

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

ANNUAL FINANCIAL REPORT

2010

OWEN COUNTY, INDIANA



FILED

09/01/2011

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Angie Lawson	01-01-09 to 12-31-12
Treasurer	Tami Snodgrass	01-01-07 to 12-31-14
Clerk	Harley E Melton Jeff Brothers	01-01-07 to 12-31-10 01-01-11 to 12-31-14
Sheriff	Chester H. Richardson III	01-01-07 to 12-31-14
Recorder	Julie Bandy Peggy Robertson	01-01-07 to 12-31-10 01-01-11 to 12-31-14
President of the Board of County Commissioners	George Jennings	01-01-10 to 12-31-11
President of the County Council	Michael L. Wood	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 OWEN COUNTY, INDIANA

We have audited the accompanying financial statement of Owen 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 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 opinions.

As discussed in Note 1, the County prepares its financial statement on the prescribed basis of accounting that demonstrates compliance with the reporting requirements established by the State Board of Accounts as allowed by state statute (IC 5-11-1-6), which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The basis of accounting noted above is a different basis than that used in the prior year.

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

In accordance with Government Auditing Standards, we have also issued a report dated July 28, 2011, on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the County's financial statement. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is not a required part of the financial

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

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

Included in the financial 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 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

July 28, 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 OWEN COUNTY, INDIANA

We have audited the financial statement of Owen County (County), for the year ended December 31, 2010, and have issued our report thereon dated July 28, 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.

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

Compliance and Other Matters

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

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

July 28, 2011

FINANCIAL STATEMENT

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

	Cash and Investments		Cash and Investments	
	01-01-10	Receipts	Disbursements	12-31-10
General	\$ 2,559,186	\$ 4,522,604	\$ 3,821,613	\$ 3,260,177
Local Road And Street	186,948	513,761	549,871	150,838
Firearms Training	18,634	14,950	15,046	18,538
Health	65,851	95,974	92,694	69,131
Emergency Medical Services/Ambulanc	471,345	1,149,455	1,022,766	598,034
Economic Development Operating	1,762,763	728,674	734,953	1,756,484
Clerk's Records Perpetuation	20,654	8,786	3,525	25,915
Election And Registration	47,206	108,252	92,143	63,315
Riverboat	230,806	136,337	193,277	173,866
Drug Free Community	18,978	19,189	16,250	21,917
Emergency Planning/Right To Know	7,006	-	3,823	3,183
Highway	286,078	1,902,820	1,633,882	555,016
Juvenile Probation Service	18,705	8,565	15,973	11,297
Adult Probation Services	190,035	122,397	115,874	196,558
Recorder's Records Perpetuation	41,847	28,386	26,740	43,493
User Fee	118,334	67,999	26,837	159,496
Comm Corrections - Home Detention	5,263	149,767	163,559	(8,529)
Guardian Ad Litem/Court	66,694	20,834	5,091	82,437
Surveyor's Corner Perpetuation	6,936	5,390	-	12,326
Recycling	83,716	96,565	82,872	97,409
Grant, Misc	8,127	39,768	19,923	27,972
Tax Sale Fees	9,002	-	9,002	-
Rainy Day	739,678	315,401	137,243	917,836
Sales Disclosure	4,196	2,820	505	6,511
Soil And Water	2,407	-	-	2,407
Sheriff's Commissary	42,103	82,626	80,898	43,831
Community Grants	-	100	100	-
Flood Relief	1,985	-	781	1,204
Jail Housing	122,601	93,415	68,503	147,513
Platting And Aerials	11,138	8,388	12,338	7,188
Tobacco Settlement	20,073	17,358	14,230	23,201
Cops Fast Equipment	1,885	-	-	1,885
Homeland Security	-	6,546	6,546	-
Wireless Emergency Telephone System	69,156	100,636	59,899	109,893
Health Plan Admin.	41,170	790,194	817,753	13,611
Public Defender Service Fees	-	67,091	62,173	4,918
Document Fees	16,601	9,417	-	26,018
Sewer Collection	140	-	-	140
E-911	189,906	22,386	110,220	102,072
911 - Readdressing	15,989	148,574	158,609	5,954
Excess Levy	2,982	12,090	-	15,072
Clerk Inventive	10,719	7,926	2,561	16,084
Prosecutor Inventive	20,743	11,923	1,779	30,887
Ems Special Donations	4,084	3,201	3,403	3,882
Bldg Dept Contractor Fee	57	-	-	57
Local Health Maintenance	41,102	33,299	22,739	51,662
Community Corrections Grant	88,089	129,108	148,453	68,744
Solid Waste Grant	25	-	-	25
Sheriff's Project Income	21,300	7,049	3,752	24,597
Police Accident	2,335	1,242	480	3,097
Sheriff's K-9 Fund	8,571	11,085	7,017	12,639
Oc Fam Court Facilitation Project	5,868	3,000	1,916	6,952
Reassessment-2006	423,849	129,038	235,580	317,307
Allen Hall - Paramedic Fund	1,215	-	-	1,215
Investigator Office Space Rent	256	-	-	256
Community Foundation Grant	502	-	-	502
Food Registration Fund	10,287	9,620	2,037	17,870
Car Camera Fund	395	-	-	395
Sheriff Medical Reimbursement	6	-	-	6
Public Safety Foundation	137	-	-	137
Owen Co. Road Sign Fund	4,394	725	-	5,119
Identification Security	5,234	7,270	5,968	6,536
Drug Court	32,957	3,881	9,428	27,410

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

OWEN 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
Emergency Management Fund	1,253	-	-	1,253
Sheriff Fuel Reimbursement	13,464	8,588	-	22,052
Extention Office Work Study	3,255	3,483	2,612	4,126
Cert Fund	1	-	-	1
Alternative Dispute Resolution	9,562	3,450	1,916	11,096
Future Building Fund	7,856	-	-	7,856
Siren Project Fund	14	-	-	14
Ems Vehicle Fund	1,958	-	-	1,958
Courthouse Vending Fund	669	-	-	669
Technology Fund	2,315	340	260	2,395
County Planning Retreat	841	750	632	959
Community Transition Program	-	3,215	3,215	-
Comp Plan Spencer/Owen Co	-	10,000	10,000	-
Interstate Compact Fee	113	38	113	38
Courthouse Security Fund	8,860	30	-	8,890
Owen County Regional Sewer Bd	996	-	-	996
Administrative Fee Probation	11,536	21,808	25,889	7,455
Narcotics Investigation Equip	1,574	1,500	-	3,074
Pre Paid Legal Ins.	1,043	1,573	1,605	1,011
Special Death Benefits	1,008	1,946	2,754	200
Courthouse Clock Tower	1,510	-	-	1,510
Health Dept. H1N1 Grant	4,188	12,766	16,954	-
Safe Assured Id - Sheriff	2,211	-	-	2,211
Cunot Community Center Grant	4,700	42,000	46,700	-
Veteran's Memorial Wall Maint.	1,050	11,243	11,362	931
Sidc Grants	-	203,605	203,605	-
Economic Development Grant	-	35,600	34,000	1,600
Graybrook Conservancy Dist.	-	13,543	13,543	-
Sports Complex Grant	-	13,250	13,250	-
Courthouse Electrical Grant	-	1,730	-	1,730
Graybrook Lake Conserv. Grant	-	324,108	324,108	-
Arra	-	1,769	-	1,769
Final Hea 1001-2007/2008 Ptrc	-	50,284	52,687	(2,403)
Cumulative Capital Development	139,724	118,273	133,032	124,965
Cumulative Bridge	924,872	370,147	392,365	902,654
Building Fund	46,052	33,258	50,752	28,558
Sheriff's Pension	4,558	14,765	14,946	4,377
Pension Trust Fund	866,572	166,591	94,001	939,162
Congressional School Principal	18,502	-	-	18,502
City And Town Court Costs	8,080	10,494	-	18,574
Coroners Training & Con'T Education	817	1,147	1,824	140
Congressional School Interest	10,917	132	-	11,049
Surplus Tax Sale	455,992	395,023	500,119	350,896
Tax Sale Redemption	262	83,494	83,480	276
Surplus Tax	13,604	90,152	46,829	56,927
State Settlement	-	13,309	13,309	-
State Sales Disclosure Fee	1,715	2,380	3,905	190
Overweight Vehicle Fines	30	930	435	525
Sheriff	2,659	351,465	351,225	2,899
Inheritance Tax	161,725	129,688	291,413	-
Perf	85,880	305,358	303,438	87,800
Payroll Withholding-Federal	-	350,174	350,174	-
Payroll Withholding-State	-	149,731	149,731	-
Payroll Withholding-Local Tax	-	54,469	54,469	-
State Timber	-	30,077	-	30,077
Dome Preservation	11,851	-	-	11,851
Wheel Tax	-	43,882	43,882	-
Sur Tax	-	268,822	268,822	-
Child Restraint Fine	-	200	175	25
Payroll Withholding-Garnishment	-	50,290	50,290	-
Tax Distribution	37,768	16,550,046	16,579,968	7,846
After Settlement Collections	1,458,697	-	1,049,825	408,872
Payroll Withholding Fica	-	521,831	521,831	-

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

OWEN 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
Payroll Withhold Medicare Tax	-	121,747	121,747	-
Pebsco	-	7,030	7,030	-
Legend Emp. Benefit	-	11,783	11,783	-
Central United	296	-	-	296
Amer. Family	6,604	23,632	22,807	7,429
Colonial Insurance	578	1,463	1,502	539
Conseco Cap Amer.	2,709	4,173	4,645	2,237
Infraction/Judgment	29,856	62,926	86,034	6,748
Fines/Forfeitures	1,989	2,665	4,554	100
Homestead Credit Fund	12,388	-	-	12,388
Valic Def. Comp	-	1,200	1,200	-
Mortgage Fee	1,213	1,750	2,680	283
Education Plate	188	412	-	600
Allstate Ins.	277	703	703	277
American United	1,717	9,375	9,266	1,826
Cincinnati Life	68	1,204	1,239	33
Sheriff Wtrisc Def. Comp	-	13,000	13,000	-
Cedit Capital Proj	-	238,696	188,408	50,288
Health Dept Bank	320	59,791	53,804	6,307
Sheriff Inmate Trust	1,284	68,825	66,699	3,410
Recorder Bank	9,446	83,530	84,677	8,299
Prosecutor Special Fund	6,780	-	8	6,772
Probation Dept. Bank	19,318	259,194	257,692	20,820
Clerk - Bank	272,908	3,371,919	3,091,977	552,850
Ems - Bank	61,989	633,037	648,277	46,749
	<u>\$ 12,948,431</u>	<u>\$ 37,626,684</u>	<u>\$ 37,415,802</u>	<u>\$ 13,159,313</u>

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

OWEN 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.

License and permits which includes amounts received from businesses, occupations, or non-businesses that must be licensed before doing business within the government's jurisdiction or permits levied according to the benefits presumably conferred by the permit. Examples of license and permits include: peddler licenses; dog tax licenses, auctioneer license, building and planning permits, demolition permits, electrical permits, sign permits; and gun permits.

OWEN COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

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).

Utility fees which are comprised mostly of charges for current services.

Other receipts which include amounts received from various sources which can include, but are not limited to the following: net proceeds from borrowings; interfund loan activity; transfers authorized by statute, ordinance, resolution or court order; internal service receipts; and fiduciary receipts.

E. Disbursements

Disbursements are presented in the aggregate on the face of the financial statement. 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.

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.

OWEN COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

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

Utility operating expenses which include all outflows for operating the utilities.

Other disbursements which include, but are not limited to the following: interfund loan payments, loans made to other funds, internal service disbursements, and transfers out that are authorized by statute, ordinance, resolution, or court order.

F. Interfund Transfers

The County may, from time to time, transfer money from one fund to another. These transfers, if any, are included as a part of the receipts and disbursements of the affected funds and as a part of total receipts and disbursements. The transfers are used for cash flow purposes as provided by various statutory provisions.

G. Fund Accounting

Separate funds are established, maintained, and reported by the County. Each fund is used to account for money received from and used for specific sources and uses as determined by various regulations. Restrictions on some funds are set by statute while other funds are internally restricted by the County. The money accounted for in a specific fund may only be available for use for certain, legally restricted purposes. Additionally, some funds are used to account for assets held by the County in a trustee capacity as an agent of individuals, private organizations, other funds, or other governmental units and therefore the funds cannot be used for any expenditures of the unit itself.

Note 2. Budgets

The operating budget is initially prepared and approved at the local level. The fiscal officer of the County submits a proposed operating budget to the governing board for the following calendar year. The budget is advertised as required by law. Prior to adopting the budget, the governing board conducts public hearings and obtains taxpayer comments. Prior to November 1, the governing board approves the budget for the next year. The budget for funds for which property taxes are levied or highway use taxes are received is subject to final approval by the Indiana Department of Local Government Finance.

Note 3. Property Taxes

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

OWEN COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 4. Deposits and Investments

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

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:

OWEN COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

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

Funding Policy and Annual Pension Cost

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

B. County Police Retirement Plan

Plan Description

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

Funding Policy

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

C. County Police Benefit Plan

Plan Description

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

Funding Policy

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

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SUPPLEMENTARY INFORMATION – UNAUDITED

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

OWEN 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	Firearms Training	Health	Emergency Medical Services/Ambulanc	Economic Development Operating	Clerk's Records Perpetuation
Cash and investments - beginning	\$ 2,559,186	\$ 186,948	\$ 18,634	\$ 65,851	\$ 471,345	\$ 1,762,763	\$ 20,654
Receipts:							
Taxes	3,882,392	-	-	76,966	457,505	728,674	-
Intergovernmental	96,241	-	-	-	-	-	-
Charges for services	229,624	-	-	-	691,950	-	-
Fines and forfeits	137,462	-	-	-	-	-	-
Other receipts	176,885	513,761	14,950	19,008	-	-	8,786
Total receipts	4,522,604	513,761	14,950	95,974	1,149,455	728,674	8,786
Disbursements:							
Personal services	2,471,400	-	-	74,107	655,190	-	-
Supplies	422,573	-	-	-	118,548	-	-
Other services and charges	927,640	549,871	15,046	18,587	249,028	734,953	3,525
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	3,821,613	549,871	15,046	92,694	1,022,766	734,953	3,525
Excess (deficiency) of receipts over disbursements	700,991	(36,110)	(96)	3,280	126,689	(6,279)	5,261
Cash and investments - ending	<u>\$ 3,260,177</u>	<u>\$ 150,838</u>	<u>\$ 18,538</u>	<u>\$ 69,131</u>	<u>\$ 598,034</u>	<u>\$ 1,756,484</u>	<u>\$ 25,915</u>

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

	Election And Registration	Riverboat	Drug Free Community	Emergency Planning/Right To Know	Highway	Juvenile Probation Service	Adult Probation Services
Cash and investments - beginning	\$ 47,206	\$ 230,806	\$ 18,978	\$ 7,006	\$ 286,078	\$ 18,705	\$ 190,035
Receipts:							
Taxes	108,252	-	-	-	-	-	-
Intergovernmental	-	-	-	-	1,892,836	-	-
Charges for services	-	-	-	-	2,497	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	136,337	19,189	-	7,487	8,565	122,397
Total receipts	<u>108,252</u>	<u>136,337</u>	<u>19,189</u>	<u>-</u>	<u>1,902,820</u>	<u>8,565</u>	<u>122,397</u>
Disbursements:							
Personal services	34,945	-	-	3,823	954,799	14,730	73,285
Supplies	44,492	-	-	-	416,583	1,087	35,185
Other services and charges	12,706	193,277	16,250	-	262,500	156	7,404
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>92,143</u>	<u>193,277</u>	<u>16,250</u>	<u>3,823</u>	<u>1,633,882</u>	<u>15,973</u>	<u>115,874</u>
Excess (deficiency) of receipts over disbursements	<u>16,109</u>	<u>(56,940)</u>	<u>2,939</u>	<u>(3,823)</u>	<u>268,938</u>	<u>(7,408)</u>	<u>6,523</u>
Cash and investments - ending	<u>\$ 63,315</u>	<u>\$ 173,866</u>	<u>\$ 21,917</u>	<u>\$ 3,183</u>	<u>\$ 555,016</u>	<u>\$ 11,297</u>	<u>\$ 196,558</u>

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

	Recorder's Records Perpetuation	User Fee	Comm Corrections - Home Detention	Guardian Ad Litem/Court	Surveyor's Corner Perpetuation	Recycling	Grant, Misc
Cash and investments - beginning	\$ 41,847	\$ 118,334	\$ 5,263	\$ 66,694	\$ 6,936	\$ 83,716	\$ 8,127
Receipts:							
Taxes	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	28,386	67,999	149,767	20,834	5,390	96,565	39,768
Total receipts	28,386	67,999	149,767	20,834	5,390	96,565	39,768
Disbursements:							
Personal services	-	3,576	135,736	-	-	47,732	-
Supplies	-	-	19,168	1,424	-	6,712	-
Other services and charges	26,740	23,261	8,655	3,667	-	28,428	19,923
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	26,740	26,837	163,559	5,091	-	82,872	19,923
Excess (deficiency) of receipts over disbursements	1,646	41,162	(13,792)	15,743	5,390	13,693	19,845
Cash and investments - ending	<u>\$ 43,493</u>	<u>\$ 159,496</u>	<u>\$ (8,529)</u>	<u>\$ 82,437</u>	<u>\$ 12,326</u>	<u>\$ 97,409</u>	<u>\$ 27,972</u>

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

	Tax Sale Fees	Rainy Day	Sales Disclosure	Soil And Water	Sheriff's Commissary	Community Grants	Flood Relief
Cash and investments - beginning	\$ 9,002	\$ 739,678	\$ 4,196	\$ 2,407	\$ 42,103	\$ -	\$ 1,985
Receipts:							
Taxes	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	315,401	2,820	-	82,626	100	-
Total receipts	-	315,401	2,820	-	82,626	100	-
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	9,002	137,243	505	-	-	100	781
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	80,898	-	-
Total disbursements	9,002	137,243	505	-	80,898	100	781
Excess (deficiency) of receipts over disbursements	(9,002)	178,158	2,315	-	1,728	-	(781)
Cash and investments - ending	<u>\$ -</u>	<u>\$ 917,836</u>	<u>\$ 6,511</u>	<u>\$ 2,407</u>	<u>\$ 43,831</u>	<u>\$ -</u>	<u>\$ 1,204</u>

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

	Jail Housing	Platting And Aerials	Tobacco Settlement	Cops Fast Equipment	Homeland Security	Wireless Emergency Telephone System	Health Plan Admin.
Cash and investments - beginning	\$ 122,601	\$ 11,138	\$ 20,073	\$ 1,885	\$ -	\$ 69,156	\$ 41,170
Receipts:							
Taxes	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	6,546	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	93,415	8,388	17,358	-	-	100,636	790,194
Total receipts	93,415	8,388	17,358	-	6,546	100,636	790,194
Disbursements:							
Personal services	34,293	12,338	-	-	-	-	-
Supplies	34,210	-	14,230	-	-	-	-
Other services and charges	-	-	-	-	6,546	59,899	817,753
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	68,503	12,338	14,230	-	6,546	59,899	817,753
Excess (deficiency) of receipts over disbursements	24,912	(3,950)	3,128	-	-	40,737	(27,559)
Cash and investments - ending	<u>\$ 147,513</u>	<u>\$ 7,188</u>	<u>\$ 23,201</u>	<u>\$ 1,885</u>	<u>\$ -</u>	<u>\$ 109,893</u>	<u>\$ 13,611</u>

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

	Public Defender Service Fees	Document Fees	Sewer Collection	E-911	911 - Readdressing	Excess Levy	Clerk Inventive
Cash and investments - beginning	\$ -	\$ 16,601	\$ 140	\$ 189,906	\$ 15,989	\$ 2,982	\$ 10,719
Receipts:							
Taxes	-	-	-	-	-	12,090	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	67,091	9,417	-	22,386	148,574	-	7,926
Total receipts	67,091	9,417	-	22,386	148,574	12,090	7,926
Disbursements:							
Personal services	-	-	-	-	158,609	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	62,173	-	-	110,220	-	-	2,561
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	62,173	-	-	110,220	158,609	-	2,561
Excess (deficiency) of receipts over disbursements	4,918	9,417	-	(87,834)	(10,035)	12,090	5,365
Cash and investments - ending	\$ 4,918	\$ 26,018	\$ 140	\$ 102,072	\$ 5,954	\$ 15,072	\$ 16,084

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

	Prosecutor Inventive	Ems Special Donations	Bldg Dept Contractor Fee	Local Health Maintenance	Community Corrections Grant	Solid Waste Grant	Sheriff's Project Income
Cash and investments - beginning	\$ 20,743	\$ 4,084	\$ 57	\$ 41,102	\$ 88,089	\$ 25	\$ 21,300
Receipts:							
Taxes	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	11,923	3,201	-	33,299	129,108	-	7,049
Total receipts	11,923	3,201	-	33,299	129,108	-	7,049
Disbursements:							
Personal services	-	-	-	12,739	74,719	-	-
Supplies	-	-	-	3,610	2,431	-	-
Other services and charges	1,779	3,403	-	6,390	70,647	-	3,752
Capital outlay	-	-	-	-	656	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	1,779	3,403	-	22,739	148,453	-	3,752
Excess (deficiency) of receipts over disbursements	10,144	(202)	-	10,560	(19,345)	-	3,297
Cash and investments - ending	<u>\$ 30,887</u>	<u>\$ 3,882</u>	<u>\$ 57</u>	<u>\$ 51,662</u>	<u>\$ 68,744</u>	<u>\$ 25</u>	<u>\$ 24,597</u>

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

	Police Accident	Sheriffs K-9 Fund	Oc Fam Court Facilitation Project	Reassessment-2006	Allen Hall - Paramedic Fund	Investigator Office Space Rent	Community Foundation Grant
Cash and investments - beginning	\$ 2,335	\$ 8,571	\$ 5,868	\$ 423,849	\$ 1,215	\$ 256	\$ 502
Receipts:							
Taxes	-	-	-	127,695	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	1,242	11,085	3,000	1,343	-	-	-
Total receipts	1,242	11,085	3,000	129,038	-	-	-
Disbursements:							
Personal services	-	-	-	83,787	-	-	-
Supplies	-	-	-	9,542	-	-	-
Other services and charges	480	7,017	1,916	142,251	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	480	7,017	1,916	235,580	-	-	-
Excess (deficiency) of receipts over disbursements	762	4,068	1,084	(106,542)	-	-	-
Cash and investments - ending	<u>\$ 3,097</u>	<u>\$ 12,639</u>	<u>\$ 6,952</u>	<u>\$ 317,307</u>	<u>\$ 1,215</u>	<u>\$ 256</u>	<u>\$ 502</u>

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

	Food Registration Fund	Car Camera Fund	Sheriff Medical Reimbursement	Public Safety Foundation	Owen Co. Road Sign Fund	Identification Security	Drug Court
Cash and investments - beginning	\$ 10,287	\$ 395	\$ 6	\$ 137	\$ 4,394	\$ 5,234	\$ 32,957
Receipts:							
Taxes	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	9,620	-	-	-	725	7,270	3,881
Total receipts	9,620	-	-	-	725	7,270	3,881
Disbursements:							
Personal services	211	-	-	-	-	-	-
Supplies	48	-	-	-	-	-	-
Other services and charges	1,778	-	-	-	-	5,968	9,428
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	2,037	-	-	-	-	5,968	9,428
Excess (deficiency) of receipts over disbursements	7,583	-	-	-	725	1,302	(5,547)
Cash and investments - ending	<u>\$ 17,870</u>	<u>\$ 395</u>	<u>\$ 6</u>	<u>\$ 137</u>	<u>\$ 5,119</u>	<u>\$ 6,536</u>	<u>\$ 27,410</u>

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

	Emergency Management Fund	Sheriff Fuel Reimbursement	Extention Office Work Study	Cert Fund	Alternative Dispute Resolution	Future Building Fund	Siren Project Fund
Cash and investments - beginning	\$ 1,253	\$ 13,464	\$ 3,255	\$ 1	\$ 9,562	\$ 7,856	\$ 14
Receipts:							
Taxes	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	8,588	3,483	-	3,450	-	-
Total receipts	-	8,588	3,483	-	3,450	-	-
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	2,612	-	1,916	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	-	-	2,612	-	1,916	-	-
Excess (deficiency) of receipts over disbursements	-	8,588	871	-	1,534	-	-
Cash and investments - ending	<u>\$ 1,253</u>	<u>\$ 22,052</u>	<u>\$ 4,126</u>	<u>\$ 1</u>	<u>\$ 11,096</u>	<u>\$ 7,856</u>	<u>\$ 14</u>

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

	Ems Vehicle Fund	Courthouse Vending Fund	Technology Fund	County Planning Retreat	Community Transition Program	Comp Plan Spencer/Owen Co	Interstate Compact Fee
Cash and investments - beginning	\$ 1,958	\$ 669	\$ 2,315	\$ 841	\$ -	\$ -	\$ 113
Receipts:							
Taxes	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	340	750	3,215	10,000	38
Total receipts	-	-	340	750	3,215	10,000	38
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	260	632	3,215	10,000	113
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	-	-	260	632	3,215	10,000	113
Excess (deficiency) of receipts over disbursements	-	-	80	118	-	-	(75)
Cash and investments - ending	<u>\$ 1,958</u>	<u>\$ 669</u>	<u>\$ 2,395</u>	<u>\$ 959</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 38</u>

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

	Courthouse Security Fund	Owen County Regional Sewer Bd	Administrative Fee Probation	Narcotics Investigation Equip	Pre Paid Legal Ins.	Special Death Benefits	Courthouse Clock Tower
Cash and investments - beginning	\$ 8,860	\$ 996	\$ 11,536	\$ 1,574	\$ 1,043	\$ 1,008	\$ 1,510
Receipts:							
Taxes	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	1,500	-	1,946	-
Other receipts	30	-	21,808	-	1,573	-	-
Total receipts	30	-	21,808	1,500	1,573	1,946	-
Disbursements:							
Personal services	-	-	25,889	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	1,605	2,754	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	-	-	25,889	-	1,605	2,754	-
Excess (deficiency) of receipts over disbursements	30	-	(4,081)	1,500	(32)	(808)	-
Cash and investments - ending	<u>\$ 8,890</u>	<u>\$ 996</u>	<u>\$ 7,455</u>	<u>\$ 3,074</u>	<u>\$ 1,011</u>	<u>\$ 200</u>	<u>\$ 1,510</u>

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

	Health Dept. H1N1 Grant	Safe Assured Id - Sheriff	Cunot Community Center Grant	Veteran's Memorial Wall Maint.	Sidc Grants	Economic Development Grant	Graybrook Conservancy Dist.
Cash and investments - beginning	\$ 4,188	\$ 2,211	\$ 4,700	\$ 1,050	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	12,766	-	42,000	11,243	203,605	35,600	13,543
Total receipts	12,766	-	42,000	11,243	203,605	35,600	13,543
Disbursements:							
Personal services	6,692	-	-	-	-	-	-
Supplies	6,938	-	-	-	-	-	-
Other services and charges	3,324	-	46,700	11,362	203,605	34,000	13,543
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	16,954	-	46,700	11,362	203,605	34,000	13,543
Excess (deficiency) of receipts over disbursements	(4,188)	-	(4,700)	(119)	-	1,600	-
Cash and investments - ending	<u>\$ -</u>	<u>\$ 2,211</u>	<u>\$ -</u>	<u>\$ 931</u>	<u>\$ -</u>	<u>\$ 1,600</u>	<u>\$ -</u>

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

	Sports Complex Grant	Courthouse Electrical Grant	Graybrook Lake Conserv. Grant	Arra	Final Hea 1001-2007/2008 Ptrc	Cumulative Capital Development	Cumulative Bridge
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 139,724	\$ 924,872
Receipts:							
Taxes	-	1,730	324,108	-	50,284	-	370,147
Intergovernmental	-	-	-	1,769	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	13,250	-	-	-	-	118,273	-
Total receipts	13,250	1,730	324,108	1,769	50,284	118,273	370,147
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	133,032	-
Other services and charges	13,250	-	324,108	-	52,687	-	392,365
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	13,250	-	324,108	-	52,687	133,032	392,365
Excess (deficiency) of receipts over disbursements	-	1,730	-	1,769	(2,403)	(14,759)	(22,218)
Cash and investments - ending	<u>\$ -</u>	<u>\$ 1,730</u>	<u>\$ -</u>	<u>\$ 1,769</u>	<u>\$ (2,403)</u>	<u>\$ 124,965</u>	<u>\$ 902,654</u>

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

	Building Fund	Sheriff's Pension	Pension Trust Fund	Congressional School Principal	City And Town Court Costs	Coroners Training & Con'T Education
Cash and investments - beginning	\$ 46,052	\$ 4,558	\$ 866,572	\$ 18,502	\$ 8,080	\$ 817
Receipts:						
Taxes	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	33,258	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	14,765	166,591	-	10,494	1,147
Total receipts	<u>33,258</u>	<u>14,765</u>	<u>166,591</u>	<u>-</u>	<u>10,494</u>	<u>1,147</u>
Disbursements:						
Personal services	34,790	-	-	-	-	-
Supplies	5,324	-	-	-	-	-
Other services and charges	10,638	14,946	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	94,001	-	-	1,824
Total disbursements	<u>50,752</u>	<u>14,946</u>	<u>94,001</u>	<u>-</u>	<u>-</u>	<u>1,824</u>
Excess (deficiency) of receipts over disbursements	<u>(17,494)</u>	<u>(181)</u>	<u>72,590</u>	<u>-</u>	<u>10,494</u>	<u>(677)</u>
Cash and investments - ending	<u>\$ 28,558</u>	<u>\$ 4,377</u>	<u>\$ 939,162</u>	<u>\$ 18,502</u>	<u>\$ 18,574</u>	<u>\$ 140</u>

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

	Congressional School Interest	Surplus Tax Sale	Tax Sale Redemption	Surplus Tax	State Settlement	State Sales Disclosure Fee
Cash and investments - beginning	\$ 10,917	\$ 455,992	\$ 262	\$ 13,604	\$ -	\$ 1,715
Receipts:						
Taxes	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	132	395,023	83,494	90,152	13,309	2,380
Total receipts	<u>132</u>	<u>395,023</u>	<u>83,494</u>	<u>90,152</u>	<u>13,309</u>	<u>2,380</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	500,119	83,480	46,829	13,309	3,905
Total disbursements	<u>-</u>	<u>500,119</u>	<u>83,480</u>	<u>46,829</u>	<u>13,309</u>	<u>3,905</u>
Excess (deficiency) of receipts over disbursements	<u>132</u>	<u>(105,096)</u>	<u>14</u>	<u>43,323</u>	<u>-</u>	<u>(1,525)</u>
Cash and investments - ending	<u>\$ 11,049</u>	<u>\$ 350,896</u>	<u>\$ 276</u>	<u>\$ 56,927</u>	<u>\$ -</u>	<u>\$ 190</u>

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

	Overweight Vehicle Fines	Sheriff	Inheritance Tax	Perf	Payroll Withholding-Federal	Payroll Withholding-State
Cash and investments - beginning	\$ 30	\$ 2,659	\$ 161,725	\$ 85,880	\$ -	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	930	351,465	129,688	305,358	350,174	149,731
Total receipts	930	351,465	129,688	305,358	350,174	149,731
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	435	351,225	291,413	303,438	350,174	149,731
Total disbursements	435	351,225	291,413	303,438	350,174	149,731
Excess (deficiency) of receipts over disbursements	495	240	(161,725)	1,920	-	-
Cash and investments - ending	\$ 525	\$ 2,899	\$ -	\$ 87,800	\$ -	\$ -

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

	Payroll Withholding-Local Tax	State Timber	Dome Preservation	Wheel Tax	Sur Tax	Child Restraint Fine
Cash and investments - beginning	\$ -	\$ -	\$ 11,851	\$ -	\$ -	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	54,469	30,077	-	43,882	268,822	200
Total receipts	54,469	30,077	-	43,882	268,822	200
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	54,469	-	-	43,882	268,822	175
Total disbursements	54,469	-	-	43,882	268,822	175
Excess (deficiency) of receipts over disbursements	-	30,077	-	-	-	25
Cash and investments - ending	\$ -	\$ 30,077	\$ 11,851	\$ -	\$ -	\$ 25

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

	Payroll Withholding-Garnishment	Tax Distribution	After Settlement Collections	Payroll Withholding Fica	Payroll Withhold Medicare Tax	Pebasco
Cash and investments - beginning	\$ -	\$ 37,768	\$ 1,458,697	\$ -	\$ -	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	50,290	16,550,046	-	521,831	121,747	7,030
Total receipts	<u>50,290</u>	<u>16,550,046</u>	<u>-</u>	<u>521,831</u>	<u>121,747</u>	<u>7,030</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	50,290	16,579,968	1,049,825	521,831	121,747	7,030
Total disbursements	<u>50,290</u>	<u>16,579,968</u>	<u>1,049,825</u>	<u>521,831</u>	<u>121,747</u>	<u>7,030</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>(29,922)</u>	<u>(1,049,825)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 7,846</u>	<u>\$ 408,872</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Legend Emp. Benefit	Central United	Amer. Family	Colonial Insurance	Conseco Cap Amer.	Infraction/Judgment
Cash and investments - beginning	\$ -	\$ 296	\$ 6,604	\$ 578	\$ 2,709	\$ 29,856
Receipts:						
Taxes	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	11,783	-	23,632	1,463	4,173	62,926
Total receipts	11,783	-	23,632	1,463	4,173	62,926
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	11,783	-	22,807	1,502	4,645	86,034
Total disbursements	11,783	-	22,807	1,502	4,645	86,034
Excess (deficiency) of receipts over disbursements	-	-	825	(39)	(472)	(23,108)
Cash and investments - ending	\$ -	\$ 296	\$ 7,429	\$ 539	\$ 2,237	\$ 6,748

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

	Fines/Forfeitures	Homestead Credit Fund	Valic Def. Comp	Mortgage Fee	Education Plate	Allstate Ins.
Cash and investments - beginning	\$ 1,989	\$ 12,388	\$ -	\$ 1,213	\$ 188	\$ 277
Receipts:						
Taxes	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	2,665	-	1,200	1,750	412	703
Total receipts	<u>2,665</u>	<u>-</u>	<u>1,200</u>	<u>1,750</u>	<u>412</u>	<u>703</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	4,554	-	1,200	2,680	-	703
Total disbursements	<u>4,554</u>	<u>-</u>	<u>1,200</u>	<u>2,680</u>	<u>-</u>	<u>703</u>
Excess (deficiency) of receipts over disbursements	<u>(1,889)</u>	<u>-</u>	<u>-</u>	<u>(930)</u>	<u>412</u>	<u>-</u>
Cash and investments - ending	<u>\$ 100</u>	<u>\$ 12,388</u>	<u>\$ -</u>	<u>\$ 283</u>	<u>\$ 600</u>	<u>\$ 277</u>

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

	American United	Cincinnati Life	Sheriff Wtrisc Def. Comp	Cedit Capital Proj	Health Dept Bank	Sheriff Inmate Trust
Cash and investments - beginning	\$ 1,717	\$ 68	\$ -	\$ -	\$ 320	\$ 1,284
Receipts:						
Taxes	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	9,375	1,204	13,000	238,696	59,791	68,825
Total receipts	9,375	1,204	13,000	238,696	59,791	68,825
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	9,266	1,239	13,000	188,408	53,804	66,699
Total disbursements	9,266	1,239	13,000	188,408	53,804	66,699
Excess (deficiency) of receipts over disbursements	109	(35)	-	50,288	5,987	2,126
Cash and investments - ending	<u>\$ 1,826</u>	<u>\$ 33</u>	<u>\$ -</u>	<u>\$ 50,288</u>	<u>\$ 6,307</u>	<u>\$ 3,410</u>

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

	Recorder Bank	Prosecutor Special Fund	Probation Dept. Bank	Clerk - Bank	Ems - Bank	Totals
Cash and investments - beginning	\$ 9,446	\$ 6,780	\$ 19,318	\$ 272,908	\$ 61,989	\$ 12,948,431
Receipts:						
Taxes	-	-	-	-	-	6,139,843
Intergovernmental	-	-	-	-	-	1,997,392
Charges for services	-	-	-	-	-	957,329
Fines and forfeits	-	-	-	-	-	140,908
Other receipts	83,530	-	259,194	3,371,919	633,037	28,391,212
Total receipts	<u>83,530</u>	<u>-</u>	<u>259,194</u>	<u>3,371,919</u>	<u>633,037</u>	<u>37,626,684</u>
Disbursements:						
Personal services	-	-	-	-	-	4,913,390
Supplies	-	-	-	-	-	1,275,137
Other services and charges	-	-	-	-	-	5,706,844
Capital outlay	-	-	-	-	-	656
Other disbursements	84,677	8	257,692	3,091,977	648,277	25,519,775
Total disbursements	<u>84,677</u>	<u>8</u>	<u>257,692</u>	<u>3,091,977</u>	<u>648,277</u>	<u>37,415,802</u>
Excess (deficiency) of receipts over disbursements	<u>(1,147)</u>	<u>(8)</u>	<u>1,502</u>	<u>279,942</u>	<u>(15,240)</u>	<u>210,882</u>
Cash and investments - ending	<u>\$ 8,299</u>	<u>\$ 6,772</u>	<u>\$ 20,820</u>	<u>\$ 552,850</u>	<u>\$ 46,749</u>	<u>\$ 13,159,313</u>

OWEN 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:		
Gradall - used to dig ditches	\$ 239,000	\$ 33,275
Road Grader 2009	225,000	27,950
Road Grader 2010	225,900	28,050
Computers	331,200	110,400
Telephone	39,335	10,873
	<u>1,060,435</u>	<u>210,549</u>
Total governmental activities debt	<u>\$ 1,060,435</u>	<u>\$ 210,549</u>

OWEN COUNTY
OTHER REPORTS

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

Clerk of the Circuit Court
County Sheriff
County Assessor
County Auditor

SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
302 WEST WASHINGTON STREET
ROOM E418
INDIANAPOLIS, INDIANA 46204-2769

Telephone: (317) 232-2513
Fax: (317) 232-4711
Web Site: www.in.gov/sboa

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

TO: THE OFFICIALS OF OWEN COUNTY, INDIANA

Compliance

We have audited the compliance of Owen 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 its major federal program for the year ended December 31, 2010. The County's major federal program is 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 program 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 its major federal program for the year ended December 31, 2010.

Internal Control Over Compliance

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

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

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

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

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

July 28, 2011

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

Federal Grantor Agency/Pass-Through Entity Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>			
Pass-Through Office of Community and Rural Affairs			
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	14.228	PL-09-012	\$ 42,000
		PL-09-027	30,000
		DR1A-09-040	10,228
		DR1A-09-048	1,482
		DR1A-09-049	23,479
		DR1A-09-057	336,829
		DR1A-09-114	13,250
		DR1A-09-115	<u>324,108</u>
Total for federal grantor agency			<u>781,376</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Pass-Through Indiana Department of Transportation			
Highway Planning and Construction	20.205		<u>1,083</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana Department of Health			
Public Health Emergency Preparedness			
Public Health Preparedness and Response (H1N1 and Bioterrorism)	93.069	159-66	4,828
		159-67	<u>7,937</u>
Total for program			<u>12,765</u>
Child Support Enforcement	93.563	FY 2010	161,546
ARRA - Child Support Enforcement		FY 2010	<u>1,769</u>
Total for program			<u>163,315</u>
Total for federal grantor agency			<u>176,080</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Homeland Security			
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	DR1766	4,200
Emergency Management Performance Grants	97.042	C44P-0-309A	14,142
Homeland Security Grant Program	97.067	C44P-0-019A	<u>4,549</u>
Total for federal grantor agency			<u>22,891</u>
Total federal awards expended			<u>\$ 981,430</u>

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

OWEN COUNTY
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Note 1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the Owen County (County) and is presented in accordance with the cash and investment basis of accounting used in the preparation of the financial statement. Accordingly, the amount of federal awards expended is based on when the disbursement related to the award occurs except when the federal award is received on a reimbursement basis. In these instances the federal awards are considered expended when the reimbursement is received.

Note 2. Subrecipients

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

Program Title	Federal CFDA Number	2010
Community Development Block Grants/States Program	14.228	\$ 372,547

OWEN 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 deficiencies identified?	none reported
Noncompliance material to financial statement noted?	no

Federal Awards:

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

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
14.228	Community Development Block Grants/State's Program

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

Auditee qualified as low-risk auditee? no

Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

OWEN COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

OWEN COUNTY
EXIT CONFERENCE

The contents of this report were discussed on July 28, 2011, with Angie Lawson, Auditor; Michael L. Wood, President of the County Council; and George Jennings, President of the Board of County Commissioners. Our audit disclosed no material items that warrant comment at this time.