

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

ANNUAL FINANCIAL REPORT

2010

CLARK COUNTY, INDIANA



FILED

09/01/2011

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Keith Groth R. Monty Snelling	01-01-08 to 12-31-10 01-01-11 to 12-31-14
Treasurer	Janet Hurst David Reinhardt	05-06-09 to 12-31-10 01-01-11 to 12-31-14
Clerk	Barbara Haas	01-01-08 to 12-31-14
Sheriff	Daniel Rodden	01-01-07 to 12-31-14
Recorder	Richard P. Jones	01-01-07 to 12-31-14
President of the Board of County Commissioners	M. Edward Meyer	01-01-10 to 12-31-11
President of the County Council	Jack Coffman Kevin Vissing	01-01-10 to 12-31-10 01-01-11 to 12-31-11



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

TO: THE OFFICIALS OF CLARK COUNTY, INDIANA

We have audited the accompanying financial statement of Clark 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.

The County's General Fund has incurred a deficit cash and investment balance as of, August 3, 2011, in the amount of \$1,190,969. The County's plans, in regard to this deficit, are described in Note 7. The financial statement does not include any adjustments that might result from the outcome of this uncertainty.

In accordance with Government Auditing Standards, we have also issued a report dated August 11, 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 on the County's financial statement. The Combining Schedule 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 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 (Board of County Commissioners) and the County Council, 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

August 11, 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 CLARK COUNTY, INDIANA

We have audited the financial statement of Clark County (County), for the year ended December 31, 2010, and have issued our report thereon dated August 11, 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, 2010-2, 2010-3, and 2010-4 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 Matter

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 instances of noncompliance or other matters that are required to be reported under Government Auditing Standards and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2010-1, 2010-2, and 2010-4.

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 (Board of County Commissioners) and the County Council, 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

August 11, 2011

FINANCIAL STATEMENT

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

	Cash and Investments 01-01-10	Receipts	Disbursements	Cash and Investments 12-31-10
County General	\$ (3,088,053)	\$ 17,167,472	\$ 13,254,458	\$ 824,961
Local Roads & Streets	67,763	1,155,879	973,380	250,262
Board Of Aviation	87,411	229,183	201,880	114,714
Sheriff Accident Report	7,764	4,345	2,390	9,719
Firearms Training	34,667	18,480	8,099	45,048
Health Fund	788,617	1,164,901	1,521,171	432,347
Mosquito Control	35,310	19,902	29,392	25,820
T.B. Health	26,700	-	-	26,700
Alcohol & Drug User Fee	939,119	880,013	661,502	1,157,630
New Hope Services	-	489,882	520,709	(30,827)
Mental Health	-	490,030	520,857	(30,827)
Clark County Donation Fund B	491	6,718	5,678	1,531
Planning & Zoning Fees Fund	165,418	14,750	18,336	161,832
Landfill Improvements	85,799	2,139,712	761,022	1,464,489
Henryville Sanitation Corp.	-	32,230	1,386	30,844
Local Aviation Grant Tracking	64,983	411,761	408,522	68,222
Special Vehicle Inspection	24,481	11,300	2,778	33,003
Clerk's Record Perpetuation	56,535	47,093	58,142	45,486
Enhanced 911	31,407	810,951	737,273	105,085
Riverboat Revenue Fund	59,014	603,821	577,824	85,011
Adult Protective Service	(6,973)	92,378	113,234	(27,829)
Sheriff DFC Grant	17,180	12,900	19,129	10,951
County Drug Free Community	241,398	230,364	269,810	201,952
Drainage Board N/R Fee	118,975	3,150	18,265	103,860
Local Emerg. Planning R/T/K	21,470	15,701	16,381	20,790
Computer Revenue Fund	1,396	-	-	1,396
County Highway	65,066	2,356,029	2,378,302	42,793
Highway Developer Road Improvement	42,193	-	41,400	793
Reassessment 2010	98,175	122,398	194,708	25,865
Prosecutor Incentive	62,159	208,547	171,007	99,699
SJPSF Superior Court #1	29,916	99,703	119,361	10,258
Circuit Court Prob. User Fee	688,091	728,871	776,403	640,559
Recorder's Perpetuation	249,407	157,603	141,090	265,920
Local Health Maint.	76,300	40,634	104,690	12,244
Community Corrections Project Income	73,257	386,939	442,862	17,334
Solid Waste N/R	30,617	14,730	42,454	2,893
Casa- The Voice Of Clark	8,260	91,111	84,772	14,599
Auditor Endorsement Fund	24,688	15,640	32,008	8,320
County Misdemeanant	64,903	105,379	101,170	69,112
SPDSF	2,124	216,996	153,325	65,795
Clerk Incentive	78,063	105,895	46,022	137,936
Surveyor's Perpetuation	33,273	18,505	33,080	18,698
Jury Fee Fund	52,169	39,588	52,612	39,145
Closure-Post Closure	785,509	100,000	202,599	682,910
Juvenile Detention Federal Meal Reimb	-	8,394	-	8,394
Health Dept. Grant Fund	-	14,000	-	14,000
Prosecutor Incentive ARRA	-	67,615	-	67,615
OWI Police Grant	(78)	4,500	8,198	(3,776)
Community Corrections Program	147,249	689,021	774,722	61,548
Family Court Project	11,581	37,500	41,640	7,441
Interpreters Grant	8,603	-	12,979	(4,376)
ICJI Grant for Drug Court	-	-	22,419	(22,419)
Court Reform Grant	-	40,000	8,869	31,131
Family Treatment Drug Court	-	10,000	3,093	6,907
Community Transition Program	34,406	11,240	41,357	4,289
Arson Investigation	8,080	-	-	8,080
Tax Sale Legal Fee Fund	41,230	-	-	41,230
Stop Grant Police Dept	(12,164)	26,020	35,312	(21,456)
Rainy Day Fund	3,560,829	1,101,490	4,497,755	164,564
Jail Medical Fund	29,484	14,736	1,790	42,430
County Sales Disclosure	43,636	10,741	9,763	44,614
Prosecutor Infraction User Fee	76,372	131,725	163,005	45,092

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

CLARK 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
Bulletproof Vest	8,791	17,361	26,152	-
Big City Big County Grant	(2,606)	21,380	11,923	6,851
Domestic Violence Grant	5,172	76,870	63,282	18,760
ICJG Drug/Prosecutor	7,150	70,017	91,211	(14,044)
Welfare Excise Tax Allocation	-	3,474,219	3,474,219	-
2010 Bldg Authority Reserve	-	68,775	57,221	11,554
Radio Grant	-	9,450	-	9,450
H1N1 Grant	(48,827)	118,424	69,597	-
Y-Cap & Diamonds	-	20,000	20,000	-
Earmark Grant	-	26,000	26,000	-
2009 Pictometry Grant	-	443,692	443,692	-
Emergency Mgt Performance Fund	-	86,144	58,553	27,591
Port Security Grant	-	16,480	3,544	12,936
School Lunch Grant	-	11,110	-	11,110
Levy Excess	141,924	61,095	141,924	61,095
Information Technology Fund	-	160,046	97,791	62,255
Juvenile Pilot Program	37	-	37	-
Drug Court Ccyc Grant	-	19,209	2,024	17,185
911 LOIT	-	310,000	310,000	-
I.D.Security Protection	46,845	43,586	81,192	9,239
Wireless Emergency Telephone	59,215	356,790	159,774	256,231
Prosecutors Federal Forfeiture	3,257	-	3,257	-
Redevelopment Supplemental	-	632	632	-
Jeff Clark Building Authority	(287,735)	804,232	352,097	164,400
2010 Bldg. Authority Bond	-	1,902,496	1,847,581	54,915
TIF - Perry Crossing	20,035	20,839	31,462	9,412
TIF Henryville I-65 Corridor	3,467	655	4,793	(671)
TIF Memphis Corridor	160,920	77,031	201,889	36,062
Salem Road TIF	83	924	545	462
Superior Ct 1 Adult Admn Fee	12,349	201,231	179,746	33,834
Circuit Court Admn Fee	5,285	7,140	664	11,761
TMA Fund	317,337	551,042	776,300	92,079
ADR Circuit Court	16,656	10,240	1,219	25,677
ADR Superior Court	38,885	9,427	6,207	42,105
County Adult Facility Usage Fund	359,060	1,547,930	2,096,925	(189,935)
Superior #2 Drug Court	(50)	116,800	91,846	24,904
Emergency Management	63,841	49,445	113,286	-
County Recorder Agency Fund	100	504,852	451,010	53,942
Sheriff Local Foreclosure	47,259	130,210	101,229	76,240
Landowners Liab & Cont.	110,849	218,672	310,324	19,197
Sheriff's P.R. N/R	77,579	-	75,379	2,200
Juvenile Detention Project Income	201,769	395,044	451,067	145,746
Sheriff Expense & Seizure	-	255	255	-
Urban Conservation	7,882	46,000	52,479	1,403
Juvenile Detention Center Agency Fund	9,301	39,863	49,130	34
Community Corrections Agency Fund	149	361,332	361,332	149
Landfill Closure-Post Closure Trust	878,404	17,774	1,000	895,178
Clerk Of Circuit Court Agency Fund	3,408,876	8,944,534	9,211,803	3,141,607
Sheriff Jail Commissary	22,955	754,050	765,582	11,423
Sheriff Inmate Trust	141,066	883,682	877,627	147,121
Sheriff Property / Doc	-	2,425,059	2,367,590	57,469
Sheriff Cash Account	15,433	831,245	809,609	37,069
Sheriff Court Cash Bonds	100	510,535	510,430	205
Assessor Training Fund	4,820	4,230	-	9,050
General Obligation Bonds, 2005	91,119	236,898	224,175	103,842
Jail Detention Bonds	(24,756)	942,437	840,112	77,569
Redevelopment Commission Fund	1,155	-	-	1,155
Cummulative Bridge	1,036,739	-	287,356	749,383
Clark County Cum Capital	1,523,258	885,529	1,385,212	1,023,575
Cedit County Portion	1,156,830	1,615,008	2,184,670	587,168
Pension Trust Fund	19,981	32,838	-	52,819
Congressional Principal	17,888	179	-	18,067

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

CLARK 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
City/Town Court Cost	159,316	52,390	-	211,706
Coroners Training Fund	-	25,494	25,494	-
Congressional Interest	13,570	-	1,031	12,539
Tax Sale Surplus	93,382	2,790,895	486,957	2,397,320
Tax Sale Redemption	20,464	102,602	112,044	11,022
No Sale Redemption	-	63,826	63,831	(5)
Excess Tax	1,021,483	641,404	606,764	1,056,123
Surplus Dog Tax	375	-	-	375
State Homestead Credit	2,030,921	1,556,603	3,555,074	32,450
State Settlement	10,797	129,015,926	129,026,723	-
State Fines & Forfeitures	5,107	23,455	24,844	3,718
State Sales Disclosure	1,575	10,510	11,350	735
State Forestry Sale Timber	954	18,808	18,808	954
Overweight Vehicle	230	40,036	40,266	-
Prosecutor Copy Fund	5,353	228	-	5,581
State Recording Fees	1,020	11,333	12,353	-
Infraction Judgements	12,743	390,379	401,205	1,917
Inheritance Tax	362,054	2,671,517	2,354,619	678,952
ICJG Victim Asst/Pros.	6,354	150,588	149,773	7,169
Treasurer Fees Fund N/R	-	2,140	-	2,140
Payroll	-	15,634,332	15,634,332	-
Pepsco Deferred Compensation	-	105,763	105,763	-
United Fund W/H	238	702	751	189
Perf Clearing	10,204	1,638,339	1,648,543	-
Federal/Fica Tax Deposit	-	5,471,874	5,471,874	-
State Tax W/H	-	508,224	508,224	-
Soc Sec W/H	-	2,304,219	2,304,218	1
County Tax W/H	-	278,673	278,673	-
Census Fed. Cr. Union W/H	-	95,436	95,436	-
Payroll Withholdings	7,086	197,192	186,851	17,427
Insurance	1,592,387	3,190,248	2,786,172	1,996,463
Sheriff's Retiree Group Insurance	114,693	28,377	545	142,525
Wage Garnishment W/H	154	79,634	79,702	86
Special Death Benefit Fund	850	8,445	9,285	10
Education Plate Fee Dist/State	-	3,431	3,431	-
Tax Sale Cost-Contract	9,865	82,185	-	92,050
Financial Inst Tax	-	230,388	230,388	-
Weather Warning System	14,368	20,000	22,395	11,973
County Wheel Tax	113,401	480	-	113,881
County Surtax	12,250	-	-	12,250
Capital Development Tourism	-	1,027,664	1,027,664	-
Interstate Compact Fee	188	2,364	2,400	152
Homestead Credit Rebate	3,903	-	-	3,903
LOIT PTRC	-	5,332,030	4,774,135	557,895
LOIT Public Safety	-	4,882,030	4,882,029	1
Prior Delinquent Taxes - State	-	29,863	29,863	-
Commercial Vehicle Excise Tax	3,951	998,451	998,450	3,952
HEA 1001-2007 2008 PTRC & HSC	-	1,137,308	1,128,928	8,380
CAGIT	1	25,473,063	25,473,054	10
CEDIT Distribution	-	6,361,457	6,361,457	-
CEDIT Homestead Credit	527,931	6,990,801	4,897,883	2,620,849
LOIT - County General	-	1,401,524	1,352,195	49,329
After Settlement Collections	3,482,604	3,302,028	3,483,604	3,301,028
Sheriff Restitution	3,150	-	-	3,150
Hold For Information	69,798	553,878	584,913	38,763
County Law Enforcement	3,903	3,936	1,984	5,855
County Law Enforcement User Fee	327,266	72,969	24,060	376,175
Poor Relief - Washington Twp	390	-	-	390
Public Safety Fund	6,484	-	-	6,484
Step Program	4,073	-	-	4,073
Wilson Switch Road	1	-	-	1
Landfill Insurance	1	-	-	1

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

CLARK 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
Child Abuse Prevention	25	-	-	25
Courts Extended Operation	254	-	-	254
Superior Court #1 Disbursement	1,000	-	-	1,000
Landfill Development Improvement	10	-	-	10
Cemetery Fund	320	-	-	320
Data Reliability Pros IV-D	58	-	-	58
Prosecutor Impact Grant	21,448	-	-	21,448
Community Corrections Juvenile Detention	6	-	-	6
Children's Sexual Assault Service	20,441	-	-	20,441
Ace Overtime Grant-Sheriff	20	-	-	20
Clark County Cash Bond	3,220	-	-	3,220
Department of Redevelopment Operating	79,835	282	16,552	63,565
Department of Redevelopment TIF - Perry Crossing	5,539	31,630	-	37,169
Department of Redevelopment TIF - Henryville I-65 Corridor	7,947	4,216	-	12,163
Department of Redevelopment TIF - Memphis Corridor	136,187	204,069	-	340,256
Department of Redevelopment TIF - Salem Road	1,156	557	-	1,713
County Health Department Agency Fund	64,783	332,622	341,309	56,096
SRF - Henryville Sanitation Project	-	1,958,188	1,958,188	-
Sheriff's Pension	8,809,946	1,008,522	529,797	9,288,671
Cash Change Funds	305	-	-	305
Totals	<u>\$ 35,081,455</u>	<u>\$ 292,074,932</u>	<u>\$ 287,730,525</u>	<u>\$ 39,425,862</u>

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

CLARK COUNTY
NOTES TO FINANCIAL STATEMENT

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 presents 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.

Special assessments which include amounts levied against certain properties to defray all or part of the cost of a specific capital improvement or service deemed to benefit primarily those properties.

License and permits which includes 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

CLARK COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

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

Intergovernmental receipts which includes receipts from other governments in the form of operating grants, entitlements, or payments in lieu of taxes. Examples of this type of receipts includes, but is 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 includes 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 help as performance guarantees (forfeitures).

Net proceeds from borrowings which includes receipts from general obligation bonds, notes and loans.

Intergovernmental loan activity which includes amounts received from other funds as loans on a temporary basis.

Transfers in which includes funds authorized by statute, ordinance, resolution or court order to be transferred in from another fund.

Sale of investments which includes investments sold by the County.

Internal service receipts which are comprised mostly of fees received for services performed for other funds.

Fiduciary receipts which are comprised mostly of contributions to the pensions funds from state and local sources.

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 which includes 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.

CLARK COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

Supplies which includes 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 includes, but is not limited to: professional services, communication and transportation, printing and advertising, insurance, utility services, repairs and maintenance; and rental charges.

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

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

Interfund loan payments and loans made which includes amounts that are owed to a particular fund by another fund.

Transfers out which includes funds authorized by statute, ordinance, resolution or court order to be transferred to another fund.

Purchase of investments which includes investments purchased by the County.

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

CLARK COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

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% of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which normally become delinquent if not paid by May 10 and November 10, respectively.

Note 4. Deposits and Investments

Deposits, made in accordance with state statute (IC 5-13), with financial institutions in the State of Indiana at year end were 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 statute (IC 5-13-9) authorizes 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.

CLARK COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 6. Pension Plan

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% of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

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

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

Funding Policy and Annual Pension Cost

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

B. County Police Retirement Plan

Plan Description

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

Funding Policy

The contribution requirements of plan members for the County Police Retirement Plan are established by state statute.

CLARK COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

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.

The County also contributes to additional pension plans unique to the County. Information regarding these plans may be obtained from the County.

Note 7. Subsequent Event – General Fund Financial Condition

The General Fund incurred deficit cash and investment balances in amounts of \$708,933 at June 30, 2011, and \$1,190,969 at August 3, 2011.

The County Council approved a budget for the General Fund in the amount of \$18,709,054 for the year 2011. The Indiana Department of Local Government Finance (IDLGF) issued a Budget Order dated February 14, 2011, that reduced the General Fund budget to \$11,819,364. The County Council's board minutes, dated March 14, 2011, showed reductions to the General Fund appropriations being approved to comply with the IDLGF Budget Order.

The County Council also approved additional appropriations in the amount of \$327,000 and \$212,934 that were approved by IDLGF on May 9, 2011 and June 13, 2011, respectively, resulting in a total final approved appropriation for the General Fund for the year 2011 in the amount of \$12,360,479. General Fund disbursements subject to appropriation totaled \$8,140,612 for the period January 1, 2011 to June 30, 2011 leaving an appropriation balance in the amount of \$4,219,867 for General Fund expenditures from July 1, 2011 to December 31, 2011.

In August 2011, the County Council officials stated they will begin the process to issue general obligation bonds in the amount of approximately \$1,300,000. The general obligation bonds will be used to restore previous reductions made to the General fund budget of the various Clark County courts and additional funding requested by the court as required by a court ordered judgment.

County office holders and department heads were instructed to submit a plan to the County Council by August 12, 2011 on how each office or department would comply with the reduced budget for each office or department.

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SUPPLEMENTARY INFORMATION – UNAUDITED

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

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

	County General	Local Roads and Streets	Board Of Aviation	Sheriff Accident Report	Firearms Training	Health Fund	Mosquito Control
Cash and investments - beginning	\$ (3,088,053)	\$ 67,763	\$ 87,411	\$ 7,764	\$ 34,667	\$ 788,617	\$ 35,310
Receipts:							
Taxes	11,438,848	-	-	-	-	154,897	18,152
Licenses and permits	151,501	-	-	-	18,480	82,189	-
Intergovernmental	947,801	602,696	1,197	-	-	56,147	1,750
Charges for services	464,960	550,435	227,451	2,350	-	677,782	-
Fines and forfeits	904,618	-	-	-	-	38,777	-
Other receipts	3,259,744	2,748	535	1,995	-	155,109	-
Total receipts	<u>17,167,472</u>	<u>1,155,879</u>	<u>229,183</u>	<u>4,345</u>	<u>18,480</u>	<u>1,164,901</u>	<u>19,902</u>
Disbursements:							
Personal services	9,085,367	-	40,485	-	-	1,243,734	26,356
Supplies	63,434	342,780	1,225	-	2,863	75,293	1,803
Other services and charges	3,560,791	88,593	155,509	2,390	5,236	174,010	-
Capital outlay	32,158	542,007	4,661	-	-	6,124	-
Other disbursements	512,708	-	-	-	-	22,010	1,233
Total disbursements	<u>13,254,458</u>	<u>973,380</u>	<u>201,880</u>	<u>2,390</u>	<u>8,099</u>	<u>1,521,171</u>	<u>29,392</u>
Excess (deficiency) of receipts over disbursements	<u>3,913,014</u>	<u>182,499</u>	<u>27,303</u>	<u>1,955</u>	<u>10,381</u>	<u>(356,270)</u>	<u>(9,490)</u>
Cash and investments - ending	<u>\$ 824,961</u>	<u>\$ 250,262</u>	<u>\$ 114,714</u>	<u>\$ 9,719</u>	<u>\$ 45,048</u>	<u>\$ 432,347</u>	<u>\$ 25,820</u>

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

	T.B. Health	Alcohol and Drug User Fee	New Hope Services	Mental Health	Clark County Donation Fund B	Planning and Zoning Fees Fund	Landfill Improvements
Cash and investments - beginning	\$ 26,700	\$ 939,119	\$ -	\$ -	\$ 491	\$ 165,418	\$ 85,799
Receipts:							
Taxes	-	-	22,655	22,803	-	-	-
Licenses and permits	-	-	-	-	-	14,750	-
Intergovernmental	-	-	467,227	467,227	-	-	-
Charges for services	-	-	-	-	-	-	656,487
Fines and forfeits	-	668,473	-	-	-	-	-
Other receipts	-	211,540	-	-	6,718	-	1,483,225
Total receipts	-	880,013	489,882	490,030	6,718	14,750	2,139,712
Disbursements:							
Personal services	-	218,153	-	-	-	425	-
Supplies	-	21,074	-	-	-	159	-
Other services and charges	-	219,420	-	-	5,678	17,752	761,022
Capital outlay	-	20,855	-	-	-	-	-
Other disbursements	-	182,000	520,709	520,857	-	-	-
Total disbursements	-	661,502	520,709	520,857	5,678	18,336	761,022
Excess (deficiency) of receipts over disbursements	-	218,511	(30,827)	(30,827)	1,040	(3,586)	1,378,690
Cash and investments - ending	\$ 26,700	\$ 1,157,630	\$ (30,827)	\$ (30,827)	\$ 1,531	\$ 161,832	\$ 1,464,489

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

	Henryville Sanitation Corp.	Local Aviation Grant Tracking	Special Vehicle Inspection	Clerk's Record Perpetuation	Enhanced 911	Riverboat Revenue Fund	Adult Protective Service
Cash and investments - beginning	\$ -	\$ 64,983	\$ 24,481	\$ 56,535	\$ 31,407	\$ 59,014	\$ (6,973)
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	1,500	361,761	11,300	-	624,989	-	81,552
Fines and forfeits	-	-	-	34,790	-	-	-
Other receipts	30,730	50,000	-	12,303	185,962	603,821	10,826
Total receipts	<u>32,230</u>	<u>411,761</u>	<u>11,300</u>	<u>47,093</u>	<u>810,951</u>	<u>603,821</u>	<u>92,378</u>
Disbursements:							
Personal services	-	-	-	43,566	698,457	42,976	108,167
Supplies	-	-	-	11,054	1,472	5,771	998
Other services and charges	1,386	352,792	2,778	3,522	31,692	136,808	4,069
Capital outlay	-	55,730	-	-	5,288	2,800	-
Other disbursements	-	-	-	-	364	389,469	-
Total disbursements	<u>1,386</u>	<u>408,522</u>	<u>2,778</u>	<u>58,142</u>	<u>737,273</u>	<u>577,824</u>	<u>113,234</u>
Excess (deficiency) of receipts over disbursements	<u>30,844</u>	<u>3,239</u>	<u>8,522</u>	<u>(11,049)</u>	<u>73,678</u>	<u>25,997</u>	<u>(20,856)</u>
Cash and investments - ending	<u>\$ 30,844</u>	<u>\$ 68,222</u>	<u>\$ 33,003</u>	<u>\$ 45,486</u>	<u>\$ 105,085</u>	<u>\$ 85,011</u>	<u>\$ (27,829)</u>

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

	Sheriff DFC Grant	County Drug Free Community	Drainage Board N/R Fee	Local Emerg. Planning R/T/K	Computer Revenue Fund	County Highway	Highway Developer Road Improvement
Cash and investments - beginning	\$ 17,180	\$ 241,398	\$ 118,975	\$ 21,470	\$ 1,396	\$ 65,066	\$ 42,193
Receipts:							
Taxes	-	-	-	-	-	469	-
Licenses and permits	-	-	-	-	-	300	-
Intergovernmental	-	-	-	-	-	2,194,739	-
Charges for services	-	-	-	9,374	-	7,260	-
Fines and forfeits	-	229,211	3,150	-	-	-	-
Other receipts	12,900	1,153	-	6,327	-	153,261	-
Total receipts	<u>12,900</u>	<u>230,364</u>	<u>3,150</u>	<u>15,701</u>	<u>-</u>	<u>2,356,029</u>	<u>-</u>
Disbursements:							
Personal services	-	-	-	-	-	1,809,841	-
Supplies	1,629	-	-	53	-	315,020	-
Other services and charges	1,500	269,810	18,265	16,328	-	236,931	41,400
Capital outlay	16,000	-	-	-	-	16,510	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>19,129</u>	<u>269,810</u>	<u>18,265</u>	<u>16,381</u>	<u>-</u>	<u>2,378,302</u>	<u>41,400</u>
Excess (deficiency) of receipts over disbursements	<u>(6,229)</u>	<u>(39,446)</u>	<u>(15,115)</u>	<u>(680)</u>	<u>-</u>	<u>(22,273)</u>	<u>(41,400)</u>
Cash and investments - ending	<u>\$ 10,951</u>	<u>\$ 201,952</u>	<u>\$ 103,860</u>	<u>\$ 20,790</u>	<u>\$ 1,396</u>	<u>\$ 42,793</u>	<u>\$ 793</u>

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

	Reassessment 2010	Prosecutor Incentive	SJPSF Superior Court #1	Circuit Court Prob. User Fee	Recorder's Perpetuation	Local Health Maint.	Community Corrections Project Income
Cash and investments - beginning	\$ 98,175	\$ 62,159	\$ 29,916	\$ 688,091	\$ 249,407	\$ 76,300	\$ 73,257
Receipts:							
Taxes	111,459	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	10,939	-	-	-	-	-	-
Charges for services	-	208,547	-	-	157,603	36,644	-
Fines and forfeits	-	-	56,561	601,776	-	3,990	361,332
Other receipts	-	-	43,142	127,095	-	-	25,607
Total receipts	<u>122,398</u>	<u>208,547</u>	<u>99,703</u>	<u>728,871</u>	<u>157,603</u>	<u>40,634</u>	<u>386,939</u>
Disbursements:							
Personal services	81,126	89,515	75,919	463,945	88,492	67,051	364,267
Supplies	-	1,582	-	19,448	3,428	-	20,561
Other services and charges	105,875	25,916	43,442	169,714	49,170	37,639	56,998
Capital outlay	-	-	-	5,154	-	-	1,036
Other disbursements	7,707	53,994	-	118,142	-	-	-
Total disbursements	<u>194,708</u>	<u>171,007</u>	<u>119,361</u>	<u>776,403</u>	<u>141,090</u>	<u>104,690</u>	<u>442,862</u>
Excess (deficiency) of receipts over disbursements	<u>(72,310)</u>	<u>37,540</u>	<u>(19,658)</u>	<u>(47,532)</u>	<u>16,513</u>	<u>(64,056)</u>	<u>(55,923)</u>
Cash and investments - ending	<u>\$ 25,865</u>	<u>\$ 99,699</u>	<u>\$ 10,258</u>	<u>\$ 640,559</u>	<u>\$ 265,920</u>	<u>\$ 12,244</u>	<u>\$ 17,334</u>

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

	Solid Waste N/R	Casa- The Voice Of Clark	Auditor Endorsement Fund	County Misdemeanant	SPDSF	Clerk Incentive	Surveyor's Perpetuation
Cash and investments - beginning	\$ 30,617	\$ 8,260	\$ 24,688	\$ 64,903	\$ 2,124	\$ 78,063	\$ 33,273
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	14,730	-	-	-	-	-	-
Intergovernmental	-	43,182	-	-	-	-	-
Charges for services	-	47,158	15,640	63,676	154,251	105,895	18,505
Fines and forfeits	-	-	-	41,703	9,691	-	-
Other receipts	-	771	-	-	53,054	-	-
Total receipts	<u>14,730</u>	<u>91,111</u>	<u>15,640</u>	<u>105,379</u>	<u>216,996</u>	<u>105,895</u>	<u>18,505</u>
Disbursements:							
Personal services	-	61,683	-	101,170	14,676	25,703	20,531
Supplies	30,492	3,380	2,810	-	418	5,440	-
Other services and charges	11,962	19,709	19,198	-	138,231	12,222	12,549
Capital outlay	-	-	10,000	-	-	2,657	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>42,454</u>	<u>84,772</u>	<u>32,008</u>	<u>101,170</u>	<u>153,325</u>	<u>46,022</u>	<u>33,080</u>
Excess (deficiency) of receipts over disbursements	<u>(27,724)</u>	<u>6,339</u>	<u>(16,368)</u>	<u>4,209</u>	<u>63,671</u>	<u>59,873</u>	<u>(14,575)</u>
Cash and investments - ending	<u>\$ 2,893</u>	<u>\$ 14,599</u>	<u>\$ 8,320</u>	<u>\$ 69,112</u>	<u>\$ 65,795</u>	<u>\$ 137,936</u>	<u>\$ 18,698</u>

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

	Jury Fee Fund	Closure-Post Closure	Juvenile Detention Federal Meal Reimb	Health Dept. Grant Fund	Prosecutor Incentive ARRA	OWI Police Grant	Community Corrections Program
Cash and investments - beginning	\$ 52,169	\$ 785,509	\$ -	\$ -	\$ -	\$ (78)	\$ 147,249
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	33,444	100,000	8,394	14,000	13,621	4,500	472,228
Fines and forfeits	5,412	-	-	-	-	-	-
Other receipts	732	-	-	-	53,994	-	216,793
Total receipts	39,588	100,000	8,394	14,000	67,615	4,500	689,021
Disbursements:							
Personal services	666	-	-	-	-	8,198	569,919
Supplies	-	-	-	-	-	-	23,581
Other services and charges	51,946	202,599	-	-	-	-	181,222
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	52,612	202,599	-	-	-	8,198	774,722
Excess (deficiency) of receipts over disbursements	(13,024)	(102,599)	8,394	14,000	67,615	(3,698)	(85,701)
Cash and investments - ending	\$ 39,145	\$ 682,910	\$ 8,394	\$ 14,000	\$ 67,615	\$ (3,776)	\$ 61,548

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

	Family Court Project	Interpreters Grant	ICJI Grant For Drug Court	Court Reform Grant	Family Treatment Drug Court	Community Transition Program	Arson Investigation
Cash and investments - beginning	\$ 11,581	\$ 8,603	\$ -	\$ -	\$ -	\$ 34,406	\$ 8,080
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	37,500	-	-	-	-	11,240	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	40,000	10,000	-	-
Total receipts	<u>37,500</u>	<u>-</u>	<u>-</u>	<u>40,000</u>	<u>10,000</u>	<u>11,240</u>	<u>-</u>
Disbursements:							
Personal services	41,559	-	16,419	-	3,093	3,336	-
Supplies	-	-	-	-	-	-	-
Other services and charges	81	12,979	6,000	8,869	-	18,021	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	20,000	-
Total disbursements	<u>41,640</u>	<u>12,979</u>	<u>22,419</u>	<u>8,869</u>	<u>3,093</u>	<u>41,357</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(4,140)</u>	<u>(12,979)</u>	<u>(22,419)</u>	<u>31,131</u>	<u>6,907</u>	<u>(30,117)</u>	<u>-</u>
Cash and investments - ending	<u>\$ 7,441</u>	<u>\$ (4,376)</u>	<u>\$ (22,419)</u>	<u>\$ 31,131</u>	<u>\$ 6,907</u>	<u>\$ 4,289</u>	<u>\$ 8,080</u>

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

	Tax Sale Legal Fee Fund	Stop Grant Police Dept	Rainy Day Fund	Jail Medical Fund	County Sales Disclosure	Prosecutor Infraction User Fee	Bulletproof Vest
Cash and investments - beginning	\$ 41,230	\$ (12,164)	\$ 3,560,829	\$ 29,484	\$ 43,636	\$ 76,372	\$ 8,791
Receipts:							
Taxes	-	-	1,067,012	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	17,858	-	14,736	10,641	-	17,361
Fines and forfeits	-	-	-	-	-	1,075	-
Other receipts	-	8,162	34,478	-	100	130,650	-
Total receipts	-	26,020	1,101,490	14,736	10,741	131,725	17,361
Disbursements:							
Personal services	-	35,312	4,240,088	-	700	100,794	-
Supplies	-	-	15,832	1,790	-	15,428	-
Other services and charges	-	-	241,835	-	9,063	8,608	2,713
Capital outlay	-	-	-	-	-	-	23,439
Other disbursements	-	-	-	-	-	38,175	-
Total disbursements	-	35,312	4,497,755	1,790	9,763	163,005	26,152
Excess (deficiency) of receipts over disbursements	-	(9,292)	(3,396,265)	12,946	978	(31,280)	(8,791)
Cash and investments - ending	\$ 41,230	\$ (21,456)	\$ 164,564	\$ 42,430	\$ 44,614	\$ 45,092	\$ -

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

	Big City Big County Grant	Domestic Violence Grant	ICJG Drug/Prosecutor	Welfare Excise Tax Allocation	2010 Bldg Authority Reserve	Radio Grant	H1N1 Grant
Cash and investments - beginning	\$ (2,606)	\$ 5,172	\$ 7,150	\$ -	\$ -	\$ -	\$ (48,827)
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	20,130	3,474,219	-	-	-
Charges for services	21,380	27,500	34,887	-	-	9,450	63,365
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	49,370	15,000	-	68,775	-	55,059
Total receipts	21,380	76,870	70,017	3,474,219	68,775	9,450	118,424
Disbursements:							
Personal services	3,223	63,282	91,211	-	-	-	41,297
Supplies	-	-	-	-	-	-	10,564
Other services and charges	8,700	-	-	-	57,221	-	17,212
Capital outlay	-	-	-	-	-	-	524
Other disbursements	-	-	-	3,474,219	-	-	-
Total disbursements	11,923	63,282	91,211	3,474,219	57,221	-	69,597
Excess (deficiency) of receipts over disbursements	9,457	13,588	(21,194)	-	11,554	9,450	48,827
Cash and investments - ending	\$ 6,851	\$ 18,760	\$ (14,044)	\$ -	\$ 11,554	\$ 9,450	\$ -

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

	Y-Cap and Diamonds	Earmark Grant	2009 Pictometry Grant	Emergency Mgt Performance Fund	Port Security Grant	School Lunch Grant	Levy Excess
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 141,924
Receipts:							
Taxes	-	-	-	-	-	-	61,095
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	15,000	26,000	443,692	-	16,480	5,554	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	5,000	-	-	86,144	-	5,556	-
Total receipts	20,000	26,000	443,692	86,144	16,480	11,110	61,095
Disbursements:							
Personal services	-	-	-	3,673	-	-	-
Supplies	-	-	-	-	500	-	-
Other services and charges	20,000	-	443,692	54,880	-	-	141,924
Capital outlay	-	26,000	-	-	3,044	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	20,000	26,000	443,692	58,553	3,544	-	141,924
Excess (deficiency) of receipts over disbursements	-	-	-	27,591	12,936	11,110	(80,829)
Cash and investments - ending	\$ -	\$ -	\$ -	\$ 27,591	\$ 12,936	\$ 11,110	\$ 61,095

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

	Information Technology Fund	Juvenile Pilot Program	Drug Court CCYC Grant	911 LOIT	I.D.Security Protection	Wireless Emergency Telephone	Prosecutors Federal Forfeiture
Cash and investments - beginning	\$ -	\$ 37	\$ -	\$ -	\$ 46,845	\$ 59,215	\$ 3,257
Receipts:							
Taxes	-	-	-	60,000	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	43,586	356,790	-
Fines and forfeits	-	-	19,209	-	-	-	-
Other receipts	160,046	-	-	250,000	-	-	-
Total receipts	160,046	-	19,209	310,000	43,586	356,790	-
Disbursements:							
Personal services	-	-	23	-	33,085	49,566	-
Supplies	4,967	37	-	-	-	2,214	-
Other services and charges	92,824	-	2,001	310,000	48,107	107,425	3,257
Capital outlay	-	-	-	-	-	569	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	97,791	37	2,024	310,000	81,192	159,774	3,257
Excess (deficiency) of receipts over disbursements	62,255	(37)	17,185	-	(37,606)	197,016	(3,257)
Cash and investments - ending	\$ 62,255	\$ -	\$ 17,185	\$ -	\$ 9,239	\$ 256,231	\$ -

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

	Redevelopment Supplemental	Jeff Clark Building Authority	2010 Bldg. Authority Bond	TIF - Perry Crossing	TIF - Henryville I-65 Corridor	TIF Memphis Corridor	Salem Road TIF
Cash and investments - beginning	\$ -	\$ (287,735)	\$ -	\$ 20,035	\$ 3,467	\$ 160,920	\$ 83
Receipts:							
Taxes	-	730,290	-	20,839	655	77,031	924
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	73,942	-	-	-	-	-
Charges for services	632	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	1,902,496	-	-	-	-
Total receipts	632	804,232	1,902,496	20,839	655	77,031	924
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	632	300,000	1,847,581	31,462	4,122	201,889	545
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	52,097	-	-	671	-	-
Total disbursements	632	352,097	1,847,581	31,462	4,793	201,889	545
Excess (deficiency) of receipts over disbursements	-	452,135	54,915	(10,623)	(4,138)	(124,858)	379
Cash and investments - ending	\$ -	\$ 164,400	\$ 54,915	\$ 9,412	\$ (671)	\$ 36,062	\$ 462

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

	Superior Court 1 Admn Fee	Circuit Court Admn Fee	TMA Fund	ADR Circuit Court	ADR Superior Court	County Adult Facility Usage Fund	Superior #2 Drug Court
Cash and investments - beginning	\$ 12,349	\$ 5,285	\$ 317,337	\$ 16,656	\$ 38,885	\$ 359,060	\$ (50)
Receipts:							
Taxes	-	-	236,042	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	953,398	27,242
Fines and forfeits	75,913	7,140	-	10,240	9,427	96,398	49,558
Other receipts	125,318	-	315,000	-	-	498,134	40,000
Total receipts	<u>201,231</u>	<u>7,140</u>	<u>551,042</u>	<u>10,240</u>	<u>9,427</u>	<u>1,547,930</u>	<u>116,800</u>
Disbursements:							
Personal services	172,544	664	-	-	-	-	39,683
Supplies	496	-	-	-	-	192,701	12,460
Other services and charges	6,388	-	776,300	1,219	1,376	1,896,979	39,703
Capital outlay	-	-	-	-	-	7,245	-
Other disbursements	318	-	-	-	4,831	-	-
Total disbursements	<u>179,746</u>	<u>664</u>	<u>776,300</u>	<u>1,219</u>	<u>6,207</u>	<u>2,096,925</u>	<u>91,846</u>
Excess (deficiency) of receipts over disbursements	<u>21,485</u>	<u>6,476</u>	<u>(225,258)</u>	<u>9,021</u>	<u>3,220</u>	<u>(548,995)</u>	<u>24,954</u>
Cash and investments - ending	<u>\$ 33,834</u>	<u>\$ 11,761</u>	<u>\$ 92,079</u>	<u>\$ 25,677</u>	<u>\$ 42,105</u>	<u>\$ (189,935)</u>	<u>\$ 24,904</u>

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

	Emergency Management	County Recorder Agency Fund	Sheriff Local Foreclosure	Landowners Liab and Cont.	Sheriff's P.R. N/R	Juvenile Detention Project Income	Sheriff Expense & Seizure
Cash and investments - beginning	\$ 63,841	\$ 100	\$ 47,259	\$ 110,849	\$ 77,579	\$ 201,769	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	255
Charges for services	49,445	-	61,400	218,447	-	25,400	-
Fines and forfeits	-	-	68,810	-	-	-	-
Other receipts	-	504,852	-	225	-	369,644	-
Total receipts	<u>49,445</u>	<u>504,852</u>	<u>130,210</u>	<u>218,672</u>	<u>-</u>	<u>395,044</u>	<u>255</u>
Disbursements:							
Personal services	-	-	101,229	-	-	313,104	-
Supplies	-	-	-	-	379	30,132	-
Other services and charges	21,142	-	-	310,324	75,000	92,717	255
Capital outlay	6,000	-	-	-	-	9,558	-
Other disbursements	86,144	451,010	-	-	-	5,556	-
Total disbursements	<u>113,286</u>	<u>451,010</u>	<u>101,229</u>	<u>310,324</u>	<u>75,379</u>	<u>451,067</u>	<u>255</u>
Excess (deficiency) of receipts over disbursements	<u>(63,841)</u>	<u>53,842</u>	<u>28,981</u>	<u>(91,652)</u>	<u>(75,379)</u>	<u>(56,023)</u>	<u>-</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 53,942</u>	<u>\$ 76,240</u>	<u>\$ 19,197</u>	<u>\$ 2,200</u>	<u>\$ 145,746</u>	<u>\$ -</u>

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

	Urban Conservation	Juvenile Detention Center Agency Fund	Community Corrections Agency Fund	Landfill Closure-Post Closure Trust	Clerk Of Circuit Court Agency Fund	Sheriff Jail Commissary	Sheriff Inmate Trust
Cash and investments - beginning	\$ 7,882	\$ 9,301	\$ 149	\$ 878,404	\$ 3,408,876	\$ 22,955	\$ 141,066
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	46,000	39,863	361,332	17,774	8,944,534	754,050	883,682
Total receipts	46,000	39,863	361,332	17,774	8,944,534	754,050	883,682
Disbursements:							
Personal services	52,479	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	49,130	361,332	1,000	9,211,803	765,582	877,627
Total disbursements	52,479	49,130	361,332	1,000	9,211,803	765,582	877,627
Excess (deficiency) of receipts over disbursements	(6,479)	(9,267)	-	16,774	(267,269)	(11,532)	6,055
Cash and investments - ending	\$ 1,403	\$ 34	\$ 149	\$ 895,178	\$ 3,141,607	\$ 11,423	\$ 147,121

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

	Sheriff Property/ DOC	Sheriff Cash Account	Sheriff Court Cash Bonds	Assessor Training Fund	General Obligation Bonds, 2005	Jail Detention Bonds	Redevelopment Commission Fund
Cash and investments - beginning	\$ -	\$ 15,433	\$ 100	\$ 4,820	\$ 91,119	\$ (24,756)	\$ 1,155
Receipts:							
Taxes	-	-	-	-	206,578	857,119	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	20,564	85,318	-
Charges for services	-	-	-	4,230	-	-	-
Fines and forfeits	-	-	-	-	4,056	-	-
Other receipts	2,425,059	831,245	510,535	-	5,700	-	-
Total receipts	<u>2,425,059</u>	<u>831,245</u>	<u>510,535</u>	<u>4,230</u>	<u>236,898</u>	<u>942,437</u>	<u>-</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	209,686	780,000	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	2,367,590	809,609	510,430	-	14,489	60,112	-
Total disbursements	<u>2,367,590</u>	<u>809,609</u>	<u>510,430</u>	<u>-</u>	<u>224,175</u>	<u>840,112</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>57,469</u>	<u>21,636</u>	<u>105</u>	<u>4,230</u>	<u>12,723</u>	<u>102,325</u>	<u>-</u>
Cash and investments - ending	<u>\$ 57,469</u>	<u>\$ 37,069</u>	<u>\$ 205</u>	<u>\$ 9,050</u>	<u>\$ 103,842</u>	<u>\$ 77,569</u>	<u>\$ 1,155</u>

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

	Cummulative Bridge	Clark County Cum Capital	Cedit County Portion	Pension Trust Fund	Congressional Principal	City/Town Court Cost	Coroners Training Fund
Cash and investments - beginning	\$ 1,036,739	\$ 1,523,258	\$ 1,156,830	\$ 19,981	\$ 17,888	\$ 159,316	\$ -
Receipts:							
Taxes	-	803,565	1,615,008	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	78,755	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	3,209	-	32,838	179	52,390	25,494
Total receipts	-	885,529	1,615,008	32,838	179	52,390	25,494
Disbursements:							
Personal services	144,536	6,678	174,728	-	-	-	-
Supplies	29,756	145,237	23,685	-	-	-	-
Other services and charges	21,075	1,101,091	1,986,257	-	-	-	25,494
Capital outlay	91,989	76,718	-	-	-	-	-
Other disbursements	-	55,488	-	-	-	-	-
Total disbursements	287,356	1,385,212	2,184,670	-	-	-	25,494
Excess (deficiency) of receipts over disbursements	(287,356)	(499,683)	(569,662)	32,838	179	52,390	-
Cash and investments - ending	\$ 749,383	\$ 1,023,575	\$ 587,168	\$ 52,819	\$ 18,067	\$ 211,706	\$ -

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

	Congressional Interest	Tax Sale Surplus	Tax Sale Redemption	No Sale Redemption	Excess Tax	Surplus Dog Tax	State Homestead Credit
Cash and investments - beginning	\$ 13,570	\$ 93,382	\$ 20,464	\$ -	\$ 1,021,483	\$ 375	\$ 2,030,921
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	2,790,895	102,602	63,826	641,404	-	1,556,603
Total receipts	-	2,790,895	102,602	63,826	641,404	-	1,556,603
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	1,031	486,957	91,580	63,831	606,764	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	20,464	-	-	-	3,555,074
Total disbursements	1,031	486,957	112,044	63,831	606,764	-	3,555,074
Excess (deficiency) of receipts over disbursements	(1,031)	2,303,938	(9,442)	(5)	34,640	-	(1,998,471)
Cash and investments - ending	\$ 12,539	\$ 2,397,320	\$ 11,022	\$ (5)	\$ 1,056,123	\$ 375	\$ 32,450

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

	State Settlement	State Fines and Forfeitures	State Sales Disclosure	State Forestry Sale Timber	Overweight Vehicle	Prosecutor Copy Fund	State Recording Fees
Cash and investments - beginning	\$ 10,797	\$ 5,107	\$ 1,575	\$ 954	\$ 230	\$ 5,353	\$ 1,020
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	129,015,926	23,455	10,510	18,808	40,036	228	11,333
Total receipts	129,015,926	23,455	10,510	18,808	40,036	228	11,333
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	24,844	11,350	18,808	40,196	-	12,353
Capital outlay	-	-	-	-	-	-	-
Other disbursements	129,026,723	-	-	-	70	-	-
Total disbursements	129,026,723	24,844	11,350	18,808	40,266	-	12,353
Excess (deficiency) of receipts over disbursements	(10,797)	(1,389)	(840)	-	(230)	228	(1,020)
Cash and investments - ending	\$ -	\$ 3,718	\$ 735	\$ 954	\$ -	\$ 5,581	\$ -

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

	Infraction Judgements	Inheritance Tax	ICJG Victim Asst/Pros.	Treasurer Fees Fund N/R	Payroll	Pepsco Deferred Compensation	United Fund W/H
Cash and investments - beginning	\$ 12,743	\$ 362,054	\$ 6,354	\$ -	\$ -	\$ -	\$ 238
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	390,379	2,671,517	150,588	2,140	15,634,332	105,763	702
Total receipts	<u>390,379</u>	<u>2,671,517</u>	<u>150,588</u>	<u>2,140</u>	<u>15,634,332</u>	<u>105,763</u>	<u>702</u>
Disbursements:							
Personal services	-	-	44,382	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	203,841	2,354,619	-	-	-	105,763	751
Capital outlay	-	-	-	-	-	-	-
Other disbursements	197,364	-	105,391	-	15,634,332	-	-
Total disbursements	<u>401,205</u>	<u>2,354,619</u>	<u>149,773</u>	<u>-</u>	<u>15,634,332</u>	<u>105,763</u>	<u>751</u>
Excess (deficiency) of receipts over disbursements	<u>(10,826)</u>	<u>316,898</u>	<u>815</u>	<u>2,140</u>	<u>-</u>	<u>-</u>	<u>(49)</u>
Cash and investments - ending	<u>\$ 1,917</u>	<u>\$ 678,952</u>	<u>\$ 7,169</u>	<u>\$ 2,140</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 189</u>

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

	Perf Clearing	Federal/Fica Tax Deposit	State Tax W/H	Soc Sec W/H	County Tax W/H	Census Fed. Cr. Union W/H	Payroll Withholdings
Cash and investments - beginning	\$ 10,204	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,086
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	1,638,339	5,471,874	508,224	2,304,219	278,673	95,436	197,192
Total receipts	<u>1,638,339</u>	<u>5,471,874</u>	<u>508,224</u>	<u>2,304,219</u>	<u>278,673</u>	<u>95,436</u>	<u>197,192</u>
Disbursements:							
Personal services	-	150,700	-	17,235	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	1,648,543	5,170,474	508,224	2,286,983	278,673	91,835	186,851
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	150,700	-	-	-	3,601	-
Total disbursements	<u>1,648,543</u>	<u>5,471,874</u>	<u>508,224</u>	<u>2,304,218</u>	<u>278,673</u>	<u>95,436</u>	<u>186,851</u>
Excess (deficiency) of receipts over disbursements	<u>(10,204)</u>	<u>-</u>	<u>-</u>	<u>1</u>	<u>-</u>	<u>-</u>	<u>10,341</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,427</u>

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

	Insurance	Sheriff's Retiree Group Insurance	Wage Garnishment W/H	Special Death Benefit Fund	Education Plate Fee Dist/State	Tax Sale Cost-Contract	Financial Inst Tax
Cash and investments - beginning	\$ 1,592,387	\$ 114,693	\$ 154	\$ 850	\$ -	\$ 9,865	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	3,190,248	28,377	79,634	8,445	3,431	82,185	230,388
Total receipts	<u>3,190,248</u>	<u>28,377</u>	<u>79,634</u>	<u>8,445</u>	<u>3,431</u>	<u>82,185</u>	<u>230,388</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	2,786,172	545	79,702	9,285	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	3,431	-	230,388
Total disbursements	<u>2,786,172</u>	<u>545</u>	<u>79,702</u>	<u>9,285</u>	<u>3,431</u>	<u>-</u>	<u>230,388</u>
Excess (deficiency) of receipts over disbursements	<u>404,076</u>	<u>27,832</u>	<u>(68)</u>	<u>(840)</u>	<u>-</u>	<u>82,185</u>	<u>-</u>
Cash and investments - ending	<u>\$ 1,996,463</u>	<u>\$ 142,525</u>	<u>\$ 86</u>	<u>\$ 10</u>	<u>\$ -</u>	<u>\$ 92,050</u>	<u>\$ -</u>

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

	Weather Warning System	County Wheel Tax	County Surtax	Capital Development Tourism	Interstate Compact Fee	Homestead Credit Rebate	LOIT PTRC
Cash and investments - beginning	\$ 14,368	\$ 113,401	\$ 12,250	\$ -	\$ 188	\$ 3,903	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	20,000	480	-	1,027,664	2,364	-	5,332,030
Total receipts	20,000	480	-	1,027,664	2,364	-	5,332,030
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	22,395	-	-	-	2,400	-	4,774,135
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	1,027,664	-	-	-
Total disbursements	22,395	-	-	1,027,664	2,400	-	4,774,135
Excess (deficiency) of receipts over disbursements	(2,395)	480	-	-	(36)	-	557,895
Cash and investments - ending	\$ 11,973	\$ 113,881	\$ 12,250	\$ -	\$ 152	\$ 3,903	\$ 557,895

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

	LOIT Public Safety	Prior Delinquent Taxes State	Commercial Vehicle Excise Tax	Hea 1001-2007 2008 PTRC & HSC	CAGIT	CEDIT Distribution	CEDIT Homestead Credit
Cash and investments - beginning	\$ -	\$ -	\$ 3,951	\$ -	\$ 1	\$ -	\$ 527,931
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	4,882,030	29,863	998,451	1,137,308	25,473,063	6,361,457	6,990,801
Total receipts	4,882,030	29,863	998,451	1,137,308	25,473,063	6,361,457	6,990,801
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	1,190	-	-	-	4,897,883
Capital outlay	-	-	-	-	-	-	-
Other disbursements	4,882,029	29,863	997,260	1,128,928	25,473,054	6,361,457	-
Total disbursements	4,882,029	29,863	998,450	1,128,928	25,473,054	6,361,457	4,897,883
Excess (deficiency) of receipts over disbursements	1	-	1	8,380	9	-	2,092,918
Cash and investments - ending	\$ 1	\$ -	\$ 3,952	\$ 8,380	\$ 10	\$ -	\$ 2,620,849

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

	LOIT - County General	After Settlement Collections	Sheriff Restitution	Hold For Information	County Law Enforcement	County Law Enforcement User Fee Fund	Poor Relief Washington Twp
Cash and investments - beginning	\$ -	\$ 3,482,604	\$ 3,150	\$ 69,798	\$ 3,903	\$ 327,266	\$ 390
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	1,401,524	3,302,028	-	553,878	3,936	72,969	-
Total receipts	1,401,524	3,302,028	-	553,878	3,936	72,969	-
Disbursements:							
Personal services	603,672	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	34,996	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	713,527	3,483,604	-	584,913	1,984	24,060	-
Total disbursements	1,352,195	3,483,604	-	584,913	1,984	24,060	-
Excess (deficiency) of receipts over disbursements	49,329	(181,576)	-	(31,035)	1,952	48,909	-
Cash and investments - ending	\$ 49,329	\$ 3,301,028	\$ 3,150	\$ 38,763	\$ 5,855	\$ 376,175	\$ 390

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

	Public Safety Fund	Step Program	Wilson Switch Road	Landfill Insurance	Child Abuse Prevention	Courts Extended Operation	Superior Court #1 Disbursement
Cash and investments - beginning	\$ 6,484	\$ 4,073	\$ 1	\$ 1	\$ 25	\$ 254	\$ 1,000
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	-	-	-	-	-	-	-
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	-	-	-	-	-	-	-
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	-	-
Cash and investments - ending	\$ 6,484	\$ 4,073	\$ 1	\$ 1	\$ 25	\$ 254	\$ 1,000

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

	Landfill Development Improvement	Cemetery Fund	Data Reliability Pros IV-D	Prosecutor Impact Grant	Community Corrections Juvenile Detention	Children's Sexual Assault Service
Cash and investments - beginning	\$ 10	\$ 320	\$ 58	\$ 21,448	\$ 6	\$ 20,441
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total receipts	-	-	-	-	-	-
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	-	-	-	-	-	-
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	-
Cash and investments - ending	<u>\$ 10</u>	<u>\$ 320</u>	<u>\$ 58</u>	<u>\$ 21,448</u>	<u>\$ 6</u>	<u>\$ 20,441</u>

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

	Ace Overtime Grant-Sheriff	Clark County Cash Bond	Department of Redevelopment Operating	Department of Redevelopment TIF - Perry Crossing	Department of Redevelopment TIF- Henryville I-65 Corridor	Department of Redevelopment TIF - Memphis Corridor
Cash and investments - beginning	\$ 20	\$ 3,220	\$ 79,835	\$ 5,539	\$ 7,947	\$ 136,187
Receipts:						
Taxes	-	-	-	31,462	4,123	201,889
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	282	168	93	2,180
Total receipts	-	-	282	31,630	4,216	204,069
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	272	-	-	-
Other services and charges	-	-	16,280	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	-	-	16,552	-	-	-
Excess (deficiency) of receipts over disbursements	-	-	(16,270)	31,630	4,216	204,069
Cash and investments - ending	<u>\$ 20</u>	<u>\$ 3,220</u>	<u>\$ 63,565</u>	<u>\$ 37,169</u>	<u>\$ 12,163</u>	<u>\$ 340,256</u>

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

	Department of Redevelopment TIF - Salem Road	County Health Department Agency Fund	SRF Henryville Sanitation Project	Sheriff's Pension	Cash Change Funds	Totals
Cash and investments - beginning	\$ 1,156	\$ 64,783	\$ -	\$ 8,809,946	\$ 305	\$ 35,081,455
Receipts:						
Taxes	546	-	-	-	-	17,743,461
Licenses and permits	-	-	-	-	-	281,950
Intergovernmental	-	-	1,958,188	-	-	10,504,276
Charges for services	-	-	-	-	-	7,644,521
Fines and forfeits	-	-	-	-	-	3,301,310
Other receipts	11	332,622	-	1,008,522	-	252,599,414
Total receipts	<u>557</u>	<u>332,622</u>	<u>1,958,188</u>	<u>1,008,522</u>	<u>-</u>	<u>292,074,932</u>
Disbursements:						
Personal services	-	-	-	-	-	21,898,683
Supplies	-	-	-	-	-	1,442,218
Other services and charges	-	-	-	-	-	45,411,977
Capital outlay	-	-	1,958,188	-	-	2,924,254
Other disbursements	-	341,309	-	529,797	-	216,053,393
Total disbursements	<u>-</u>	<u>341,309</u>	<u>1,958,188</u>	<u>529,797</u>	<u>-</u>	<u>287,730,525</u>
Excess (deficiency) of receipts over disbursements	<u>557</u>	<u>(8,687)</u>	<u>-</u>	<u>478,725</u>	<u>-</u>	<u>4,344,407</u>
Cash and investments - ending	<u>\$ 1,713</u>	<u>\$ 56,096</u>	<u>\$ -</u>	<u>\$ 9,288,671</u>	<u>\$ 305</u>	<u>\$ 39,425,862</u>

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

The County has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental Activities:		
Capital leases:		
County Building	\$ 3,668,500	\$ 300,000
Jail Detention Center	18,897,000	2,029,760
Notes and loans payable	1,450,000	1,478,775
Bonds payable:		
General obligation bonds:		
2005 Issue for Housing of Juveniles	95,500	96,900
2010 Issue of Building Renovations	<u>2,000,000</u>	<u>79,613</u>
Total governmental activities debt	<u>\$ 26,111,000</u>	<u>\$ 3,985,048</u>

CLARK COUNTY
OTHER REPORTS

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

County Auditor
Clerk of the Circuit Court
Office of Emergency Communications
County Sheriff
County Superior Court III
County Prosecuting Attorney
Board of County Commissioners
County Recorder
County Council
County Health Department
Department of Aviation

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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 CLARK COUNTY, INDIANA

Compliance

We have audited the compliance of the Clark 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.

As described in items 2010-5 and 2010-6 in the accompanying Schedule of Findings and Questioned Costs, the County did not comply with requirements regarding financial reporting and special tests and provisions that are applicable to its Child Support Enforcement Program. As described in item 2010-7 in the accompanying Schedule of Findings and Questioned Costs, the County did not comply with requirements regarding equipment and real property management that are applicable to its Airport Improvement Program; Highway Planning and Construction Cluster; and ARRA – Capitalization Grants for Clean Water State Revolving Funds. Compliance with such requirements is necessary, in our opinion, for the County to comply with requirements applicable to these programs.

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

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)

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.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be significant deficiencies or material weaknesses and therefore, there is no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be material weaknesses.

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. We consider the deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as items 2010-5, 2010-6, and 2010-7 to be material weaknesses.

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

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

August 11, 2011

CLARK 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>			
Pass-Through Indiana Department of Education Child Nutrition Cluster			
School Breakfast Program	10.553	FY 2010	\$ 14,012
National School Lunch Program	10.555	FY 2010	<u>21,817</u>
Total for cluster			<u>35,829</u>
Pass-Through Indiana Department of Education Child and Adult Care Food Program	10.558	FY 2010	<u>4,034</u>
Total for federal grantor agency			<u>39,863</u>
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Direct			
Public Safety Partnership and Community Policing Grants	16.710		
		2009CKWX0552	443,692
		2009CKWX0554	<u>26,000</u>
Total for program			<u>469,692</u>
Direct			
Edward Byrne Memorial Justice Assistance Grant Program	16.738		
		2007-DJ-BX-1055	17,361
Pass-Through Indiana Criminal Justice Institute			
		2008-DJ-BX-0018	9,450
		08(a)-DJ-055	34,887
		08-DJ-010	28,662
Pass-Through City of Jeffersonville			
		2007GBT7K030	<u>16,480</u>
Total for program			<u>106,840</u>
Pass-Through Indiana Criminal Justice Institute Juvenile Justice and Delinquency Prevention Allocation to States	16.540		
		09-JF-003	20,000
Pass-Through Indiana Criminal Justice Institute Crime Victim Assistance	16.575		
		D3-11-5677	36,110
Pass-Through Indiana Criminal Justice Institute Violence Against Women Formula Grant	16.588		
		D3-10-4664	34,208
		D3-10-48	2,928
		FY 2010	<u>17,912</u>
Total for program			<u>55,048</u>
Total for federal grantor agency			<u>687,690</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		
Bethany Road		071003	99,915
Perry Crossing Road		0200812	431,852
St. John Road		0500175	18,668
New Washington Area		R-29086	<u>7,260</u>
Total for cluster			<u>557,695</u>

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

CLARK 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 TRANSPORTATION (continued)</u>			
Pass-Through Town of Sellersburg Highway Safety Cluster Occupant Protection Incentive Grants	20.602	D3-10-4086	6,500
Safety Belt Performance Grants	20.609	D3-10-4373	<u>10,680</u>
Total for cluster			<u>17,180</u>
Direct Airport Improvement Program	20.106	AIP 03-18-0041-018-2008 AIP 03-18-0041-017-2007	304,811 <u>48,840</u>
Total for program			<u>353,651</u>
Pass-Through Indiana Department of Homeland Security Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	C44P-0-132A	<u>9,374</u>
Total for federal grantor agency			<u>937,900</u>
<u>U.S. ENVIRONMENTAL PROTECTION AGENCY</u>			
Pass-Through Indiana Finance Authority ARRA - Capitalization Grants for Clean Water State Revolving Funds	66.458	2W-00E73001-0	<u>1,958,188</u>
Total for federal grantor agency			<u>1,958,188</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana State Department of Health Public Health Emergency Preparedness	93.069	BPRS 109-15 BPRS 109-16 H1N1 109-66 H1N1 109-67	9,770 27,447 61,550 <u>44,421</u>
Total for program			<u>143,188</u>
Pass-Through Indiana Department of Child Services Child Support Enforcement Child Support Enforcement ARRA - Child Support Enforcement	93.563	FY 2010 FY 2010	354,255 <u>70,110</u>
Total for program			<u>424,365</u>
Pass-Through Supreme Court of Indiana Promoting Safe and Stable Families	93.556	FY 2010	7,500
Pass-Through Indiana State Department of Health National Bioterrorism Hospital Preparedness Program	93.889	BHP-109-1	4,984
Pass-Through Indiana State Department of Health HIV Prevention Activities Health Department Based	93.940	AIDS 109-5	12,647

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

CLARK 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 (continued)</u>			
Pass-Through Indiana State Department of Health Epidemiologic Research Studies of Acquired Immunodeficiency Syndrome (AIDS) and Human Immunodeficiency Virus (HIV) Infection in Selected Population Groups	93.943	AIDS 109-5 / CTS 109	12,687
Pass-Through Indiana State Department of Health Block Grants for Prevention and Treatment of Substances Abuse	93.959	PSUP 109-9 SAPT 109-11	38,384 <u>31,127</u>
Total for program			<u>69,511</u>
Pass-Through Indiana State Department of Health Preventive Health Services Sexually Transmitted Diseases Control Grant	93.977	STD 109-3	45,192
Pass-Through Indiana State Department of Health Maternal and Child Health Services Block Grant Program to the States	93.994	MCH 109-2	<u>91,459</u>
Total for federal grantor agency			<u>811,533</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Homeland Security Emergency Management Performance Grants	97.042	C44P-0-260A	22,500
Pass-Through Indiana Department of Homeland Security State Homeland Security Program (SHSP)	97.073	C44P-9-478A	2,237
Pass-Through Indiana Department of Homeland Security Law Enforcement Terrorism Prevention Program (LETPP)	97.074	C44P-0-197A C44P-1-024A	15,693 <u>9,015</u>
Total for program			<u>24,708</u>
Total for federal grantor agency			<u>49,445</u>
Total federal awards expended			<u>\$ 4,484,619</u>

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

CLARK COUNTY
NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

I. Basis of Presentation

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

CLARK COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statement:

Type of auditor's report issued:	Unqualified
Internal control over financial reporting:	
Material weaknesses identified?	yes
Significant deficiency identified?	none reported
Noncompliance material to financial statement noted?	yes

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	yes
Significant deficiency identified?	none reported
Type of auditor's report issued on compliance for major programs:	Qualified , except for Public Safety and Community Policing Grant which was 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
16.710	Public Safety Partnership and Community Policing Grants
20.106	Airport Improvement Program Highway Planning and Construction Cluster
66.458	ARRA – Capitalization Grants for Clean Water State Revolving Funds
99.563	Child Support Enforcement

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

Auditee qualified as low-risk auditee? no

Section II – Financial Statement Findings

FINDING 2010-1 - INTERNAL CONTROLS OVER SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

The Schedule of Expenditures of Federal Awards is required by the U.S. Office of Management and Budget Circular A-133, "Audits of States, and Local Governments, and Non-Profit Organizations" for entities receiving federal funds in excess of \$500,000 in order to summarize the use of federal monies received. The following deficiencies were identified with controls over financial activity for federal funds:

CLARK COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

1. The County did not have procedures in place whereby grants applied for by the various County Departments and approved by the Board of County Commissioners were summarized and the information coordinated with the County Auditor's office in order for financial activity associated with grant funds awarded to be adequately identified in the financial records.

Problems with controls over financial reporting for grant programs are illustrated as follows using Highway Planning and Construction grants as an example.

Grant monies received for various road projects associated with the Highway Planning and Construction grants were combined into one receipt category in the financial ledgers titled "project reimbursements" instead of having a separate receipt category for each grant project in order to properly report the activity for each grant project and readily identify the source of funding as federal.

Disbursement activity associated with the grant projects was posted to one expenditure category titled 'projects' instead of breaking out the disbursements separately for each project for ease in identification and reporting and identification as a federal grant project.

The financial activity was not adequately categorized to clearly indicate the monies were associated with federal awards to ensure the financial activity was properly identified for reporting on the Schedule of Expenditures of Federal Awards. The State Board of Accounts had to bring it to the County's attention that these were federal grant monies based upon information obtained from the Indiana Auditor of State regarding monies pass through to the County. In order to properly identify grant activity for each project, information had to be abstracted from the various claims for reimbursements filed by the County with the State.

2. Procedures were not in place for those departments that kept supplemental grant records whereby the department's supplemental grant records were reconciled with the financial activity recorded in the County Auditor's financial records.
3. Procedures were not in place for the proper identification and reporting of federal monies received related to the various Child Support Enforcement projects (clerk expenditures; prosecuting attorney expenditures, etc.). Information was also not available to properly identify monies received by the County related to the Child Support enforcement program as described below:

- a. The State of Indiana reimburses the County for various Child Support Enforcement projects. Remittance notices were sent to the County by the State of Indiana that identified the various types of Child Support Enforcement revenue sources. The County receipted these monies to its records into one revenue category that did not break down the source of the revenue as to project and as to source of funding (federal or state). In addition, the County did not retain the information provided by the State of Indiana showing the breakdown of the monies received.

- b. The County departments responsible for filing reports for reimbursements of expenditures did not have procedures in place whereby monies received were reconciled with expenditures made and filed for reimbursement. As a result, the County departments could not identify which expenditures had or had not been reimbursed.

CLARK COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Information had to be obtained by the State Board of Accounts from the Indiana Department of Child Services in order to identify and report the activity in the Schedule of Expenditures of Federal Awards.

4. Federal grant monies related to federal stimulus funds (ARRA) were not identified separately from other federal grant monies as required under the federal grant programs.

As a result of not having procedures in place to ensure the proper classification and recording of financial activity in the County Auditor's financial records, the County runs the risk of improper reporting of federal funds on the Schedule of Expenditures of Federal Awards and weakens its ability to effectively monitor grant compliance requirements.

We recommended the County implement a system in which one individual is responsible for coordinating grant activity for the County. Information related to grants, such as grant agreements and financial reports, should be retained in one central location to facilitate consolidated reporting of federal grant financial activity.

Additional training should be provided to personnel and controls procedures should be implemented to ensure accuracy in financial reporting.

Circular A133 Subpart C section .300(a) states the auditee shall:

"Identify, in its accounts, all Federal awards received and expended and the Federal programs under which they were received. Federal program and award identification shall include, as applicable, the CFDA title and number, award number and year, name of the Federal agency, and name of the pass-through entity."

Circular A133 Subpart C section .300(b) states the auditee shall:

"Maintain internal control over Federal programs that provide reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs."

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. (Accounting and Uniform Compliance Guidelines Manual for Counties of Indiana, Chapter 1)

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

A review of the County's financial activity identified deficiencies in the County's controls over reporting of financial activity. The following are deficiencies identified with the recording of financial transactions in the County's financial ledgers:

CLARK COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

1. The amounts recorded in the financial ledgers as "Transfers In" should be offset with corresponding entries of "Transfers Out"; however, the amount reported as "Transfers In" per the County's financial ledger differed from the amount recorded as "Transfers Out." The County's financial ledgers showed "Transfers In" of \$8,917,137 and "Transfers Out" of \$6,791,256 for a difference of \$2,125,881.16.
2. Receipts were not classified consistently and properly in the financial records. The majority of the monies received from the State were classified as "State Reimbursement" instead of being identified as state grant, federal grant, state shared revenue, or as state reimbursement for services. Instances were noted in which the same revenue source within the same fund would be classified differently. Monies related to federal grant awards were not always identified separately from monies received from state grants.
3. The County utilizes a clearing account, "Hold for Information," to temporarily receipt monies received until the source of revenue can be determined. Once the source of the funding is identified, the monies are to be removed from the clearing account and classified to the appropriate revenue source and fund account. During 2010, \$38,763 remained in the fund that was not identified as to the source of the funds for proper classification in the financial records.
4. Financial activity related to the sale and purchase of investments was not properly recorded in the financial records.
5. Disbursement activity was not always properly classified in the financial records. Expenditures for funds that were created locally were not always recorded to budget expenditure categories (personal services; supplies, etc.) to properly identify how the funds were used. The expenditures were recorded as one category titled "Unappropriated."
6. A system was not in place whereby supplemental financial information maintained by County Departments was reconciled with the main financial activity shown on the County Auditor's financial records to ensure accuracy in financial reporting. For example, monies collected by the department and reported by the department on a "Report of Collections" were not periodically reconciled with the total shown in the County Auditor's financial records to ensure that the receipt activity was properly classified in the financial records and in agreement with amounts reported by the department. Errors had been noted in which monies were posted to the wrong fund and/or classified incorrectly.
7. Proper controls were not in place to review the financial activity of the County Police Retirement Plan. A difference in the balance in the funds from one year to the next of \$65,656 occurred which was not identified by the County.
8. The financial accounting application system utilized by the County does not properly reflect the accurate information regarding the beginning cash balance, receipts, and disbursements. The following deficiencies were noted:
 - a. The beginning fund balances brought forward from the prior year were shown as receipt transactions instead of beginning balances. The beginning balances were included in the total amount of the receipts in the funds ledger thus misrepresenting the total receipts for the year. As a result of having the beginning balances included

CLARK COUNTY
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 (Continued)

in the total receipts, the financial accounting system does not generate a report showing the beginning fund balance in order to ensure that balances are correctly brought forward from one accounting period to the next and readily identifying the actual receipts for the period for comparison with the final amounts reported in the Annual Report.

b. There were instances in which the beginning balances brought forward from the prior year were shown as investment transactions resulting in the inaccurate reporting of investing activity for the year.

c. The financial ledger reports generated from the accounting application system for the same time period reported different amounts. The following is a summary of the differences shown between the two financial ledger reports "Summary of Receipts and Expenditures" and "Combined Ledger by Location (All Detail):

	Amount Per Summary of Receipts and Expenditures Report	Amount Per Combined Ledger by Location Report	Difference
Receipts	\$ 289,607,534	\$ 288,237,656	\$ 1,369,878
Expenditures	266,965,339	265,995,950	969,389
Ending Balance	21,980,698	21,580,209	400,489

County officials were unaware a difference existed between the two reports and were unable to explain the difference. A further review of the financial activity during the audit identified that the differences between the ending balances was the result of the beginning balances for three funds not being reported correctly on the report "Combined Ledger by Location (All Detail) which carried over to the ending balance being shown incorrectly. The differences in the receipts and expenditures transactions were identified as being associated with six funds on the "Summary of Receipts and Expenditures" report which included activity related to years prior to the year 2010 even though the report was generated requesting only activity related to the year 2010.

Failure to adequately classify financial activity makes it difficult to assess the accuracy of the financial activity reported, to identify potential risks in financial reporting, and to adequately evaluate and monitor financial activity currently and for future planning purposes.

Additional training should be provided to personnel and controls procedures should be implemented to ensure accuracy in financial reporting. Problems identified with the accounting application system should be reviewed with the software vendor to identify the source of the problem.

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. (Accounting and Uniform Compliance Guidelines Manual for Counties of Indiana, Chapter 1)

CLARK COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

FINDING 2010-3 - DISBURSEMENT PROCEDURES

A review of the County's financial system identified the following problems with internal control procedures over disbursements:

1. Proper procedures were not in place to determine that correct amounts were paid on invoices. If a single invoice contained expenditures that would be charged to more than one budget appropriation expenditure account or to more than one fund, a separate accounts payable voucher was completed for the amount associated with each invoiced item to be charged to a different appropriation/fund number and a separate check issued. Procedures were not in place whereby the individual accounts payable vouchers submitted were totaled and compared to the invoice total in order to verify the proper amount owed was paid. Furthermore, if the invoice represented charges to various departments within the County, each department would be required to submit a separate accounts payable voucher for its share of the invoice. There were no procedures in place to ensure that all of the departments submitted the accounts payable voucher to the County Auditor for payment at the same time to ensure that the final amount paid was proper.

Failure to compare actual amounts paid to amounts invoiced could result in the improper amount being paid.

2. There was no procedure in place whereby if an invoice was not paid in full, information was documented as to why the full amount was not paid and an evaluation of the reasonableness of the explanation.

Failure to properly document differences between the amounts being paid and the amounts owed could result in untimely payment of amounts owed, late fees being incurred, and the expenditures being reported in the incorrect accounting period. In addition, it could be an indicator of personal items being charged on the County's account.

3. Vendor statements were not submitted with the invoices and accounts payable voucher to the County Auditor for payment.

Failure to compare the vendor statements with the invoices increases the risk of potential liability for unpaid invoices, expenditures not being recognized in the proper accounting period, fraudulent expenditures, and late fees assessed for untimely payment. Missing invoices, unfamiliar invoices, or past due amounts could indicate personal items are being purchased using the County's account.

A comparison of the vendor statement with invoices should be made to ensure timely and proper payment of amounts owed and to reduce potential fraud risks.

4. The County did not have procedures in place whereby if a check was voided that the voided payment was adjusted in the vendor's history of total payments for proper federal tax reporting on the vendor's 1099.

5. Checks issued from one County fund to another for payment or reimbursement of services or transfer of funds are distributed by the County Auditor to the receiving department which then turns around and resubmits the collections to the County Auditor

CLARK COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

via a report of collections. As a result of not having proper procedures in place to account for financial activity among different County funds, there were delays in some instances of up to twelve days between when a check was issued and the monies were receipted to the records.

Checks issued by the County Auditor to the County should be immediately receipted to the records and remitted to the County Treasurer for deposit. Access to funds collected should be limited to as few people as possible. Anytime funds exchange hands there is an increase in the risk of loss of collections and the possibility of substitution.

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. (Accounting and Uniform Compliance Guidelines Manual for County Auditors of Indiana, Chapter 14)

FINDING 2010-4 - PROCEDURES FOR RECEIVING REIMBURSEMENT OF GRANT EXPENDITURES

Procedures and policies were not in place to require timely filing of request for reimbursement of expenditures under grant programs and to ensure all expenditures that could be reimbursed were actually reimbursed.

Claims for reimbursement totaling \$197,765 for the Highway Planning and Construction Grant federal program had not been filed for reimbursement as of December 31, 2010. Of this amount \$11,872 was associated with the year 2008, \$42,775 was associated with the year 2009, and \$143,118 was associated with the year 2010.

Failure to have procedures in place to track expenditures allowed to be reimbursed and the timely filing of the claims for reimbursement could result in the County not receiving all the monies allowed and result in inconsistent and inaccurate financial reporting.

49 CFR 18.20 states in regard to standards for financial management systems:

"(b) The financial management system of other grantees and subgrantees must meet the following standards:

- (1) Financial reporting. Accurate, current and complete disclosure of the financial results of financially assisted activities must be made in accordance with the financial reporting requirements of the grant or subgrant."

The grant agreement with the Indiana Department of Transportation, State pass-through agency for the Highway Planning and Construction grant, attachment B states the following:

"The LPA understands that if it fails to provide a submittal, submits it late, or the submittal is not approved, including deliverables enumerated in Attachment E, the schedule, costs and FHWA's participation in the Project may be jeopardized."

CLARK COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

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. (Accounting and Uniform Compliance Guidelines Manual for Counties of Indiana, Chapter 1)

Section III – Federal Award Findings and Questioned Costs

FINDING 2010 - CHILD SUPPORT REIMBURSEMENTS

Federal Agency: U.S. Department of Health and Human Services

Federal Program: Child Support Enforcement

CFDA Number: 93.563

Pass-Through Entity: Indiana Department of Child Services

Procedures were not in place for the proper identification and reporting of federal monies received related to the various Child Support Enforcement projects (clerk expenditures; prosecuting attorney expenditures, etc.). Information was not on file at the County to properly identify monies received by the County related to the Child Support enforcement program as described below:

1. The State of Indiana reimburses the County for various Child Support Enforcement projects. Remittance notices were sent to the County by the State of Indiana that identified the various types of Child Support Enforcement revenue sources. The County receipted these monies to its records into one revenue category that did not break down the source of the revenue as to project and as to source of funding (federal or state). In addition, the County did not retain the information provided by the State of Indiana showing the breakdown of the monies received.
2. The County departments responsible for filing reports for reimbursements of expenditures did not have procedures in place whereby monies received were reconciled with expenditures made and filed for reimbursement. As a result, the County departments could not identify which expenditures had or had not been reimbursed. Information had to be obtained by the State Board of Accounts from the Indiana Department of Child Services in order to identify and report the activity in the Schedule of Expenditures of Federal Awards.
3. Federal grant monies related to federal stimulus funds (ARRA) were not identified separately from other federal grant monies as required under the federal grant programs.
4. A review of reimbursement information obtained from the Indiana Department of Child Services indicated reimbursement money associated with the program were not receipted into the proper funds as directed by the State pass through agency.

As a result of not having procedures in place to ensure the proper classification and recording of financial activity in the County Auditor's financial records, the County runs the risk of improper reporting of federal funds on the Schedule of Expenditures of Federal Awards and weakens its ability to effectively monitor grant compliance requirements.

CLARK COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

45 CFR 92.20 states in regard to standards for financial management systems:

"(a) A State must expand and account for grant funds in accordance with State laws and procedures for expending and accounting for its own funds. Fiscal control and accounting procedures of the State, as well as its subgrantees and cost-type contractors, must be sufficient to—

- (1) Permit preparation of reports required by this part and the statutes authorizing the grant, and
- (2) Permit the tracing of funds to a level of expenditures adequate to establish that such funds have not been used in violation of the restrictions and prohibitions of applicable statutes.

(b) The financial management systems of other grantees and subgrantees must meet the following standards:

- (1) *Financial reporting.* Accurate, current, and complete disclosure of the financial results of financially assisted activities must be made in accordance with the financial reporting requirements of the grant or subgrant.
- (2) *Accounting records.* Grantees and subgrantees must maintain records which adequately identify the source and application of funds provided for financially-assisted activities. These records must contain information pertaining to grant or subgrant awards and authorizations, obligations, unobligated balances, assets, liabilities, outlays or expenditures, and income.
- (3) *Internal control.* Effective control and accountability must be maintained for all grant and subgrant cash, real and personal property, and other assets. Grantees and subgrantees must adequately safeguard all such property and must assure that it is used solely for authorized purposes."

Circular A133 Subpart C section .300(a) states the auditee shall:

"Identify, in its accounts, all Federal awards received and expended and the Federal programs under which they were received. Federal program and award identification shall include, as applicable, the CFDA title and number, award number and year, name of the Federal agency, and name of the pass-through entity."

Circular A133 Subpart C section .300(b) states the auditee shall:

"Maintain internal control over Federal programs that provide reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs."

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. (Accounting and Uniform Compliance Guidelines Manual for Counties of Indiana, Chapter 1)

CLARK COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

***FINDING 2010-6 - REPORTABLE CONDITION - CHILD
SUPPORT ENFORCEMENT CASE BALANCES***

Federal Agency: U.S. Department of Health and Human Services
Federal Program: Child Support Enforcement
CFDA Number: 93.563
Pass-Through Entity: Indiana Department of Child Services

Clark County, in conjunction with the Indiana Department of Child Services, accounted for child support collections and payments through the Indiana Support Enforcement Tracking System (ISETS) during the year 2010. The following deficiency was identified:

Account balances owed by noncustodial parents on child support cases included errors resulting from data conversion, information not recorded during the time period from data conversion to system implementation, computer application processing errors and user errors. The errors are currently being corrected on a case by case basis as they are identified.

45 CFR 303.6 states in part: ". . . the IV-D agency must maintain and use an effective system for: (a) monitoring compliance with the support obligation; (b) identifying on the date the parent fails to make payments in an amount equal to the support payable . . ."

As a result of the inaccurate balances, enforcement actions may be initiated improperly or may not be initiated when required.

We recommended that action should be expedited to ensure that all account balances are researched and corrected in a timely manner.

FINDING 2010-,- ACCOUNTING FOR CAPITAL ASSETS

Federal Agency: U.S. Department of Transportation
Federal Program: Highway Planning and Construction
CFDA Number: 20.205
Federal Award Number: 071003, 0200812, 0500175, R29086
Pass-Through Entity: Indiana Department of Transportation

Federal Agency: U.S. Department of Transportation
Federal Program: Airport Improvement Program
CFDA Number: 20.106
Federal Award Number: AIP 03-18-0041-018-2008, AIP 03-18-0041-017-2007\
Direct Grant

Federal Agency: U. S. Department of Justice
Federal Program: Public Safety Partnership and Community Policing Grants
CFDA Number: 16.710
Federal Award Number: 2009CKWX0552, 2009CKWX0554
Direct Grant

CLARK COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Federal Agency: U.S. Environmental Protection Agency
Federal Program: ARRA - Capitalization Grants for Clean Water State Revolving Funds
CFDA Number: 66.458
Federal Award Number: 2W-00E73001-0
Pass-Through Entity: Indiana Finance Authority

Based upon our review and testing of accounting controls and our discussion with County personnel, the following deficiencies were noted regarding the County's controls over capital assets:

1. Formal procedures are not in place whereby the County departments notify the County Auditor's office of assets purchased and provide the necessary information to properly identify the asset for inclusion on the County's capital asset record. As a result, not all assets are being included on the County's capital asset records. Failure to properly identify assets owned by the County could result in assets not being properly insured in event of a loss.
2. Procedures do not exist whereby County departments notify the County Auditor's office of asset disposals. Failure to identify assets disposals results in the overstatement of assets per the County's asset records and the potential for additional cost of insurance for assets the County no longer owns.
3. No information was presented for audit to indicate that an inventory of assets was performed and compared to the asset record in recent years. Failure to perform an inventory of capital assets and compare it with its records weakens the County's ability to identify problems with assets losses due to theft and to ensure proper insurance coverage of its assets.
4. Asset tags are not used to identify property owned by the county and for identification in its asset records. Asset tags are used to readily identify property that is owned by the County and to provide an identification system for assets that do not have another unique identification number, such as, a serial number. Failure to utilize a tagging system jeopardizes the County's ability to properly identify assets on hand with the assets reported on its records and increases the risk of theft due to properly identifying the assets as belonging to the County.
5. Projects ledgers are not properly maintained for construction projects in order to allow for the cost of the project assets to be incorporated in the County's capital asset records at the completion of the project.
6. The County does not have a system in place whereby assets that are highly susceptible to theft due to their size and nature and are not of a significant value to be included in its formal capital asset record are properly identified. Failure to have proper controls over assets could result in the loss of the items and the additional expenses to the County for replacement.

We recommended the County implement a system to properly capture asset purchases and disposals and maintain subsidiary capital asset records which captures the expenditures for each project to be shown as construction in progress and provide this information to the County Auditor's office for inclusion the County's capital asset records. A physical inventory of capital assets should be performed and compared with the County's capital asset record with any differences resolved.

CLARK COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

In regards to equipment and real property management 49 CFR 18.32, 28 CFR 66.32, and 40 CFR 31.32 state in part:

". . . Other grantees and subgrantees will follow paragraphs (c) through (e) of this section. . . . may use the equipment to be replaced as a trade-in or sell the property and use the proceeds to offset the cost of the replacement property, subject to the approval of the awarding agency.

(d) *Management requirements.* Procedures for managing equipment (including replacement equipment), whether acquired in whole or in part with grant funds, until disposition takes place will, as a minimum, meet the following requirements:

- (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.

(e) *Disposition.* When original or replacement equipment acquired under a grant or subgrant is no longer needed for the original project or program or for other activities currently or previously supported by a Federal agency, disposition of the equipment will be made as follows:

- (1) Items of equipment with a current per-unit fair market value of less than \$5,000 may be retained, sold or otherwise disposed of with no further obligation to the awarding agency.
- (2) Items of equipment with a current per unit fair market value in excess of \$5,000 may be retained or sold and the awarding agency shall have a right to an amount calculated by multiplying the current market value or proceeds from sale by the awarding agency's share of the equipment.
- (3) In cases where a grantee or subgrantee fails to take appropriate disposition actions, the awarding agency may direct the grantee or subgrantee to take excess and disposition actions."

CLARK COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

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 managements' 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. (Accounting and Uniform Compliance Guidelines Manual for Counties of Indiana, Chapter 14)

Every governmental unit should have a complete inventory of all fixed assets owned which reflect their acquisition value. Such inventory should be recorded in the Capital Assets Ledger form. A complete inventory should be taken at least every two years for good internal control and for verifying account balances carried in the accounting records. (Accounting and Uniform Compliance Guidelines Manual for Counties of Indiana, Chapter 14)

BOARD OF COMMISSIONERS OF CLARK COUNTY, INDIANA

ROOM 404, Clark County Government Building
501 E. Court Avenue
Jeffersonville, Indiana 47130
(812) 285-6275 FAX (812) 285-6366
www.co.clark.in.us

M. Edward Meyer, President
Mike Moore
Les Young

Greg Fifer, County Attorney
Hyun Lee, Engineer

March 14, 2011

Indiana State Board of Accounts
302 W. Washington St., Room E418
Indianapolis, IN 46204-2765

Re: Clark County Summary Schedule of Prior Audit Findings

Finding 2009-5, Financial Management System

Contact Person: Edward Meyer
Title: President, Board of County Commissioners
Phone Number: 812-285-6275

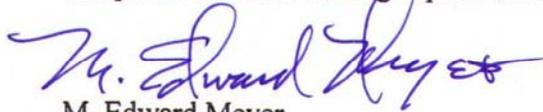
Procedures have been implemented to ensure the accuracy of identifying and reporting Federal and State and ARRA stimulus funds. Continued improvements will be made to these procedures to ensure correct identification of grant receipts and disbursements for proper recording in the ledgers and reconciliation with subsidiary grant records.

Finding 2009-7, Accounting for Capital Assets

Contact Person: Monty Snelling
Title: County Auditor
Phone Number: 812-285-6211

*Indiana State Board of Accounts
Schedule of Prior Audit Findings
March 14, 2011
Page 2*

Procedures have been implemented and continue to be developed whereby County employees are trained to identify capital assets at the time of purchase for inclusion to the County's capital asset record. Continued improvements will be made to ensure a record of capital expenditures made with Federal monies will be maintained and a physical inventory will be performed and compared with the existing capital asset records and differences resolved.



M. Edward Meyer

President, Clark County Commissioners

Cc: Monty Snelling, Clark County Auditor

file



OFFICE OF THE PROSECUTING ATTORNEY

STEVEN D. STEWART

PROSECUTING ATTORNEY, 4TH JUDICIAL DISTRICT
501 E. COURT AVENUE
215 COUNTY GOVERNMENT BUILDING
JEFFERSONVILLE, IN 47130

CRIMINAL DIVISION
(812) 285-6264/FAX (812) 285-6259

CHILD SUPPORT DIVISION
(812) 285-6261/FAX (812) 285-6259

March 14, 2011

Indiana State Board of Accounts
302 West Washington Street
4th Floor, Room E418
Indianapolis, IN 46204-2765

Re: Summary Schedule of Prior Audit Findings

Finding Number 2009-6, Reportable Condition – Child Support Enforcement Case Balances

Status of Finding:

The Clark County Office of the Prosecuting Attorney, Child Support Division, has maintained a policy of mandatory training and retraining of all caseworkers, stressing the importance of entering and maintaining accurate account balances in the Indiana Support Enforcement tracking System (ISETS) and in court files. Process of updating and correcting case balances is an ongoing priority. The difficulty of doing so is compounded by the high volume of cases, the likelihood that incorrect information was entered many years ago, and the recognition that in many cases the balances have been adjusted by other state and local agencies.

The Child Support Division will continue to make corrections to cases balances as the errors are identified and to give the highest priority to entering and maintaining accurate account balances in the ISETS System.

Sincerely,

A handwritten signature in blue ink, appearing to read "Steven D. Stewart".

Steven D. Stewart
Prosecuting Attorney

SDS/ck

BOARD OF COMMISSIONERS OF CLARK COUNTY, INDIANA

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M. Edward Meyer, President
Mike Moore
Les Young

Greg Fifer, County Attorney
Hyun Lee, Engineer

July 28, 2011

Indiana State Board of Accounts
302 W. Washington St., Room E418
Indianapolis, IN 46204-2765

Re: 2010 Corrective Action Plan

Please accept this letter as the corrective action plan for the Section II and III audit findings noted in the 2010 audit report for Clark County.

Finding 2010-1, Internal Controls Over Schedule of Expenditures of Federal Awards

Contact Person: R. Monty Snelling
Title: County Auditor
Phone Number: 812-285-6211
Projected Completion Date: December 31, 2011

Procedural changes have been implemented for many of the deficiencies identified in the Schedule of Findings and Questioned Costs. One person is now responsible for coordinating grant activity for the County and grant files are now located in one central location. In addition, grant activity will be monitored for proper classification of Federal, State, and Stimulus Funds and will be properly identified in the County Annual Report by CFDA number. The County is continuing to implement improved procedures for coordinating grant transactions with the individual County Departments administering the grant to ensure proper identification and posting of grant transactions and reconciliation to subsidiary ledgers.

Finding 2010-2, Internal Controls Over Financial Transactions and Reporting

Contact Person: R. Monty Snelling
Title: County Auditor
Phone Number: 812-285-6211
Projected Completion Date: December 31, 2011

The County Annual Report (Annual Report) will be checked for accuracy and completeness. Beginning and ending cash balances, "Transfers In" and "Transfers Out", and Investments will be compared with the County's financial ledgers to ensure accuracy of reporting. Many procedures were implemented during 2011 to correct deficiencies in financial reporting.

Expenditures are no longer classified as unappropriated and clearing accounts for temporary identification purposes are no longer used. The computer vendor will be contacted to ensure beginning fund balances are brought forward correctly.

Finding 2010-3, Disbursement Procedures

Contact Person: R. Monty Snelling
Title: County Auditor
Phone Number: 812-285-6211
Projected Completion Date: December 31, 2011

Many disbursement procedural changes were implemented in 2011. The County will continue to strive for better controls and accounting procedures and will coordinate and communicate these changes with other County Departments. Continued training will be provided to employees to help ensure accuracy and completeness of financial records.

Finding 2010-4, Procedures for Receiving Reimbursement of Grant Expenditures

Contact Person: M. Edward Meyer
Title: President, Board of County Commissioners
Phone Number: 812-285-6275
Projected Completion Date: December 31, 2011

Current reimbursement procedures are being reviewed with County employees. Procedures will be developed to monitor and require timely filing of request for reimbursement of expenditures.

*Indiana State Board of Accounts
Corrective Action Plan
July 28, 2011*

Finding 2010-5, Child Support Reimbursements

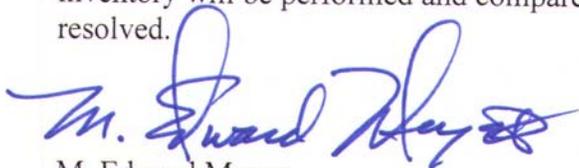
Contact Person: R. Monty Snelling
Title: County Auditor
Phone Number: 812-285-6211
Projected Completion Date: December 31, 2011

Procedures are being implemented to ensure the proper identification and reporting of Federal monies related to the various Child Support Enforcement projects including improved coordination with the County Departments responsible for filing reports for reimbursements.

Finding 2010-7, Accounting for Capital Assets

Contact Person: R. Monty Snelling
Title: County Auditor
Phone Number: 812-285-6211
Projected Completion Date: December 31, 2012

Procedures are being developed and County employees are being trained to identify capital assets at the time of purchase for inclusion on the County's capital asset record. In addition, a record of capital expenditures made with Federal monies will be maintained. A physical inventory will be performed and compared with the existing capital asset records and differences resolved.



M. Edward Meyer
President, Clark County Commissioners

Cc: R. Monty Snelling, Clark County Auditor
file



OFFICE OF THE PROSECUTING ATTORNEY

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CHILD SUPPORT DIVISION
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July 22, 2011

Indiana State Board of Accounts
320 West Washington Street, Room E418
Indianapolis, IN 46204

Re: Corrective Action Plan

Please accept this letter as the corrective action plan for the below referenced finding noted in the 2010 Audit Report for the Clark County Child Support Division relating to ISETS.

Contact Person: Andrew Steele, Deputy Prosecutor
Title: Director, Child Support Division
Phone: (812) 285-6264
Expected Completion Date: December 31, 2011.

During 2010 the Clark County Office of the Prosecuting Attorney, Child Support Division, has maintained a policy of mandatory training and retraining of all caseworkers, stressing the importance of entering and maintaining accurate account balances in the Indiana Support Enforcement Tracking System (ISETS) and in Court files. The process of updating and correcting case balances is an ongoing priority. The difficulty of doing so is compounded by the high volume of cases (over 6,000), the likelihood that incorrect information was entered many years ago, and the recognition that in many cases the balances have been adjusted by other state and local agencies.

The Child Support Division will continue to give the highest priority to entering and maintaining accurate account balances in the ISETS System.

Sincerely,

A handwritten signature in black ink, appearing to read "Steven D. Stewart".

Steven D. Stewart
Prosecuting Attorney

CLARK COUNTY
EXIT CONFERENCE

The contents of this report were discussed on August 11, 2011, with M. Edward Meyer, President of the Board of County Commissioners; Kevin Vissing, President of the County Council; and R. Monty Snelling, Auditor.