

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

ANNUAL FINANCIAL REPORT

2010

HANCOCK COUNTY, INDIANA



FILED

09/01/2011

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Robin Lowder	07-02-09 to 12-31-14
Treasurer	Phyllis Vest	01-01-09 to 12-31-12
Clerk	Sharon E. Burris Marcia R. Moore	01-01-07 to 12-31-10 01-01-11 to 12-31-14
Sheriff	Calvin Gray Michael Shepherd	01-01-07 to 12-31-10 01-01-11 to 12-31-14
Recorder	Sharon Shambaugh Debra Carnes	01-01-01 to 12-31-10 01-01-11 to 12-31-14
President of the Board of County Commissioners	Derek Towle Brad Armstrong	01-01-10 to 12-31-10 01-01-11 to 12-31-11
President of the County Council	William Bolander	01-01-10 to 12-31-11



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

TO: THE OFFICIALS OF HANCOCK COUNTY, INDIANA

We have audited the accompanying financial statement of Hancock County (County), for the year ended December 31, 2010. The financial statement is the responsibility of the County's management. Our responsibility is to express opinions on the financial statement based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As discussed in Note 1, the County prepares its financial 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.

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

In accordance with Government Auditing Standards, we have also issued a report dated August 2, 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 is 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 Schedules of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis, Schedule of Capital Assets, and Schedule of Long-Term Debt are presented for additional analysis and are not required parts of the financial statement. The Combining Schedules of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis, Schedule of Capital Assets, and Schedule of Long-Term Debt have not been subjected to the auditing procedures applied by us in the audit of the financial statements and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of the County's management, County Commissioners, 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 2, 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 HANCOCK COUNTY, INDIANA

We have audited the financial statement of Hancock County (County), for the year ended December 31, 2010, and have issued our report thereon dated August 2, 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.

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.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over financial reporting, which are described in the accompanying Schedule of Findings and Questioned Costs as item 2010-1, that we consider to be significant deficiencies in internal control over financial reporting. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

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

This report is intended solely for the information and use of the County's management, County Commissioners, 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 2, 2011

FINANCIAL STATEMENT

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

	Cash and Investments 01-01-10	Receipts	Disbursements	Cash and Investments 12-31-10
General	\$ 558,391	\$ 15,093,712	\$ 14,408,511	\$ 1,243,592
Local Road And Street	553,835	745,981	1,054,977	244,839
Accident Report	1,335	1,622	2,883	74
Firearms Training	14,701	28,550	36,547	6,704
County Health	60,753	394,350	379,418	75,685
Alcohol And Drug Services	(2,642)	315,465	312,823	-
Community Corrections	25,142	219,644	196,285	48,501
Law Enforcement Continuing Ed	663	21,681	21,681	663
Clerk's Records Perpetuation	49,161	30,325	16,839	62,647
Unsafe Building	2,185	-	-	2,185
State Homeland Security Grant	2,302	-	-	2,302
E911 Operating	377,755	1,293,169	1,223,170	447,754
Drug Free Community	99,896	92,885	97,010	95,771
Drainage Maintenance	2,431,061	447,536	469,731	2,408,866
Emergency Planning/Right To Know	13,205	-	4,826	8,379
Convention And Tourism	9,427	238,047	234,708	12,766
Highway	701,195	3,554,644	3,287,558	968,281
Prosecutor Title IV-D #1	1,712	-	-	1,712
Juvenile Probation Service	21,843	17,568	26,695	12,716
Recorder's Records Perpetuation	179,157	140,187	100,809	218,535
User Fee	179,396	425,877	360,584	244,689
Pretrial Diversion	150,733	87,617	79,775	158,575
Misdemeanant	32,846	34,028	30,929	35,945
Supplemental Public Defender	60,805	127,350	9,495	178,660
Clerk Title IV-D #1	15,823	-	-	15,823
Sheriff's Continuing Education	11,905	-	1,260	10,645
Jury Pay	48,007	21,434	31,738	37,703
Hancock Area Rural Transit	-	244,185	244,184	1
Public Health H1N1 Phase III Federal	36,290	790	700	36,380
Public Health Emergency H1N1 Federal	18,475	701	19,125	51
Health Maintenance Grant	71,959	37,918	47,165	62,712
IDEM Grant	1,832	4,764	5,442	1,154
Safe-T Grant	(2,641)	2,641	-	-
Operation Pullover	1,662	23,477	18,966	6,173
Rainy Day	2,513,782	760,198	2,635	3,271,345
County Sales Disclosure	4,193	6,440	7,225	3,408
Riverboat Revenue Sharing	-	346,639	346,639	-
CEDIT Special Tax	-	1,682,888	1,625,778	57,110
Community Corrections JAG Grant	-	33,209	24,419	8,790
Bio Terrorism Grant	60,048	30,425	38,527	51,946
JABG Jobs Grant	395	-	-	395
Community Corrections	64,183	847,245	508,112	403,316
D.A.R.E.	451	-	-	451
Tobacco Settlement	85,218	40,924	28,191	97,951
Drug Court	7,062	26,104	18,565	14,601
MRC-Medical Reserve Corp	-	7,500	4,716	2,784
PACE Grant Drug Interdiction	-	39,469	30,793	8,676
Metro Drug Task Force	-	472	-	472
Bureau Of Justice Assistance Grant	-	2,069	2,069	-
IDHS Federal Grant 97.074	-	14,894	14,894	-
Levy Excess	75,906	33,915	-	109,821
Identification Security Protection	73,278	25,729	4,639	94,368
Food And Beverage Tax	291,020	424,699	278,388	437,331
Prosecutor Title IV-D #2	57,861	32,881	61,006	29,736
Clerk Title IV-D #2	17,356	21,856	7,200	32,012
County Portion CEDIT Econ Dev	-	899,051	40,000	859,051
GAL/CASA	(2,711)	37,382	34,671	-
Reassessment 2009	336,208	294,977	346,920	284,265
Supplemental Adult Probation Svces	47,382	272,268	241,799	77,851
Reassessment	-	1,208	1,208	-
HAVA Section 102	47,596	-	-	47,596
HAVA Section 101	11,604	-	-	11,604
Cornerstone Perpetuation	36,150	12,740	350	48,540
Auditor's Transfer Fee	15,600	14,965	7,643	22,922
Assessment Training Fund	27,614	7,475	5,112	29,977
Superior I Transcript	189	10,733	10,272	650
Superior Court II Transcripts	32	338	338	32
Circuit Court Transcripts	(1,411)	22,526	19,201	1,914
Drug Screen Probation	9,966	17,423	13,800	13,589
County Child Abuse Prevention Fee	35	-	-	35
Courthouse Renovation	279	-	-	279
Health Department Donations	438	2,380	79	2,739
Conservation Training	96	20	20	96
E911 Landline Revenue Fund	-	697,944	697,944	-
E911 Wireless	-	215,176	215,176	-
Fines and Forfeitures	28,493	46,958	66,345	9,106
Pension Clearing Fund	-	39,958	37,319	2,639
Clerk ARRA Funding CFDA 93.563	-	4,752	-	4,752
Prosecutor ARRA Fund 93.563	-	42,126	-	42,126
HC Rural Transit ARRA Fed Grant	-	104,095	104,095	-
Community Corrections Vending	-	38,584	-	38,584

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

HANCOCK 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
ADA Drug Screen Probation	-	320	-	320
Community Correction Construction Bond	92,643	191,851	193,150	91,344
Courthouse Annex Bond	607,335	1,235,035	1,240,631	601,739
Courthouse Renovation Bond	375,061	767,400	771,015	371,446
EOC Construction Bond	496,225	368,712	731,703	133,234
E911 Revenue Bond	63,676	250,744	250,528	63,892
Cumulative Capital Development	588,425	1,000,372	779,380	809,417
Cumulative Bridge	1,623,085	1,157,651	1,038,242	1,742,494
EOC Construction Fund	102,184	-	3,724	98,460
General Drain Improvement	900,074	97,061	77,166	919,969
Health Claims Fund	(31,884)	2,100,000	1,910,944	157,172
Redevelopment Capital	8,291,418	18,513	1,573,710	6,736,221
Redevelopment Debt Service Reserve	1,064,800	34	-	1,064,834
Redevelopment Bond Principal and Interest	1,104,209	250	268,677	835,782
Police Pension	5,183,083	8,783,716	8,063,128	5,903,671
Congressional School Principal	10,741	-	-	10,741
City And Town Court Costs	2,477	36,121	33,532	5,066
Coroners Training and Continuing Education	550	6,051	5,955	646
Congressional School Interest	24,406	153	-	24,559
Weed Cutting	4,200	26,875	31,075	-
Tax Sale Surplus	1,052,644	875,533	1,220,255	707,922
Tax Sale Redemption	4,227	439,851	376,638	67,440
Surplus Tax	36,113	201,571	167,549	70,135
Delinquent Sewer Assessment	(679)	54,572	53,893	-
Overweight Vehicle Fines	201	2,889	2,600	490
Infraction Judgements	13,421	189,473	173,681	29,213
Inheritance Tax	92,912	747,185	647,516	192,581
Payroll	803,756	7,187,275	7,153,414	837,617
Special Death Benefit	260	6,850	6,145	965
Interstate Transfer Fee	-	563	563	-
Education Plate Fees Agency	282	2,606	2,363	525
CAGIT Certified Shares	-	14,323,996	14,323,996	-
Financial Institution Tax	-	54,760	54,760	-
Wheel Tax	160	216,735	216,415	480
Mortgage Fees-State Share	672	8,298	8,062	908
CVET Agency	-	447,814	447,814	-
Homestead Credit Rebate	-	9,850	9,769	81
Bid Deposits And Bonds Holding	67,254	12,001	29,946	49,309
Final Excise Tax Cut Repl Due State	-	251,331	251,331	-
Tax Collections	-	63,712,404	62,874,440	837,964
State Sales Disclosure	2,498	6,440	6,565	2,373
Stormwater	-	1,988	1,988	-
Auto Excise	1,636	1,650,053	1,651,689	-
School General Tax	1,174	9,511	9,511	1,174
Library PTRC/CEDIT Fund	3,729,573	2,252,516	2,759,386	3,222,703
City & Town General	2,477	49,405,450	49,404,064	3,863
PTRC	-	4,758,093	4,758,093	-
Tax Sale Vendor Fees	(1,006)	26,785	16,164	9,615
HEA 1001-2008 State Homestead	9,273	1,099,713	1,111,351	(2,365)
Tax Distribution Property Tax	21,512	63,221,044	63,242,556	-
Settlement Excise	-	8,898,643	8,898,643	-
Advance Collections Of Taxes	1,136,572	1,335,372	2,455,891	16,053
Overpayments	-	17,055	17,055	-
Demand Fees	-	686	686	-
Drainage Assessment	-	446,917	443,560	3,357
Excess Tax Collections	83,796	120,377	204,153	20
License Excise Tax	591,100	7,025,426	7,244,473	372,053
Sewage And Weed	-	101,136	96,632	4,504
Tax Sale Costs	-	9,900	9,875	25
Aircraft	-	16,754	16,754	-
Auto Rental	16,425	35,212	51,637	-
Boat Excise	-	121,660	115,610	6,050
Vendor Fees	(1,006)	26,855	25,779	70
Lottery	-	3,568,598	3,288,213	280,385
Sewer & Weed Penalty 2009	-	1,295	1,295	-
Car-1 Clerk of Courts	2,425,344	6,481,151	7,191,089	1,715,406
Car-1 Recorder	56,061	354,400	370,306	40,155
Car-1 Community Corrections	418,108	1,238,136	1,596,485	59,759
Car-1 County Health	1,361	94,647	95,158	850
Car-1 Probation	9,373	311,206	299,682	20,897
Car-1 Inmate Trust	9,879	280,135	283,621	6,393
Car-1 Planning & Building	13,292	184,963	198,254	1
Car-1 Purdue Extension	11,062	78,213	71,595	17,680
Car-1 Sheriff Chaplain	433	-	-	433
Car-1 Sheriff Commissary	30,758	186,426	170,076	47,108
Car-1 Sheriff Operating	12,291	1,953,823	1,947,716	18,398
Car-1 Sheriff Shop With A Cop	318	5,983	4,800	1,501
Car-1 Substance Abuse	325	11,795	12,120	-
Car-1 Victims Assistance	520	-	-	520
Total	<u>\$ 40,693,562</u>	<u>\$ 290,931,556</u>	<u>\$ 290,636,157</u>	<u>\$ 40,988,961</u>

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

HANCOCK 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 statement is 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 includes 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

HANCOCK 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.

HANCOCK 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 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.

HANCOCK COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 3. Property Taxes

Property taxes levied are collected by the County Treasurer and are scheduled to be distributed to the County in June and December; however, situations can arise which would delay the distributions. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's March 1 (lien date) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100% 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.

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

HANCOCK COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

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.

C. County Police Benefit Plan

Plan Description

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

Funding Policy

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

SUPPLEMENTARY INFORMATION – UNAUDITED

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

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

	General	Local Road And Street	Accident Report	Firearms Training	County Health	Alcohol And Drug Services
Cash and investments - beginning	558,391	553,835	1,335	14,701	60,753	(2,642)
Receipts:						
Taxes	6,043,665	-	-	-	270,495	-
Licenses and permits	210	-	-	-	-	-
Intergovernmental	938,483	600,462	-	-	29,270	-
Charges for services	1,164,596	-	1,622	28,550	87,599	315,465
Fines and forfeits	390,209	-	-	-	-	-
Other receipts	6,556,549	145,519	-	-	6,986	-
Total receipts	<u>15,093,712</u>	<u>745,981</u>	<u>1,622</u>	<u>28,550</u>	<u>394,350</u>	<u>315,465</u>
Disbursements:						
Personal services	10,134,227	-	-	-	340,544	282,566
Supplies	201,872	-	-	-	14,078	1,275
Other services and charges	3,769,034	1,054,977	-	-	24,367	28,442
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	429	540
Other disbursements	303,378	-	2,883	36,547	-	-
Total disbursements	<u>14,408,511</u>	<u>1,054,977</u>	<u>2,883</u>	<u>36,547</u>	<u>379,418</u>	<u>312,823</u>
Excess (deficiency) of receipts over disbursements	<u>685,201</u>	<u>(308,996)</u>	<u>(1,261)</u>	<u>(7,997)</u>	<u>14,932</u>	<u>2,642</u>
Cash and investments - ending	<u><u>1,243,592</u></u>	<u><u>244,839</u></u>	<u><u>74</u></u>	<u><u>6,704</u></u>	<u><u>75,685</u></u>	<u><u>-</u></u>

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

	Community Corrections	Law Enforcement Continuing Education	Clerk's Records Perpetuation	Unsafe Building	State Homeland Security Grant	E911 Operating
Cash and investments - beginning	25,142	663	49,161	2,185	2,302	377,755
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	219,644	-	-	-	-	-
Charges for services	-	21,681	-	-	-	792
Fines and forfeits	-	-	30,325	-	-	-
Other receipts	-	-	-	-	-	1,292,377
Total receipts	<u>219,644</u>	<u>21,681</u>	<u>30,325</u>	<u>-</u>	<u>-</u>	<u>1,293,169</u>
Disbursements:						
Personal services	143,618	-	16,839	-	-	1,027,526
Supplies	39,666	-	-	-	-	4,320
Other services and charges	13,001	-	-	-	-	191,324
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	21,681	-	-	-	-
Total disbursements	<u>196,285</u>	<u>21,681</u>	<u>16,839</u>	<u>-</u>	<u>-</u>	<u>1,223,170</u>
Excess (deficiency) of receipts over disbursements	<u>23,359</u>	<u>-</u>	<u>13,486</u>	<u>-</u>	<u>-</u>	<u>69,999</u>
Cash and investments - ending	<u>48,501</u>	<u>663</u>	<u>62,647</u>	<u>2,185</u>	<u>2,302</u>	<u>447,754</u>

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

	Drug Free Community	Drainage Maintenance	Emergency Planning/Right To Know	Convention And Tourism	Highway	Prosecutor Title IV-D #1
Cash and investments - beginning	99,896	2,431,061	13,205	9,427	701,195	1,712
Receipts:						
Taxes	-	441,959	-	-	144,251	-
Licenses and permits	-	-	-	-	12,750	-
Intergovernmental	-	-	-	-	3,058,943	-
Charges for services	92,885	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	5,577	-	238,047	338,700	-
Total receipts	<u>92,885</u>	<u>447,536</u>	<u>-</u>	<u>238,047</u>	<u>3,554,644</u>	<u>-</u>
Disbursements:						
Personal services	23,647	-	-	62,297	1,689,021	-
Supplies	-	-	-	-	1,010,804	-
Other services and charges	73,363	-	4,826	-	347,041	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	240,692	-
Other disbursements	-	469,731	-	172,411	-	-
Total disbursements	<u>97,010</u>	<u>469,731</u>	<u>4,826</u>	<u>234,708</u>	<u>3,287,558</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(4,125)</u>	<u>(22,195)</u>	<u>(4,826)</u>	<u>3,339</u>	<u>267,086</u>	<u>-</u>
Cash and investments - ending	<u>95,771</u>	<u>2,408,866</u>	<u>8,379</u>	<u>12,766</u>	<u>968,281</u>	<u>1,712</u>

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

	Juvenile Probation Service	Recorder's Records Perpetuation	User Fee	Pretrial Diversion	Misdemeanant	Supplemental Public Defender
Cash and investments - beginning	21,843	179,157	179,396	150,733	32,846	60,805
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	17,568	139,681	425,877	77,821	-	127,350
Fines and forfeits	-	-	-	9,796	-	-
Other receipts	-	506	-	-	34,028	-
Total receipts	<u>17,568</u>	<u>140,187</u>	<u>425,877</u>	<u>87,617</u>	<u>34,028</u>	<u>127,350</u>
Disbursements:						
Personal services	26,695	80,853	-	5,408	-	9,495
Supplies	-	-	-	-	-	-
Other services and charges	-	-	360,584	21,320	30,929	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	19,956	-	53,047	-	-
Total disbursements	<u>26,695</u>	<u>100,809</u>	<u>360,584</u>	<u>79,775</u>	<u>30,929</u>	<u>9,495</u>
Excess (deficiency) of receipts over disbursements	<u>(9,127)</u>	<u>39,378</u>	<u>65,293</u>	<u>7,842</u>	<u>3,099</u>	<u>117,855</u>
Cash and investments - ending	<u><u>12,716</u></u>	<u><u>218,535</u></u>	<u><u>244,689</u></u>	<u><u>158,575</u></u>	<u><u>35,945</u></u>	<u><u>178,660</u></u>

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

	Clerk Title IV-D #1	Sheriff's Continuing Education	Jury Pay	Hancock Area Rural Transit	Public Health H1N1 Phase III Federal	Public Health Emergency H1N1 Federal
Cash and investments - beginning	15,823	11,905	48,007	-	36,290	18,475
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	244,185	-	-
Charges for services	-	-	-	-	790	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	21,434	-	-	701
Total receipts	-	-	21,434	244,185	790	701
Disbursements:						
Personal services	-	-	-	-	-	685
Supplies	-	-	-	-	-	-
Other services and charges	-	1,260	31,738	244,184	-	18,440
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	-	-	700	-
Total disbursements	-	1,260	31,738	244,184	700	19,125
Excess (deficiency) of receipts over disbursements	-	(1,260)	(10,304)	1	90	(18,424)
Cash and investments - ending	15,823	10,645	37,703	1	36,380	51

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

	Health Maintenance Grant	IDEM Grant	Safe-T Grant	Operation Pullover	Rainy Day	County Sales Disclosure
Cash and investments - beginning	71,959	1,832	(2,641)	1,662	2,513,782	4,193
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	37,918	-	2,641	23,079	756,339	-
Charges for services	-	4,764	-	-	-	6,440
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	-	398	3,859	-
Total receipts	<u>37,918</u>	<u>4,764</u>	<u>2,641</u>	<u>23,477</u>	<u>760,198</u>	<u>6,440</u>
Disbursements:						
Personal services	27,793	-	-	16,906	-	-
Supplies	18,161	-	-	-	-	-
Other services and charges	1,211	5,442	-	-	2,635	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	-	2,060	-	7,225
Total disbursements	<u>47,165</u>	<u>5,442</u>	<u>-</u>	<u>18,966</u>	<u>2,635</u>	<u>7,225</u>
Excess (deficiency) of receipts over disbursements	<u>(9,247)</u>	<u>(678)</u>	<u>2,641</u>	<u>4,511</u>	<u>757,563</u>	<u>(785)</u>
Cash and investments - ending	<u><u>62,712</u></u>	<u><u>1,154</u></u>	<u><u>-</u></u>	<u><u>6,173</u></u>	<u><u>3,271,345</u></u>	<u><u>3,408</u></u>

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

	Riverboat Revenue Sharing	CEDIT Special Tax	Community Corrections JAG Grant	Bio Terrorism Grant	JAIBG Jobs Grant	Community Corrections
Cash and investments - beginning	-	-	-	60,048	395	64,183
Receipts:						
Taxes	-	1,682,888	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	23,208	30,425	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	346,639	-	10,001	-	-	847,245
Total receipts	<u>346,639</u>	<u>1,682,888</u>	<u>33,209</u>	<u>30,425</u>	<u>-</u>	<u>847,245</u>
Disbursements:						
Personal services	-	-	19,616	-	-	401,288
Supplies	-	-	1,364	-	-	35,978
Other services and charges	-	-	3,439	38,527	-	31,974
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	32,506
Other disbursements	346,639	1,625,778	-	-	-	6,366
Total disbursements	<u>346,639</u>	<u>1,625,778</u>	<u>24,419</u>	<u>38,527</u>	<u>-</u>	<u>508,112</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>57,110</u>	<u>8,790</u>	<u>(8,102)</u>	<u>-</u>	<u>339,133</u>
Cash and investments - ending	<u>-</u>	<u>57,110</u>	<u>8,790</u>	<u>51,946</u>	<u>395</u>	<u>403,316</u>

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

	D.A.R.E.	Tobacco Settlement	Drug Court	MRC-Medical Reserve Corp	PACE Grant Drug Interdiction	Metro Drug Task Force
Cash and investments - beginning	451	85,218	7,062	-	-	-
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	40,924	26,104	7,500	39,469	472
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total receipts	-	40,924	26,104	7,500	39,469	472
Disbursements:						
Personal services	-	25,068	2,706	-	30,793	-
Supplies	-	1,701	1,562	691	-	-
Other services and charges	-	1,422	2,797	4,025	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	1,500	-	-	-
Other disbursements	-	-	10,000	-	-	-
Total disbursements	-	28,191	18,565	4,716	30,793	-
Excess (deficiency) of receipts over disbursements	-	12,733	7,539	2,784	8,676	472
Cash and investments - ending	451	97,951	14,601	2,784	8,676	472

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

	Bureau Of Justice Assistance Grant	IDHS Federal Grant 97.074	Levy Excess	Identification Security Protection	Food And Beverage Tax	Prosecutor Title IV-D #2
Cash and investments - beginning	-	-	75,906	73,278	291,020	57,861
Receipts:						
Taxes	-	-	33,915	-	424,699	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	2,069	-	-	-	-	-
Charges for services	-	14,894	-	25,729	-	32,881
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total receipts	<u>2,069</u>	<u>14,894</u>	<u>33,915</u>	<u>25,729</u>	<u>424,699</u>	<u>32,881</u>
Disbursements:						
Personal services	2,069	-	-	-	11,116	54,208
Supplies	-	-	-	-	-	-
Other services and charges	-	14,894	-	4,639	267,272	6,798
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	<u>2,069</u>	<u>14,894</u>	<u>-</u>	<u>4,639</u>	<u>278,388</u>	<u>61,006</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>-</u>	<u>33,915</u>	<u>21,090</u>	<u>146,311</u>	<u>(28,125)</u>
Cash and investments - ending	<u>-</u>	<u>-</u>	<u>109,821</u>	<u>94,368</u>	<u>437,331</u>	<u>29,736</u>

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

	Clerk Title IV-D #2	County Portion CEDIT Economic Development	GAL/CASA	Reassessment 2009	Supplemental Adult Probation Services	Reassessment
Cash and investments - beginning	17,356	-	(2,711)	336,208	47,382	-
Receipts:						
Taxes	-	-	-	265,085	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	899,051	-	29,892	10,000	-
Charges for services	-	-	19,514	-	262,268	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	21,856	-	17,868	-	-	1,208
Total receipts	<u>21,856</u>	<u>899,051</u>	<u>37,382</u>	<u>294,977</u>	<u>272,268</u>	<u>1,208</u>
Disbursements:						
Personal services	-	-	-	228,148	204,855	-
Supplies	-	-	-	-	-	-
Other services and charges	-	40,000	34,671	118,772	36,944	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	7,200	-	-	-	-	1,208
Total disbursements	<u>7,200</u>	<u>40,000</u>	<u>34,671</u>	<u>346,920</u>	<u>241,799</u>	<u>1,208</u>
Excess (deficiency) of receipts over disbursements	<u>14,656</u>	<u>859,051</u>	<u>2,711</u>	<u>(51,943)</u>	<u>30,469</u>	<u>-</u>
Cash and investments - ending	<u><u>32,012</u></u>	<u><u>859,051</u></u>	<u><u>-</u></u>	<u><u>284,265</u></u>	<u><u>77,851</u></u>	<u><u>-</u></u>

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

	HAVA Section 102	HAVA Section 101	Cornerstone Perpetuation	Auditor's Transfer Fee	Assessment Training Fund	Superior I Transcript
Cash and investments - beginning	47,596	11,604	36,150	15,600	27,614	189
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	12,740	14,965	-	10,733
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	-	-	7,475	-
Total receipts	-	-	12,740	14,965	7,475	10,733
Disbursements:						
Personal services	-	-	-	7,643	-	10,272
Supplies	-	-	155	-	-	-
Other services and charges	-	-	195	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	-	-	5,112	-
Total disbursements	-	-	350	7,643	5,112	10,272
Excess (deficiency) of receipts over disbursements	-	-	12,390	7,322	2,363	461
Cash and investments - ending	47,596	11,604	48,540	22,922	29,977	650

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

	Superior Court II Transcripts	Circuit Court Transcripts	Drug Screen Probation	County Child Abuse Prevention Fee	Courthouse Renovation	Health Department Donations
Cash and investments - beginning	32	(1,411)	9,966	35	279	438
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	338	22,526	17,423	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	-	-	-	2,380
Total receipts	<u>338</u>	<u>22,526</u>	<u>17,423</u>	<u>-</u>	<u>-</u>	<u>2,380</u>
Disbursements:						
Personal services	338	19,201	-	-	-	-
Supplies	-	-	118	-	-	-
Other services and charges	-	-	13,682	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	79
Total disbursements	<u>338</u>	<u>19,201</u>	<u>13,800</u>	<u>-</u>	<u>-</u>	<u>79</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>3,325</u>	<u>3,623</u>	<u>-</u>	<u>-</u>	<u>2,301</u>
Cash and investments - ending	<u><u>32</u></u>	<u><u>1,914</u></u>	<u><u>13,589</u></u>	<u><u>35</u></u>	<u><u>279</u></u>	<u><u>2,739</u></u>

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

	Conservation Training	E911 Landline Revenue	E911 Wireless	Fines and Forfeitures	Pension Clearing Fund	Clerk ARRA Funding CFDA 93.563
Cash and investments - beginning	96	-	-	28,493	-	-
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	4,752
Charges for services	-	697,944	215,176	-	-	-
Fines and forfeits	-	-	-	46,958	39,958	-
Other receipts	20	-	-	-	-	-
Total receipts	<u>20</u>	<u>697,944</u>	<u>215,176</u>	<u>46,958</u>	<u>39,958</u>	<u>4,752</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	20	697,944	215,176	66,345	37,319	-
Total disbursements	<u>20</u>	<u>697,944</u>	<u>215,176</u>	<u>66,345</u>	<u>37,319</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>-</u>	<u>-</u>	<u>(19,387)</u>	<u>2,639</u>	<u>4,752</u>
Cash and investments - ending	<u><u>96</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>9,106</u></u>	<u><u>2,639</u></u>	<u><u>4,752</u></u>

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

	Prosecutor ARRA Fund 93,563	HC Rural Transit ARRA Fed Grant	Community Corrections Vending	ADA Drug Screen Probation	Community Correction Construction Bond	Courthouse Annex Bond
Cash and investments - beginning	-	-	-	-	92,643	607,335
Receipts:						
Taxes	-	-	-	-	173,117	1,114,439
Licenses and permits	-	-	-	-	-	-
Intergovernmental	42,126	104,095	-	-	17,699	120,596
Charges for services	-	-	38,584	320	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	-	-	1,035	-
Total receipts	<u>42,126</u>	<u>104,095</u>	<u>38,584</u>	<u>320</u>	<u>191,851</u>	<u>1,235,035</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	104,095	-	-	-	-
Debt service - principal and interest	-	-	-	-	193,150	1,240,231
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	400
Total disbursements	<u>-</u>	<u>104,095</u>	<u>-</u>	<u>-</u>	<u>193,150</u>	<u>1,240,631</u>
Excess (deficiency) of receipts over disbursements	<u>42,126</u>	<u>-</u>	<u>38,584</u>	<u>320</u>	<u>(1,299)</u>	<u>(5,596)</u>
Cash and investments - ending	<u>42,126</u>	<u>-</u>	<u>38,584</u>	<u>320</u>	<u>91,344</u>	<u>601,739</u>

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

	Courthouse Renovation Bond	EOC Construction Bond	E911 Revenue Bond	Cumulative Capital Development	Cumulative Bridge	EOC Construction Fund
Cash and investments - beginning	375,061	496,225	63,676	588,425	1,623,085	102,184
Receipts:						
Taxes	692,467	332,710	-	873,698	884,519	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	74,933	36,002	-	94,543	95,716	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	250,744	32,131	177,416	-
Total receipts	<u>767,400</u>	<u>368,712</u>	<u>250,744</u>	<u>1,000,372</u>	<u>1,157,651</u>	<u>-</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	27,079	-
Other services and charges	-	-	-	-	96,425	-
Debt service - principal and interest	770,715	731,203	250,528	-	-	-
Capital outlay	-	-	-	779,380	914,738	3,724
Other disbursements	300	500	-	-	-	-
Total disbursements	<u>771,015</u>	<u>731,703</u>	<u>250,528</u>	<u>779,380</u>	<u>1,038,242</u>	<u>3,724</u>
Excess (deficiency) of receipts over disbursements	<u>(3,615)</u>	<u>(362,991)</u>	<u>216</u>	<u>220,992</u>	<u>119,409</u>	<u>(3,724)</u>
Cash and investments - ending	<u>371,446</u>	<u>133,234</u>	<u>63,892</u>	<u>809,417</u>	<u>1,742,494</u>	<u>98,460</u>

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

	General Drain Improvement	Health Claims Fund	Redevelopment Capital	Redevelopment Debt Service Reserve	Redevelopment Bond Principal and Interest	Police Pension
Cash and investments - beginning	900,074	(31,884)	8,291,418	1,064,800	1,104,209	5,183,083
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	97,061	2,100,000	18,513	34	250	8,783,716
Total receipts	<u>97,061</u>	<u>2,100,000</u>	<u>18,513</u>	<u>34</u>	<u>250</u>	<u>8,783,716</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	268,677	-
Capital outlay	-	-	-	-	-	-
Other disbursements	77,166	1,910,944	1,573,710	-	-	8,063,128
Total disbursements	<u>77,166</u>	<u>1,910,944</u>	<u>1,573,710</u>	<u>-</u>	<u>268,677</u>	<u>8,063,128</u>
Excess (deficiency) of receipts over disbursements	<u>19,895</u>	<u>189,056</u>	<u>(1,555,197)</u>	<u>34</u>	<u>(268,427)</u>	<u>720,588</u>
Cash and investments - ending	<u>919,969</u>	<u>157,172</u>	<u>6,736,221</u>	<u>1,064,834</u>	<u>835,782</u>	<u>5,903,671</u>

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

	Congressional School Principal	City And Town Court Costs	Coroners Training and Continuing Education	Congressional School Interest	Weed Cutting	Tax Sale Surplus
Cash and investments - beginning	10,741	2,477	550	24,406	4,200	1,052,644
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	36,121	6,051	153	26,875	875,533
Total receipts	-	36,121	6,051	153	26,875	875,533
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	33,532	5,955	-	31,075	1,220,255
Total disbursements	-	33,532	5,955	-	31,075	1,220,255
Excess (deficiency) of receipts over disbursements	-	2,589	96	153	(4,200)	(344,722)
Cash and investments - ending	10,741	5,066	646	24,559	-	707,922

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

	Tax Sale Redemption	Surplus Tax	Delinquent Sewer Assessment	Overweight Vehicle Fines	Infraction Judgements	Inheritance Tax
Cash and investments - beginning	4,227	36,113	(679)	201	13,421	92,912
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	439,851	201,571	54,572	2,889	189,473	747,185
Total receipts	<u>439,851</u>	<u>201,571</u>	<u>54,572</u>	<u>2,889</u>	<u>189,473</u>	<u>747,185</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	376,638	167,549	53,893	2,600	173,681	647,516
Total disbursements	<u>376,638</u>	<u>167,549</u>	<u>53,893</u>	<u>2,600</u>	<u>173,681</u>	<u>647,516</u>
Excess (deficiency) of receipts over disbursements	<u>63,213</u>	<u>34,022</u>	<u>679</u>	<u>289</u>	<u>15,792</u>	<u>99,669</u>
Cash and investments - ending	<u><u>67,440</u></u>	<u><u>70,135</u></u>	<u><u>-</u></u>	<u><u>490</u></u>	<u><u>29,213</u></u>	<u><u>192,581</u></u>

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

	Payroll	Special Death Benefit	Interstate Transfer Fee	Education Plate Fees Agency	CAGIT Certified Shares	Financial Institution Tax
Cash and investments - beginning	803,756	260	-	282	-	-
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	7,187,275	6,850	563	2,606	14,323,996	54,760
Total receipts	7,187,275	6,850	563	2,606	14,323,996	54,760
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	7,153,414	6,145	563	2,363	14,323,996	54,760
Total disbursements	7,153,414	6,145	563	2,363	14,323,996	54,760
Excess (deficiency) of receipts over disbursements	33,861	705	-	243	-	-
Cash and investments - ending	837,617	965	-	525	-	-

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

	Wheel Tax	Mortgage Fees-State Share	CVET Agency	Homestead Credit Rebate	Bid Deposits And Bonds Holding	Final Excise Tax Cut Replacement Due State
Cash and investments - beginning	160	672	-	-	67,254	-
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	216,735	8,298	447,814	9,850	12,001	251,331
Total receipts	216,735	8,298	447,814	9,850	12,001	251,331
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	216,415	8,062	447,814	9,769	29,946	251,331
Total disbursements	216,415	8,062	447,814	9,769	29,946	251,331
Excess (deficiency) of receipts over disbursements	320	236	-	81	(17,945)	-
Cash and investments - ending	480	908	-	81	49,309	-

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

	Tax Collections	State Sales Disclosure	Stormwater	Auto Excise	School General Tax	Library PTRC/CEDIT Fund
Cash and investments - beginning	-	2,498	-	1,636	1,174	3,729,573
Receipts:						
Taxes	63,712,404	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	6,440	1,988	1,650,053	9,511	2,252,516
Total receipts	<u>63,712,404</u>	<u>6,440</u>	<u>1,988</u>	<u>1,650,053</u>	<u>9,511</u>	<u>2,252,516</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	62,874,440	6,565	1,988	1,651,689	9,511	2,759,386
Total disbursements	<u>62,874,440</u>	<u>6,565</u>	<u>1,988</u>	<u>1,651,689</u>	<u>9,511</u>	<u>2,759,386</u>
Excess (deficiency) of receipts over disbursements	<u>837,964</u>	<u>(125)</u>	<u>-</u>	<u>(1,636)</u>	<u>-</u>	<u>(506,870)</u>
Cash and investments - ending	<u><u>837,964</u></u>	<u><u>2,373</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>1,174</u></u>	<u><u>3,222,703</u></u>

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

	City & Town General	PTRC	Tax Sale Vendor Fees	HEA 1001-2008 State Homestead	Tax Distribution Property Tax	Settlement Excise
Cash and investments - beginning	2,477	-	(1,006)	9,273	21,512	-
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	49,405,450	4,758,093	26,785	1,099,713	63,221,044	8,898,643
Total receipts	<u>49,405,450</u>	<u>4,758,093</u>	<u>26,785</u>	<u>1,099,713</u>	<u>63,221,044</u>	<u>8,898,643</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	49,404,064	4,758,093	16,164	1,111,351	63,242,556	8,898,643
Total disbursements	<u>49,404,064</u>	<u>4,758,093</u>	<u>16,164</u>	<u>1,111,351</u>	<u>63,242,556</u>	<u>8,898,643</u>
Excess (deficiency) of receipts over disbursements	<u>1,386</u>	-	<u>10,621</u>	<u>(11,638)</u>	<u>(21,512)</u>	-
Cash and investments - ending	<u><u>3,863</u></u>	<u><u>-</u></u>	<u><u>9,615</u></u>	<u><u>(2,365)</u></u>	<u><u>-</u></u>	<u><u>-</u></u>

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

	Advance Collections Of Taxes	Overpayments	Demand Fees	Drainage Assessment	Excess Tax Collections	License Excise Tax
Cash and investments - beginning	1,136,572	-	-	-	83,796	591,100
Receipts:						
Taxes	1,335,372	-	-	446,917	120,377	7,025,426
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	17,055	686	-	-	-
Total receipts	1,335,372	17,055	686	446,917	120,377	7,025,426
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	2,455,891	17,055	686	443,560	204,153	7,244,473
Total disbursements	2,455,891	17,055	686	443,560	204,153	7,244,473
Excess (deficiency) of receipts over disbursements	(1,120,519)	-	-	3,357	(83,776)	(219,047)
Cash and investments - ending	16,053	-	-	3,357	20	372,053

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

	Sewage And Weed	Tax Sale Costs	Aircraft	Auto Rental	Boat Excise	Vendor Fees
Cash and investments - beginning	-	-	-	16,425	-	(1,006)
Receipts:						
Taxes	-	-	16,754	35,212	121,660	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	101,136	9,900	-	-	-	26,855
Total receipts	<u>101,136</u>	<u>9,900</u>	<u>16,754</u>	<u>35,212</u>	<u>121,660</u>	<u>26,855</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	96,632	9,875	16,754	51,637	115,610	25,779
Total disbursements	<u>96,632</u>	<u>9,875</u>	<u>16,754</u>	<u>51,637</u>	<u>115,610</u>	<u>25,779</u>
Excess (deficiency) of receipts over disbursements	<u>4,504</u>	<u>25</u>	<u>-</u>	<u>(16,425)</u>	<u>6,050</u>	<u>1,076</u>
Cash and investments - ending	<u><u>4,504</u></u>	<u><u>25</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>6,050</u></u>	<u><u>70</u></u>

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

	Lottery	Sewer & Weed Penalty 2009	Car-1 Clerk Of Courts	Car-1 Recorder	Car-1 Community Corrections	Car-1 County Health
Cash and investments - beginning	-	-	2,425,344	56,061	418,108	1,361
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	3,568,598	1,295	6,481,151	354,400	1,238,136	94,647
Total receipts	<u>3,568,598</u>	<u>1,295</u>	<u>6,481,151</u>	<u>354,400</u>	<u>1,238,136</u>	<u>94,647</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	3,288,213	1,295	7,191,089	370,306	1,596,485	95,158
Total disbursements	<u>3,288,213</u>	<u>1,295</u>	<u>7,191,089</u>	<u>370,306</u>	<u>1,596,485</u>	<u>95,158</u>
Excess (deficiency) of receipts over disbursements	<u>280,385</u>	-	<u>(709,938)</u>	<u>(15,906)</u>	<u>(358,349)</u>	<u>(511)</u>
Cash and investments - ending	<u><u>280,385</u></u>	<u><u>-</u></u>	<u><u>1,715,406</u></u>	<u><u>40,155</u></u>	<u><u>59,759</u></u>	<u><u>850</u></u>

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

	Car-1 Probation	Car-1 Inmate Trust	Car-1 Planning & Building	Car-1 Probation	Car-1 Purdue Extension	Car-1 Sheriff Chaplain
Cash and investments - beginning	9,373	9,879	13,292	-	11,062	433
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	311,206	280,135	184,963	-	78,213	-
Total receipts	311,206	280,135	184,963	-	78,213	-
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	299,682	283,621	198,254	-	71,595	-
Total disbursements	299,682	283,621	198,254	-	71,595	-
Excess (deficiency) of receipts over disbursements	11,524	(3,486)	(13,291)	-	6,618	-
Cash and investments - ending	20,897	6,393	1	-	17,680	433

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

	Car-1 Sheriff Commissary	Car-1 Sheriff Operating	Car-1 Sheriff Shop With A Cop	Car-1 Substance Abuse	Car-1 Victims Assistance	Totals
Cash and investments - beginning	30,758	12,291	318	325	520	40,693,562
Receipts:						
Taxes	-	-	-	-	-	86,192,029
Licenses and permits	-	-	-	-	-	12,960
Intergovernmental	-	-	-	-	-	7,610,540
Charges for services	-	-	-	-	-	3,899,516
Fines and forfeits	-	-	-	-	-	517,246
Other receipts	186,426	1,953,823	5,983	11,795	-	192,699,265
Total receipts	186,426	1,953,823	5,983	11,795	-	290,931,556
Disbursements:						
Personal services	-	-	-	-	-	14,905,441
Supplies	-	-	-	-	-	1,358,824
Other services and charges	-	-	-	-	-	7,044,689
Debt service - principal and interest	-	-	-	-	-	3,454,504
Capital outlay	-	-	-	-	-	1,973,509
Other disbursements	170,076	1,947,716	4,800	12,120	-	261,899,190
Total disbursements	170,076	1,947,716	4,800	12,120	-	290,636,157
Excess (deficiency) of receipts over disbursements	16,350	6,107	1,183	(325)	-	295,399
Cash and investments - ending	47,108	18,398	1,501	-	520	40,988,961

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

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed or donated assets are reported at estimated fair value at the time received.

General infrastructure assets completed in the current and prior years has been reported and only includes parking lots.

<u>Primary Government</u>	<u>Ending Balance</u>
County Assets	
Capital assets, not being depreciated:	
Land	\$ 1,430,192
Infrastructure	222,289
Buildings	19,017,622
Machinery and equipment	8,649,341
Computers	<u>1,300,171</u>
Total County Assets	<u>\$ 30,619,615</u>

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

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
County Debt:		
Bonds payable:		
General obligation bonds:		
2001 Construction of Comm Corrections	\$ 280,000	\$ 195,340
2002 Construction of Comm Corr & Annex	3,045,000	1,240,231
2005 Co. Courthouse Renovation & Other	2,585,000	779,543
2007 Emergency Operations Center	3,100,000	739,459
2009 Redevelopment District Bonds	10,720,000	490,521
Revenue bonds:		
2001 E911 Revenue Bond	241,000	248,212
 Total Debt	 <u>\$ 19,971,000</u>	 <u>\$ 3,693,306</u>

HANCOCK COUNTY
OTHER REPORTS

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

Clerk of the Circuit Courts
Hancock County Sheriff - Special

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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 HANCOCK COUNTY, INDIANA

Compliance

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

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

In our opinion, the County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2010. The results of our auditing procedures also disclosed other instances of noncompliance with those requirements which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs as item 2010-2.

Internal Control Over Compliance

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

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

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

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies as described in the accompanying Schedule of Findings and Questioned Costs as item 2010-2. A significant deficiency in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

This report is intended solely for the information and use of the County's management, County Commissioners, 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 2, 2011

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

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Pass-Through Indiana Criminal Justice Institute Juvenile Justice and Delinquency Prevention - Allocation to States	16.540	FY2010	\$ 10,000
Drug Court Discretionary Grant Program	16.585	FY2010	23,208
Pass-Through Henry County Edward Byrne Memorial Justice Assistance Grant Program	16.738	FY2010	14,514
Total for federal grantor agency			<u>47,722</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	FY2010	120,051
ARRA - Highway planning and construction	20.205	FY2010	47,916
Total for cluster			<u>167,967</u>
Pass-Through Indiana Department of Transportation Formula Grants for Other than Urbanized Areas	20.509	FY2010	48,497
ARRA - Formula Grants for Other than Urbanized Areas	20.509	A249-09-321077	242,482
Total for program			<u>290,979</u>
Pass-Through Indiana Criminal Justice Institute Highway Safety Cluster Alcohol Impaired Driving Countermeasures Incentive Grants	20.601	FY2010	11,117
Safety Belt Performance Grants	20.609	FY2010	5,789
Total for cluster			<u>16,906</u>
Total for federal grantor agency			<u>475,852</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana State Department of Health Public Health Emergency Preparedness	93.069	FY2010	790
Centers for Disease Control and Prevention-Investigations and Technical Assistance	93.283	FY2010	2,500
Pass-Through Indiana Department of Child Services Child Support Enforcement	93.563	FY2010	212,044
ARRA - Child Support Enforcement	93.563	FY2010	45,294
Total for program			<u>257,338</u>
Pass-Through Indiana State Department of Health National Bioterrorism Hospital Preparedness Program	93.889	FY2010	30,425
Total for federal grantor agency			<u>291,053</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Homeland Security Homeland Security Cluster Homeland Security Grant Program	97.067	FY2010	14,894
Total for cluster			<u>14,894</u>
Emergency Management Performance Grants	97.042	FY2010	12,702
Total for federal grantor agency			<u>27,596</u>
Total federal awards expended			<u>\$ 842,223</u>

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

HANCOCK COUNTY
NOTES 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 Hancock 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.

II. Subrecipients

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

Program Title	Federal CFDA Number	2010
Formula Grants for Other Than Urbanized Areas	20.509	\$ 290,979

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

Federal Awards:

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

Identification of Major Programs:

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

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

Auditee qualified as low-risk auditee? no

Section II – Financial Statement Findings

FINDING 2010-1 - SIGNIFICANT DEFICIENCY OVER COUNTY CLERK BANK RECONCILEMENT

The Hancock County Clerk's office has two separate accounts to reconcile. The first account is the money held in cash and trust and the second account is the Indiana Support Enforcement Tracking System (ISETS) account. The internal controls over the reconciling of these two accounts have not been sufficient for many years, resulting in several prior audit comments.

Currently the cash and trust accounts maintained by the Hancock County Clerk's office has identified cash long in the amount of \$108,394. This difference can be identified directly to one bank account and one investment account not included in their financial system. A certificate of deposit in the amount of \$55,000 has been carried forward since 1986 and a bank account containing monies from the

HANCOCK COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

old financial system never recorded in the new financial system or transferred to the new bank account has remained since 2004. We recommended that the Hancock County clerk attempt to identify the source of these accounts and discuss with the governing body an appropriate course of action for these funds.

The ISETS bank account also has a large unidentified variance. In 2006, an error in reconciling occurred and Clerk's office personnel contacted the ISETS help desk at the Indiana Family and Social Services Administration (FSSA) for assistance. Reconciliation information was turned over to FSSA in 2006, who reconciled ISETS transactions to bank activity through December 2005. Also, in 2008 the County hired a consultant who reconciled ISETS transactions to bank activity through November 2006. Further attempts to reconcile the bank account balance to the ISETS ledger balance were not attempted by the former Clerk of Circuit Court, Sharon E. Burris, until September 2010.

Subsequent to the audit period the current Clerk of the Circuit Courts, Marcia R. Moore, met with representatives of the Indiana Department of Child Services, who has since taken over administration of this system from FSSA, and has performed reconciliements for 2010. The bank account has been reconciled to a cash shortage in the amount of \$49,896.38. The shortage has been carried forward since the reconciliation by the state in 2006 and is not easily identifiable based on current documentation available.

The Hancock County Clerk is still in the process of ensuring that the bank reconciliation is accurate by reviewing all reconciling items, including outstanding checks, and the accounting for duplicate checks issued in 2009. Upon completion of this review and review of the source of the funds identified as not included in the cash and trust financial system, the clerk, along with the governing body will have to determine the necessary adjusting entries to reconcile both accounts.

Governmental units should have internal controls in effect which provide reasonable assurance regarding the reliability of financial information and records, effectiveness and efficiency of operations, proper execution of management's objectives, and compliance with laws and regulations. Among other things, segregation of duties, safeguarding controls over cash and all other assets and all forms of information processing are necessary for proper internal control.

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

We recommended that action should be expedited to ensure internal controls are established and followed to ensure the ISETS bank account is reconciled monthly to the ledger balance.

HANCOCK COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Section III – Federal Award Findings and Questioned Costs

FINDING 2010-2 - SIGNIFICANT DEFICIENCY/LACK OF INTERNAL CONTROLS OVER ISETS

Federal Agency: U.S. Department of Health and Human Services
Federal Program: Child Support Enforcement
CFDA Number: 93.563
Compliance Requirement: Special Tests and Provisions

Hancock 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 2010. During the course of the audit, we identified that controls were not sufficient over the tracking of the cash collections and payments collected at the County, which are reported through this system. As of December 31, 2010, the ISETS bank account has an unidentified variance when compared to the ISETS ledger in the amount of \$49,896.38. Additionally, the daily bank account balance for the ISETS Fund was overdrawn twenty one times during 2010. Due to these issues identified, the outstanding sub account balances reported in the Hancock County ISETS system could be inaccurate. As a result of these issues, enforcement actions may be initiated improperly or may not be initiated when required.

Circular No. A-133 subpart (b) states:

"The auditee shall maintain internal control over Federal programs that provides 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."

We recommended that action should be expedited to ensure internal controls are established and followed to ensure the ISETS bank account is reconciled monthly to the ledger balance, thus insuring the ISETS sub account balances are accurate.

HANCOCK COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

Marcia R. Moore

Clerk of Hancock County Courts
9 East Main Street, Rm. 213
Greenfield, IN 46140
(317) 477-1109
(317) 477-1163 - Fax

CORRECTIVE ACTION PLAN

Federal Agency:	US Department of Health and Human Services
Federal Program:	Child Support Enforcement
CFDA Number:	93.563
Auditee Contact Person:	Marcia Moore
Title of Contact Person:	Clerk of the Circuit Court
Telephone Number:	(317) 477-1109
Expected Completion Date:	December 31, 2011

Section II Finding 2010-1 Significant Deficiency Lack Over County Clerk Bank Reconciliation and Section III Finding – 2010-2 – Significant Deficiency/Lack of Internal Controls over ISETS

Upon taking office in a new administration, it was discovered that the Greenfield Bank Account frequently had insufficient funds to support the liability against the account. This administration contacted both the State Board of Accounts and the State's Department of Child Services to request guidance and instruction on how to go forward with this account.

This office began an Excel worksheet in order to track transactions through the account from January 1, 2011. In addition, this office established a two person system to verify bank deposit totals. Both the Bookkeeper and another Deputy or the Clerk, confirm totals and initial prior to the funds being deposited. The Clerk established that the Bookkeeper will be escorted by a member of the Sheriff's Department when taking money to the bank. In addition, the Clerk of the Court checks the bank deposit to the daily reports and verifies the bank imprint total to the deposit total. Moreover; the Clerk of the Court receives and opens bank statements to audit deposits and warrants.

Furthermore, the Clerk has made an attempt to retrieve duplicate checks that had been issued in error by the prior administration. A letter was sent to those parties March 23, 2011. Then on May 16, 2011 the list of those who had not returned payment was forwarded to the Hancock County Prosecutor's Office. A follow-up to the Prosecutor's Office was sent in July 2011. As of August 10, 2011, this office has sent a request to the State Management of ISETS to establish recoupment's to recollect over payment, this action is currently pending approval.

A new bank account has been established and will be effective October 1, 2011 in order to create a clear break from the former bookkeeping and allowing a fresh start at the same time allowing sufficient time to determine the true liability on the original ISETS account.

Moreover, an emergency loan in the amount of \$4,000.00 allowed by IC 36-1-8-4 permitted by Council Resolution 2011-42 moved funds into the bank account in an attempt to keep the account from falling into an insufficient funds status.

The cash and trust accounts maintained by the Clerk's office has a \$55,000 certificate of deposit, originally purchased in 1986 under Ann McDaniel's administration, that has no identifying marks, such as, cause number, case number or name. This Clerk has contacted former Clerk Carolyn Grass, former bookkeeper, Donna Owen and former Clerk Ann McDaniel to

"It is not what we profess, but what we practice that gives us integrity..." Francis Bacon

Marcia R. Moore

Clerk of Hancock County Courts
9 East Main Street, Rm. 213
Greenfield, IN 46140
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(317) 477-1163 - Fax

seek their memory of these funds. Furthermore, the funds held in trust appear to be unidentified funds from the former case management system [MHI], which according to former Clerk Carolyn Grass "has been out of balance since we went on computers."

Future action is to move the unidentified trust funds from MHI into the current case management system and upon maturity of the certificate of deposit into the same. If unable to identify these funds, the money will be used to offset the ISETS liability and the remaining funds be sent to the State of Indiana to be deposited according to code

It is my hope that the State and Federal Agencies that oversee these matters will take into account that this new administration has in short order brought about significant changes to establish sufficient internal controls to verify deposits, reconcile monthly statements and comply with Chapter 13 of the State Board of Accounts Manual.



Marcia R. Moore
Hancock Clerk of the Courts
August 10, 2011

"It is not what we profess, but what we practice that gives us integrity..." Francis Bacon

HANCOCK COUNTY
EXIT CONFERENCE

The contents of this report were discussed on August 2, 2011, with Robin Lowder, Auditor; Brad Armstrong, President of the Board of County Commissioners; William Bolander, President of the County Council; and Ray Richardson, County Attorney. The officials concurred with our audit findings.