investments - ending	\$ 38,464	\$ 28,141	\$ 10,821	\$ 62	\$ 286	\$ 6,469

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

	Bioterrorism Supplemental	Homeland Security-LETPP	Highway Safety Plan	Sheriff DNR Distribution	Prosecutor Federal Forfeiture	Juvenile Accountability
Cash and investments - beginning	\$ 9,180	\$ 319	\$ 1,694	\$ 168	\$ 506	\$ 593
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	6,521	2,900	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	14,550	-	-	-	-
Total receipts	-	14,550	6,521	2,900	-	-
Disbursements:						
Personal services	-	-	5,450	2,936	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	14,550	2,696	-	-	-
Total disbursements	-	14,550	8,146	2,936	-	-
Excess (deficiency) of receipts over disbursements	-	-	(1,625)	(36)	-	-
Cash and investments - ending	\$ 9,180	\$ 319	\$ 69	\$ 132	\$ 506	\$ 593

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

	Family Violence & Victim Assistance	CEDIT Excess	Sheriff Drug Buy Money	Prosecutor IV-D Pca Fund	Cities Readiness II	Health Support Clinic
Cash and investments - beginning	\$ (6,643)	\$ 898,940	\$ 18,865	\$ 231	\$ 5,020	\$ (25,030)
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	35,050	-	-	-	(1,250)	166,475
Charges for services	-	-	-	-	-	(5,140)
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	1,441,912	24	501	-	39
Total receipts	35,050	1,441,912	24	501	(1,250)	161,374
Disbursements:						
Personal services	38,509	570,186	-	-	-	136,944
Supplies	-	257	-	-	657	5,591
Other services and charges	-	182,211	-	296	-	21,262
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	150,274	-	-	-	-
Other disbursements	-	21,509	60	39	-	28
Total disbursements	38,509	924,437	60	335	657	163,825
Excess (deficiency) of receipts over disbursements	(3,459)	517,475	(36)	166	(1,907)	(2,451)
Cash and investments - ending	\$ (10,102)	\$ 1,416,415	\$ 18,829	\$ 397	\$ 3,113	\$ (27,481)

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

	Health Clinic Donation Fund	FEMA Emergency Grant - Highway	Parks & Recreation Grant Fund	Parks & Recreation Fema Grant Fund	Park & Recreation Salt Creek Trail Maintenance	Park & Recreation Salt Creek Trail Grant
Cash and investments - beginning	\$ 18,408	\$ 27,356	\$ 5,728	\$ -	\$ 532	\$ 666,407
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	3,000	7,095	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	102,084	69,816	-	-	-	2,134
Total receipts	<u>102,084</u>	<u>69,816</u>	<u>3,000</u>	<u>7,095</u>	<u>-</u>	<u>2,134</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	2,957	-	-	-	-	-
Other services and charges	6,689	-	-	-	-	6,383
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	6,553	-	-	-
Other disbursements	-	97,172	-	7,095	-	-
Total disbursements	<u>9,646</u>	<u>97,172</u>	<u>6,553</u>	<u>7,095</u>	<u>-</u>	<u>6,383</u>
Excess (deficiency) of receipts over disbursements	<u>92,438</u>	<u>(27,356)</u>	<u>(3,553)</u>	<u>-</u>	<u>-</u>	<u>(4,249)</u>
Cash and investments - ending	<u>\$ 110,846</u>	<u>\$ -</u>	<u>\$ 2,175</u>	<u>\$ -</u>	<u>\$ 532</u>	<u>\$ 662,158</u>

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

	Prosecutor State Forfeiture	Planning & Zoning Project	Cities Readiness III	Health-Pandemic H1N1	E-911 Wireless	Prescription Drug Abuse
Cash and investments - beginning	\$ 2,500	\$ 10,000	\$ (1,907)	\$ (5,394)	\$ 23,674	\$ 500
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	35,195	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	-	-	77,727	-
Total receipts	-	-	-	35,195	77,727	-
Disbursements:						
Personal services	-	-	-	-	61,044	-
Supplies	-	-	(657)	871	-	-
Other services and charges	-	-	-	3,343	168	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	24,607	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	-	-	(657)	28,821	61,212	-
Excess (deficiency) of receipts over disbursements	-	-	657	6,374	16,515	-
Cash and investments - ending	\$ 2,500	\$ 10,000	\$ (1,250)	\$ 980	\$ 40,189	\$ 500

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

	Economic Dev Commission - OBER	Title III - Fire	CAGIT-Public Safety	Tax Sale Surplus	Health Support Clinic II	Cities Readiness IV
Cash and investments - beginning	\$ 2,000	\$ 4,349	\$ 589,976	\$ -	\$ -	\$ -
Receipts:						
Taxes	-	-	677,283	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	43,719	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	-	1,651,363	-	40
Total receipts	-	-	677,283	1,651,363	43,719	40
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	490,000	-	43,719	40
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	226,599	-	-	-
Other disbursements	-	-	-	273,999	-	-
Total disbursements	-	-	716,599	273,999	43,719	40
Excess (deficiency) of receipts over disbursements	-	-	(39,316)	1,377,364	-	-
Cash and investments - ending	\$ 2,000	\$ 4,349	\$ 550,660	\$ 1,377,364	\$ -	\$ -

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

	Health Sup Clinic Fees	Vaccine For Children Grant	Brown County EMA Grant Fund	Prosecutor ARRA Fund	HEA 1001-2007 2008 PTRC & HSC	Owner Occupied Rehabilitation Grant
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	10,668	-	2,381	-	61,319	137,230
Charges for services	-	-	-	5,697	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total receipts	<u>10,668</u>	<u>-</u>	<u>2,381</u>	<u>5,697</u>	<u>61,319</u>	<u>137,230</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	963	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	5,225	-	-	-	-
Other disbursements	-	200	-	-	61,319	137,230
Total disbursements	<u>-</u>	<u>6,388</u>	<u>-</u>	<u>-</u>	<u>61,319</u>	<u>137,230</u>
Excess (deficiency) of receipts over disbursements	<u>10,668</u>	<u>(6,388)</u>	<u>2,381</u>	<u>5,697</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 10,668</u>	<u>\$ (6,388)</u>	<u>\$ 2,381</u>	<u>\$ 5,697</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Ems Grant Fund	Jackson Township Fire Station Grant	Jail Lease Rental	Cumulative Capital Development	Cumulative Bridge	Cumulative Capital Improvement
Cash and investments - beginning	\$ -	\$ -	\$ 207,611	\$ 292,144	\$ 922,486	\$ 1,046,510
Receipts:						
Taxes	-	-	-	-	562,281	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	1,034,570	-	49,412	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	42,740	500,000	-	497,997	58,377	12,574
Total receipts	42,740	500,000	1,034,570	497,997	670,070	12,574
Disbursements:						
Personal services	-	-	-	-	112,148	-
Supplies	-	-	-	-	18,117	-
Other services and charges	-	438,964	-	-	185,384	2,324
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	591,000	68,468	492,082	2,750
Other disbursements	27,014	44,443	-	-	-	150,000
Total disbursements	27,014	483,407	591,000	68,468	807,731	155,074
Excess (deficiency) of receipts over disbursements	15,726	16,593	443,570	429,529	(137,661)	(142,500)
Cash and investments - ending	\$ 15,726	\$ 16,593	\$ 651,181	\$ 721,673	\$ 784,825	\$ 904,010

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

	Police Pension	City And Town Court Costs	Congressional School Interest	Tax Sale Redemption	Surplus Tax	State Settlement
Cash and investments - beginning	\$ 1,412,090	\$ 321	\$ 8,745	\$ -	\$ 4,376	\$ -
Receipts:						
Taxes	173,931	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	<u>189,858</u>	<u>5,145</u>	<u>170</u>	<u>78,511</u>	<u>60,005</u>	<u>23,319,794</u>
Total receipts	<u>363,789</u>	<u>5,145</u>	<u>170</u>	<u>78,511</u>	<u>60,005</u>	<u>23,319,794</u>
Disbursements:						
Personal services	102,387	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	35,776	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	<u>-</u>	<u>1,520</u>	<u>170</u>	<u>79,226</u>	<u>35,284</u>	<u>23,319,794</u>
Total disbursements	<u>138,163</u>	<u>1,520</u>	<u>170</u>	<u>79,226</u>	<u>35,284</u>	<u>23,319,794</u>
Excess (deficiency) of receipts over disbursements	<u>225,626</u>	<u>3,625</u>	<u>-</u>	<u>(715)</u>	<u>24,721</u>	<u>-</u>
Cash and investments - ending	<u>\$ 1,637,716</u>	<u>\$ 3,946</u>	<u>\$ 8,745</u>	<u>\$ (715)</u>	<u>\$ 29,097</u>	<u>\$ -</u>

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

	State Fines And Forfeitures	State Sales Disclosure Fee	Overweight Vehicle Fines	Infraction Judgements	Inheritance Tax	Payroll
Cash and investments - beginning	\$ 669	\$ 150	\$ 568	\$ 1,364	\$ 20,897	\$ 87,012
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	<u>2,912</u>	<u>1,985</u>	<u>12</u>	<u>28,782</u>	<u>718,310</u>	<u>1,777,172</u>
Total receipts	<u>2,912</u>	<u>1,985</u>	<u>12</u>	<u>28,782</u>	<u>718,310</u>	<u>1,777,172</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	<u>2,854</u>	<u>1,950</u>	<u>580</u>	<u>28,369</u>	<u>700,706</u>	<u>1,755,332</u>
Total disbursements	<u>2,854</u>	<u>1,950</u>	<u>580</u>	<u>28,369</u>	<u>700,706</u>	<u>1,755,332</u>
Excess (deficiency) of receipts over disbursements	<u>58</u>	<u>35</u>	<u>(568)</u>	<u>413</u>	<u>17,604</u>	<u>21,840</u>
Cash and investments - ending	<u>\$ 727</u>	<u>\$ 185</u>	<u>\$ -</u>	<u>\$ 1,777</u>	<u>\$ 38,501</u>	<u>\$ 108,852</u>

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

	Education Plate Fees Agency	Financial Institution Tax	Wheel Tax	Child Restraint Violations Fines	Homestead Credit Rebate	HEA 1001 State Homestead Credit
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ 55,919	\$ (7,790)
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	431	33,538	64,288	75	-	312,849
Total receipts	431	33,538	64,288	75	-	312,849
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	431	33,538	64,288	75	20,460	301,018
Total disbursements	431	33,538	64,288	75	20,460	301,018
Excess (deficiency) of receipts over disbursements	-	-	-	-	(20,460)	11,831
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ 35,459	\$ 4,041

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

	Coroners Training & Education Fee	Surtax	Commercial Vehicle Tax	State Sales Tax	Local Option Tax Distribution	Sheriff Service Fees - Retirement
Cash and investments - beginning	\$ 25	\$ -	\$ -	\$ 50	\$ (40,123)	\$ 18,906
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	<u>1,278</u>	<u>419,682</u>	<u>90,631</u>	<u>64</u>	<u>3,788,292</u>	<u>8,646</u>
Total receipts	<u>1,278</u>	<u>419,682</u>	<u>90,631</u>	<u>64</u>	<u>3,788,292</u>	<u>8,646</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	<u>1,229</u>	<u>419,682</u>	<u>90,631</u>	<u>50</u>	<u>3,748,169</u>	<u>-</u>
Total disbursements	<u>1,229</u>	<u>419,682</u>	<u>90,631</u>	<u>50</u>	<u>3,748,169</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>49</u>	<u>-</u>	<u>-</u>	<u>14</u>	<u>40,123</u>	<u>8,646</u>
Cash and investments - ending	<u>\$ 74</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 64</u>	<u>\$ -</u>	<u>\$ 27,552</u>

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

	Congressional. School Principal	County Economic Devevelopment Income Tax	County Treasurer	County Clerk	Recorder	County Plan Commission
Cash and investments - beginning	\$ 8,496	\$ (7,180)	\$ 3,898,930	\$ 124,561	\$ 7,709	\$ 2,662
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	8,496	831,770	29,608,686	1,377,044	11,861	39,478
Total receipts	8,496	831,770	29,608,686	1,377,044	11,861	39,478
Disbursements:						
Personal services	-	-	-	-	-	40,347
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	8,496	824,589	32,956,997	1,345,933	7,709	-
Total disbursements	8,496	824,589	32,956,997	1,345,933	7,709	40,347
Excess (deficiency) of receipts over disbursements	-	7,181	(3,348,311)	31,111	4,152	(869)
Cash and investments - ending	\$ 8,496	\$ 1	\$ 550,619	\$ 155,672	\$ 11,861	\$ 1,793

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

	County Probation Department	County Park & Recreation Department	Sheriff's Cash Book	County Health Department	County Community Corrections	Prosecutor Bad Check
Cash and investments - beginning	\$ 4,175	\$ 4,291	\$ -	\$ -	\$ 3,784	\$ 112
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	55,205	8,609	31,861	51,047	45,483	9,081
Total receipts	55,205	8,609	31,861	51,047	45,483	9,081
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	56,924	4,291	31,861	51,047	47,092	10,503
Total disbursements	56,924	4,291	31,861	51,047	47,092	10,503
Excess (deficiency) of receipts over disbursements	(1,719)	4,318	-	-	(1,609)	(1,422)
Cash and investments - ending	\$ 2,456	\$ 8,609	\$ -	\$ -	\$ 2,175	\$ (1,310)

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

	Public Safety LOIT Distribution	Cagit-Property Tax Operating Levy	Cagit CAGIT HSC 07 Pay 08	Special Death Benefits	Sex & Violent Offender Fund	Title III Hava
Cash and investments - beginning	\$ -	\$ -	\$ 1,627,902	\$ 30	\$ 2,024	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	<u>725,938</u>	<u>717,878</u>	<u>1,453,909</u>	<u>330</u>	<u>1,071</u>	<u>49,300</u>
Total receipts	<u>725,938</u>	<u>717,878</u>	<u>1,453,909</u>	<u>330</u>	<u>1,071</u>	<u>49,300</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	<u>725,938</u>	<u>717,878</u>	<u>3,051,496</u>	<u>315</u>	<u>1,940</u>	<u>-</u>
Total disbursements	<u>725,938</u>	<u>717,878</u>	<u>3,051,496</u>	<u>315</u>	<u>1,940</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>-</u>	<u>(1,597,587)</u>	<u>15</u>	<u>(869)</u>	<u>49,300</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 30,315</u>	<u>\$ 45</u>	<u>\$ 1,155</u>	<u>\$ 49,300</u>

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

	Excess Levy	Operating Levy Freeze Stabilization	County Health Support Clinic	County Parks & Recreation Petty Cash	Sheriff Dept Inmate Trust	Totals
Cash and investments - beginning	\$ -	\$ 694,176	\$ 3	\$ 3,091	\$ 400	\$ 15,279,488
Receipts:						
Taxes	-	-	-	-	-	11,300,597
Licenses and permits	-	-	-	-	-	25,116
Intergovernmental	-	-	-	-	-	5,172,275
Charges for services	-	-	-	-	-	788,314
Fines and forfeits	-	-	-	-	-	140,549
Other receipts	17,454	48,467	5,566	2,008	45,992	71,476,236
Total receipts	17,454	48,467	5,566	2,008	45,992	88,903,087
Disbursements:						
Personal services	-	-	-	-	-	6,039,030
Supplies	-	-	-	-	-	1,086,870
Other services and charges	-	-	-	-	-	4,542,793
Debt service - principal and interest	-	-	-	-	-	47,856
Capital outlay	-	-	-	-	-	1,813,600
Other disbursements	-	-	5,566	3,091	45,642	72,429,557
Total disbursements	-	-	5,566	3,091	45,642	85,959,706
Excess (deficiency) of receipts over disbursements	17,454	48,467	-	(1,083)	350	2,943,381
Cash and investments - ending	\$ 17,454	\$ 742,643	\$ 3	\$ 2,008	\$ 750	\$ 18,222,869

BROWN COUNTY
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT
 12/31/2010

The County has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Capital leases:		
Jail Building	\$ 7,335,000	\$ 592,000
E 911 Equipment	260,725	73,842
2010 Ford Crown Victoria	7,396	7,884
2010 Ford - Sheriff vehicle leases	54,956	30,227
2009 Gradall	<u>183,781</u>	<u>51,173</u>
 Total debt	 <u>\$ 7,841,857</u>	 <u>\$ 755,126</u>

BROWN COUNTY
OTHER REPORT(S)

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

County Auditor
County Treasurer
County Sheriff

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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 BROWN COUNTY, INDIANA

Compliance

We have audited the compliance of Brown County (County) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended December 31, 2010. The County's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

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

In our opinion, the County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2010.

Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

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

A deficiency in internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

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

This report is intended solely for the information and use of the County's management, 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 24, 2011

BROWN 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 AGRICULTURE</u>			
Direct Grant			
Cooperative Forestry Assistance	10.664		
Cooperative Law Enforcement Agreement		06-LE-11091200-007	\$ 2,900
Total for federal grantor agency			<u>2,900</u>
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>			
Pass-Through Office of Community and Rural Affairs			
CDBG - State-Administered Small Cities Program Cluster			
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	14.228		
		DR1A-09-039	55,164
		PL-00-044	37,461
		DR1A-09-005	11,795
		DR1A-09-100	38,668
		DR2-09-040	483,407
		CF-10-103	27,014
Pass-Through Indiana Housing and Community Development Authority		DR10R-009-019	<u>137,230</u>
Total for cluster			<u>790,739</u>
Total for federal grantor agency			<u>790,739</u>
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Pass-Through Indiana Criminal Justice Institute			
Crime Victim Assistance	16.575		
Victim Assistance Program		09-VA-017	21,918
		09-VA-PR-182	<u>8,141</u>
Total for federal grantor agency			<u>30,059</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		
Bridge Inspection		DES 0900118	50,962
Salt Creek Trail Phase I		DES 0401063	<u>3,800</u>
Total for cluster			<u>54,762</u>
Highway Safety Cluster			
Alcohol Impaired Driving Countermeasures Incentive Grants	20.601		
		OP-10-02-01-59	3,250
		OP-10-02-01-66	<u>3,250</u>
Total for cluster			<u>6,500</u>
Total for federal grantor agency			<u>61,262</u>

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

BROWN 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. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana Department of Child Services			
Child Support Enforcement	93.563		
County Prosecutor's Expenditures		None	31,662
County Clerk's Expenditures		None	9,575
Collection Incentives		None	22,126
Indirect Costs		None	<u>27,799</u>
Total for program			<u>91,162</u>
ARRA - Child Support Enforcement	93.563		
ARRA - County Prosecutor		None	<u>5,546</u>
Pass-Through Indiana Family and Social Services Administration			
Grants to States for Access and Visitation Programs	93.597	07-09-1C-0119	<u>112,545</u>
Total for federal grantor agency			<u>209,253</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	EDS #C44P-9-474A	<u>14,550</u>
Total for cluster			<u>14,550</u>
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	FEMA DR#1766	<u>104,266</u>
Emergency Management Performance Grants	97.042	C44P-0-255A	<u>15,598</u>
Total for federal grantor agency			<u>119,864</u>
Total federal awards expended			<u>\$ 1,228,627</u>

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

BROWN 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 Brown 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
CDBG – State Administered Small Cities Small Cities Program Cluster	14.228	50,113
		\$

BROWN 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?	yes
Significant deficiency identified?	no
Noncompliance material to financial statements noted?	no

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	no
Significant deficiency identified?	none reported
Type of auditor's report issued on compliance for major programs:	Unqualified
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?	no

Identification of Major Program:

_____ Name of Federal Program or Cluster _____
CDBG – State Administered Small Cities Program Cluster

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

Auditee qualified as low-risk auditee? yes

Section II – Financial Statement Findings

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

We noted deficiencies in the internal control system of the Treasurer's office related to financial transactions and reporting.

The failure to establish and maintain internal controls could enable material misstatements or irregularities to be undetected.

Controls are not in place to ensure the balance per bank accounts reconciled with the Treasurer's Cash Book. The bank reconciliations consisted of automated software printouts and calculator tapes with various reconciling amounts for each separate bank account. The calculator tapes included various

BROWN COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

amounts including interest not yet posted to the books, and other reconciling items. The software printouts were reconciled to the bank statements. This reconciliation was prepared by an employee in the Treasurer's office. The software printouts were not reconciled to the Treasurer's Cash Book. Also, no combined bank reconciliation worksheet was completed, which would have enabled the Treasurer's staff to more readily determine whether the bank reconciliations and the Treasurer's Cash Book actually balanced. The Treasurer does not review or approve the bank reconciliation.

As of December 31, 2010, there was \$5,568.64 cash necessary to balance based on the combined bank reconciliation to the Treasurer's Cash Book prepared by the State Board of Accounts.

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 Counties of Indiana, Chapter 1)

FINDING 2010-2 - INTERNAL CONTROLS OVER FINANCIAL TRANSACTIONS AND REPORTING

We noted several deficiencies in the internal control system of the County related to financial transactions and reporting. We believe the following deficiencies constitute material weaknesses:

The Auditor's office did not have sufficient internal controls over the payroll process. The Payroll Clerk performed payroll processing including the processing of the actual payroll, writing the checks, processing the direct deposits, posting the payroll disbursements to the various funds and budgetary accounts, payment of the various payroll withholdings, and the related employer benefits. Also, any written correspondence or phone calls concerning payroll taxes or other payroll related issues were usually given to her to be resolved.

Controls were not in place in the Auditor's office to ensure temporary loans are repaid timely. A \$900,000 temporary loan from the Cumulative Capital Development Fund to the County General Fund in 2008 had not been repaid in 2009. Additionally, controls were not in place to track capital leases that have been entered into at other departments within the County. A capital lease for a Gradall in the amount of \$225,231 was signed by the Commissioners; however, the former County Auditor was unaware of this lease.

The Auditor's staff also did not have sufficient controls over federal grants received by the County. Sufficient information was not readily available to determine what federal grants the County received. This information was necessary to complete the Schedule of Federal Financial Assistance. This schedule was not submitted as part of the County Annual Report, but instead was compiled by the State Board of Accounts. Additional time was needed to obtain the information needed to compile and audit the schedule.

The Auditor's office did not have sufficient controls over bid documents. During the audit, they were unable to locate several original bid documents, including the Jackson Township fire station, which should have been filed in their office.

BROWN COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

There were not sufficient controls over the board approval of claims. Most claims prepared between the Commissioner's meetings were stamped with the Commissioners' signature stamps by the Auditor's staff.

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 objections, 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 Counties of Indiana, Chapter 1)

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

BROWN COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters were reportable.

Joe Wray
Treasurer

Telephone
(812) 988-5458
Fax
(812) 988-5520

Brown County Treasurer
P.O. Box 98
Nashville, In 47448
wraydj@browncounty-in.us

TO: LINDA HALL
STATE BOARD OF ACCOUNTS

July 6, 2011

CORRECTIVE ACTION PLAN

Finding No. 2010-1. Internal Controls over Financial Transactions and Reporting –
County Treasurer

Corrective action:

The Treasurer will sign off on ALL monthly bank statements when reconciliation is completed and reviewed. The Treasurer's office will start working on the shortage of \$5,568.64 in the Peoples State Bank account. By contacting Peoples State Bank they will provide all NSF (Non-Sufficient Funds) notices during the 2010 calendar year. From that we will work backwards and check all NSF notices against our entries. This same procedure will be done with our Huntington Bank account. Huntington Bank is used for our Lock Box payments.



JOE WRAY

BROWN COUNTY TREASURER

BOARD OF COMMISSIONERS OF BROWN COUNTY
201 LOCUST ST. NASHVILLE, INDIANA 47448
812-988-5485 FAX 812-988-5487

MARY FOUCH PRESIDENT
DARRELL KENT VICE PRESIDENT
JOHN KENNARD

July 19, 2011

INDIANA STATE BOARD OF ACCOUNTS
302 W WASHINGTON ST. ROOM E418
INDIANA POLIS, INDIANA 46204-2765

RE: 2010 BROWN COUNTY AUDIT-CORRECTIVE ACTION PLAN

THE AUDITOR HAS MOVED THE HEAD BOOKKEEPER INTO A SEPARATE ROOM, SO SHE CAN CONCENTRATE ON ALL OF HER TASKS.

THE ACCOUNTS PAYABLE CLERK VERIFY'S THAT THE ACH HAS COME IN BEFORE THE BOOKKEEPER WRITES THE CHECKS.

THE HEAD BOOKKEEPER WILL CHECK THE ACCOUNTS PAYABLE TO BE SURE SHE BALANCES WITH THE HARRIS PROGRAM.

WE ARE KEEPING TRACK OF WHO WRITES WHAT CHECKS

THE HEAD BOOKKEEPER IS WORKING ON FIXING THE PROBLEMS CREATED BY THE PAYROLL CLERK

THE PERF, UNEMPLOYMENT, AFLAC AND PAYROLL THAT HAS BEEN DONE INCORRECTLY SINCE LAST YEAR IS GETTING STRAIGHTENED OUT AS QUICKLY AS POSSIBLE.

THE TEMPORARY LOAN FROM THE CUM CAP WILL BE PAID BACK IN \$100,000.00 INCREMENTS STARTING THIS YEAR.

THE FEDERAL GRANTS ARE NOW IN A CENTRAL PLACE AND HAVE BEEN SEPARATED AND ARE NOW IN ORDER.

THE COMMISSIONERS MADE THE LOAN WITHOUT KNOWLEDGE OF THE AUDITOR AND HAS BEEN TOLD THAT ALL LEASES, FEDERAL GRANTS AND BIDS MUST BE KEPT IN THE AUDITORS OFFICE SO THAT IT WILL BE READILY AVAILABLE IF THE PUBLIC SHOULD WANT TO SEE THEM.

THE COMMISSIONERS NOW SIGN THE CLAIMS AT THE MEETING AFTER THEY HAVE APPROVED THEM. TWO OF THE GIRLS TAKE IN MONEY AND RECEIPT THEM AND THE CLAIMS PERSON OR HEAD BOOKKEEPER BALANCES AND SENDS IT TO THE TREASURER EVERY DAY.



GLENDA STOGSDILL, AUDITOR

BROWN COUNTY
EXIT CONFERENCE

The contents of this report were discussed on June 24, 2011, with Glenda K. Stogsdill, Auditor; Mary Fouch, President of the Board of County Commissioners; Dave Critser, President of the County Council; and Donna Lutes, First Deputy Auditor.