

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF
DEARBORN COUNTY, INDIANA
January 1, 2011 to December 31, 2011



FILED
08/20/2012

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Gayle L. Pennington	01-01-11 to 12-31-14
Treasurer	Barbara J. Kaffenberger	04-20-10 to 12-31-12
Clerk	Phillip D. Weaver	01-01-09 to 12-31-12
Sheriff	Michael J. Kreinhop	01-01-11 to 12-31-14
Recorder	Glenn D. Wright	05-18-10 to 12-31-14
President of the Board of County Commissioners	Jeffery Hughes	01-01-11 to 12-31-12
President of the County Council	Dennis A. Kraus, Sr.	01-01-11 to 12-31-12



STATE OF INDIANA
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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF DEARBORN COUNTY, INDIANA

We have audited the accompanying financial statement of Dearborn County (County), for the year ended December 31, 2011. This financial statement is the responsibility of the County's management. Our responsibility is to express an opinion on this financial statement based on our audit.

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

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

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, 2011, on the basis of accounting described in Note 1.

In accordance with Government Auditing Standards, we have also issued a report dated July 3, 2012, 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 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.

INDEPENDENT AUDITOR'S REPORT
(Continued)

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 Schedule of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis is presented for additional analysis and is not required parts of the financial statement. It has not been subjected to the auditing procedures applied by us in the audit of the financial statement and, accordingly, we express no opinion on it.

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

July 3, 2012



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

TO: THE OFFICIALS OF DEARBORN COUNTY, INDIANA

We have audited the financial statement of Dearborn County (County), for the year ended December 31, 2011, and have issued our report thereon dated July 3, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

Our consideration of the internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying Schedule of Findings and Questioned Costs, we identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statement will not be prevented or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying Schedule of Findings and Questioned Costs as items 2011-1 and 2011-2 to be material weaknesses.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under Government Auditing Standards and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2011-1 and 2011-2.

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

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

STATE BOARD OF ACCOUNTS

June 3, 2012

FINANCIAL STATEMENT

The financial statement and accompanying notes were approved by management of the County. The financial statement and notes are presented as intended by the County.

DEARBORN COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For The Year Ended December 31, 2011

Fund	Cash and Investments		Cash and Investments	
	01-01-11	Receipts	Disbursements	12-31-11
County General	\$ 1,570,242	\$ 16,945,806	\$ 16,580,853	\$ 1,935,195
County Highway	615,181	1,685,263	1,612,403	688,041
Local Road and Street	133,084	523,609	242,386	414,307
Accident Report Fees	6,059	12,977	8,334	10,702
Firearms Training	6,464	14,780	9,223	12,021
Health Department	156,927	622,770	649,336	130,361
Alcohol and Drug Program	(5,555)	99,906	95,259	(908)
Animal Shelter	16,653	33,755	49,383	1,025
State Law Enforcement Continuing Education	25,227	4,568	4,554	25,241
Vehicle Inspection	1,625	830	-	2,455
Clerk's Perpetuation	61,332	23,835	29,657	55,510
Riverboat Revenue	601,497	1,541,570	1,103,228	1,039,839
Emergency Telephone System	111,589	530,844	439,243	203,190
County Drug Free Community	125,778	72,150	91,489	106,439
4-D New Law 99 Prosecutor	8,367	43,005	15,888	35,484
Circuit Court Juvenile Probation Administration	3,666	6,799	7,533	2,932
Circuit Court Adult Probation Administration	2,125	7,308	6,913	2,520
Recorder's Records Perpetuation	83,451	73,949	85,359	72,041
Probation Department	5,217	69,461	70,589	4,089
Covered Bridge	8,650	1,850	-	10,500
Local Health Maintenance	83,439	33,139	46,492	70,086
Pre-Trial Diversion	113,143	136,875	72,507	177,511
93.643 Guardian Ad Litem	27,041	39,550	36,171	30,420
County Court Supplemental Attorney Fees	95,999	11,720	4,428	103,291
County Jail Misdemeanant Housing	53,059	35,050	53,602	34,507
Public Defenders	48,896	-	-	48,896
4-D Incentive	5,906	-	-	5,906
Sheriff Commissary	17,836	184,475	184,379	17,932
Suveyor's Corner Perpetuation	59,135	8,013	20,523	46,625
County's Jury Pay	106,603	8,572	27,784	87,391
Tax Sale Fee	33,784	16,665	10,374	40,075
Rainy Day Fund	2,775,460	36,609	27,212	2,784,857
Community Corrections	36,787	222,351	257,834	1,304
Levy Excess Fund	215,939	-	-	215,939
County Identity Protection Fund	42,705	11,092	50,944	2,853
Riverboat Contingency	899,052	690,695	809,084	780,663
Adult Drug Court Cases	5,029	49,322	53,813	538
Wireless 911 Fees	37,938	174,500	154,987	57,451
4-D New Law 8'99 - Clerk	72,451	28,586	12,300	88,737
TIF Washington Twp	132,950	46,296	-	179,246
2015 Reassessment	-	246,863	26	246,837
Recorders Cashbook	24,694	214,874	219,242	20,326
Auditor's Ineligible Deduction	-	13,548	980	12,568
93.563 Prosecutor ARRA Incentive	20,497	-	8,446	12,051
County Elected Officials Training	-	1,778	-	1,778
Cumulative Capital Development	1,044,918	385,469	249,153	1,181,234
Park Board Land Acquisition	212,777	30,767	-	243,544
Cumulative Bridge	2,178,449	1,120,769	1,190,655	2,108,563
Cumulative Building Courthouse	2,100,153	419,352	360,401	2,159,104
Health Insurance	310,388	3,610,773	3,921,161	-
Sheriff Pension Trust	3,705,135	535,392	132,837	4,107,690
Cities and Town Court Costs	846	10,725	-	11,571
Coroners Continuing Education	275	4,046	3,752	569
Clerk's Trust	1,877,696	6,028,833	6,041,447	1,865,082
Tax Sale Surplus	236,420	257,334	264,474	229,280
Tax Sale Redemption	15,553	98,781	114,334	-
Surplus Tax	4,420	98,255	101,824	851
Fines and Forefeitures	522	5,389	5,661	250
Disclosure Fees Due State	390	3,620	3,370	640
Overweight Vehicle Fines	4,651	80,664	72,733	12,582
Sheriff Cashbook	-	2,045,661	2,045,661	-
Infraction Judgements	6,917	126,817	114,411	19,323
Inheritance Tax	413,541	953,635	1,015,878	351,298
Sheriff Inmate Trust	-	17,220	17,220	-
Special Death Benefits	190	2,170	2,025	335
Education Plate Fee	-	1,256	1,256	-
Financial Institution Tax	-	144,181	144,181	-
Child Restraint Fees	125	1,200	1,201	124
C. O. I. T.	-	5,735,910	5,735,910	-

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

DEARBORN COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For The Year Ended December 31, 2011
(Continued)

Fund	Cash and Investments 01-01-11	Receipts	Disbursements	Cash and Investments 12-31-11
Mortgage Recording Fee Due State	680	5,695	5,175	1,200
Adult and Juvenile Compact Fee	-	813	750	63
Commercial Vehicle Excise Tax	-	121,445	121,445	-
Homestead Credit Rebate Fund	-	7,456	7,456	-
HEA 1001-2008 State Homestead Credit	2,572	193	-	2,765
DLGF Homestead Property Database	-	22	22	-
Tax Distribution	-	40,183,499	40,183,499	-
Corrections Users Fees	92,584	392,023	470,161	14,446
Treasurer Cashbook	1,128,399	50,186,352	49,773,029	1,541,722
Park and Recreation	28,135	30,767	-	58,902
Superior 2 Probation Administrative Fees	(180)	1,067	887	-
Donations for Dog Shelter	118,262	2,973	121,115	120
Special Crimes Unit/Seized Asset	91,816	118,361	148,581	61,596
Regional Sewer District	577,491	-	118,828	458,663
Dearborn County Veterans Transportation	18,403	100,785	93,616	25,572
97.054 Civil Defense Cert E. M. A.	2,080	-	-	2,080
93.276 CASA Grant - Federal	(43,152)	138,821	95,670	(1)
Dearborn Community Foundation	(1,884)	1,902	-	18
Jail Chemical Addiction Program	2,058	20,381	20,381	2,058
Convention Recreation and Visitors Promotion	1,003,856	1,145,010	841,651	1,307,215
Superior Probation 2 User Fees	2,543	1,670	4,213	-
16.575 Victim Support Service	(35,689)	80,809	70,924	(25,804)
DOC Grant 2nd Year	207	272,934	243,693	29,448
Transfer Fees - Plat Maintenance	78,342	8,685	-	87,027
Co Law Enforcement Continuing Education	4,346	4,399	6,275	2,470
Health Department Donation	22,745	23,473	17,749	28,469
Juvenile Center Donation	1,042	1,142	962	1,222
Animal Care and Donation	48,721	70,744	76,116	43,349
Mobil Command and Equipment	3	-	-	3
Operation Pullover/Seatbelt	626	969	1,042	553
Bio-Terrorism Grant	12,285	-	1,661	10,624
Court Interpreter Grant	4,448	1,511	3,382	2,577
10.200 PUSH Partners	14,921	-	495	14,426
County Farm	59,364	5,869	-	65,233
97.073 2009 Homeland Security	-	26,524	26,524	-
County Highway Special Projects	29,288	3,531	-	32,819
16.804 Hwy Drug Interdiction	(1,465)	5,525	5,344	(1,284)
Sheriff Work Release Fund	(309)	17,538	16,271	958
Soil & Water Executive	13,626	57,500	60,773	10,353
Riverboat Admissions	5,035,809	7,295,569	6,733,632	5,597,746
Community Corrections Users Fee	235,147	448,423	360,248	323,322
93.069 Public Health Coordinator	407	23,502	21,495	2,414
Cumulative Reassessment	418,916	109	131,727	287,298
Dearborn County Juvenile Users Fee	31,715	26,116	14,202	43,629
16.523 JABG Grant	(60)	-	-	(60)
14.228 Indiana Housing Grant	-	147,646	147,646	-
Regional Sewer District Fund II	17,497	37,415	37,275	17,637
Regional Sewer Development	3,718,571	-	799,778	2,918,793
Sewer Assessment	-	66,161	66,161	-
16.523 JAIBG Grant	(1,127)	-	-	(1,127)
93.069 H1N1 Grant	4,065	72,282	75,909	438
Special Crimes Federal Forfeiture	24,232	3,302	18,484	9,050
97.073 ST Homeland Security	(2,001)	353,118	371,505	(20,388)
16.804 Recovery Act Justice	(12,454)	6,616	-	(5,838)
16.803 Byrne Justice Assistance	(44)	56,883	86,449	(29,610)
97.056 Maritime Truck and Dock	-	59,030	59,030	-
97.056 AIS Equipment Grant	(3,311)	3,311	-	-
93.268 Immunization Program	-	4,813	4,813	-
93.089 Medical Reserve Corps	-	4,999	4,999	-
Court Reform Grant	-	30,000	15,600	14,400
Adult Protective Service	(29,171)	81,369	88,098	(35,900)
Petsmart Grant - Animal Control	74	-	-	74
GIS/CAD Mapping Grant	-	5,000	-	5,000
CASA Grant Superior Court 2	190	-	190	-
LEC Inmate Education Grant	8,129	-	896	7,233
Transportation Linkage	-	105,182	105,182	-
Accident Reconstruction	428	-	-	428

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

DEARBORN COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For The Year Ended December 31, 2011
(Continued)

Fund	Cash and Investments 01-01-11	Receipts	Disbursements	Cash and Investments 12-31-11
Project Safe Direction	849	6,500	3,975	3,374
Special Court III/PSEG	(925)	925	-	-
Superior 2 Program Account	133	-	133	-
16.592 Local Law Enforcement	(1,028)	-	-	(1,028)
97.073 Law Enforcement Terrorism Prevention	2,000	49,594	49,594	2,000
County Sex and Violent Offender Fees	8,764	4,150	-	12,914
Circuit Court Supplemental Attorney Fees	91,623	8,566	-	100,189
MVHA Substitute (147 Bitu)	1,746,884	1,479,037	1,341,571	1,884,350
Growth and Development	5,862,130	1,345,038	-	7,207,168
Community Transition Program	6,893	24,305	31,198	-
Bail and Pretrial Superior Court 1	171,238	24,250	47,579	147,909
Bail and Pretrial Superior Court 2	46,584	25,430	18,975	53,039
14.228 Child Advocacy Center	19,002	6,296	25,298	-
Superior Court Probation Administration	15,815	49,871	36,357	29,329
TIF St Leon Kelso Township	28,611	11,692	-	40,303
TIF St Leon Harrison Township	19,168	18,853	10,172	27,849
Sheriff Color Guard	150	200	-	350
K-9 Donations	-	638	-	638
Superior Court Adult Probation Users	338,978	139,892	172,709	306,161
Adult Probation Users Fund	36,154	34,056	30,154	40,056
Juvenile Probation Users	15,956	11,929	19,917	7,968
Police Pension	-	44,882	44,882	-
Historic Structures Grant	30	-	30	-
TIF West Harrison	107,382	7,372	1,795	112,959
97.073 District Council Plan	-	26,670	26,670	-
County Offender Transportation	-	363	-	363
GIS Records Perpetuation Fund	-	659	20	639
Paperless Document Management	3,127	-	-	3,127
Safe Directions Young Adults	44	-	-	44
Crime Scene Response Vehicle	133	-	-	133
Highway Salt Bin	100,000	-	100,000	-
Interview Room Grant	5,000	-	5,000	-
Community Foundation JCAP	-	88,000	37,681	50,319
WEW Grant	-	1,000	236	764
CASA Drug Testing Grant	-	13,000	13,000	-
In Car Camera Grant	-	100,000	96,396	3,604
Project Safe Direction Juvenile	52	-	-	52
Extension Office Copier Grant	-	9,528	9,528	-
Radar Speed Trailer Grant	-	9,796	9,796	-
Fire and EMS Study Grant	-	58,500	19,200	39,300
Local Emergency Plan Comm	32,410	4,395	2,182	34,623
Supplemental Attorney Fee Superior Court 2	-	24,058	24,058	-
Riverboat Savings	18,587,603	1,404,573	1,134,798	18,857,378
Jail Bond Redemption	400,212	31,961	404,251	27,922
Health Insurance Surplus	1,945,110	310,388	164,260	2,091,238
Police Pension - Clerk Fee	-	21,045	21,045	-
Payroll	2,671	225	225	2,671
Voluntary PERF	-	48,003	48,003	-
PERF	-	260,581	260,581	-
Federal Income Tax	-	1,232,069	1,232,069	-
State Income Tax	-	350,369	350,369	-
County Option Income Tax	-	67,801	67,801	-
Aflac	-	80,973	80,973	-
Garnishment	-	76,097	76,097	-
Dental	-	81,334	81,334	-
IN Deferred - Great West	-	50,520	50,520	-
Boston Mutual	11	40,109	40,109	11
Prepaid legal services	-	1,850	1,850	-
United Fund	-	1,480	1,480	-
Bond Forfeiture	1,000	24,670	24,670	1,000
Commissioner's Tax Sale	10,110	-	9,703	407
FICA	-	614,014	614,014	-
Cell Tower Escrow	45,575	-	3,200	42,375
EyeMed	-	8,321	8,321	-
State Share of Delinquent Tax/Penalty	-	104	104	-
Superior Court Adult Probation	9,899	-	9,899	-
Totals	\$ 62,941,812	\$ 156,450,993	\$ 153,237,094	\$ 66,155,711

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

DEARBORN 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.

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 statement. The aggregate receipts may include the following sources:

Taxes which can include one or more of the following: property taxes, certified shares (local option tax), property tax replacement credit (local option tax), county option income tax, wheel tax, innkeepers tax, food and beverage tax, county economic development income tax, boat and trailer excise tax, county adjusted gross income tax, and other taxes that are set by the County.

Licenses and permits which include amounts received from businesses, occupations, or 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 licenses 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 include receipts from other governments in the form of operating grants, entitlements, or payments in lieu of taxes. Examples of this type of receipts include, but are not limited to: federal grants, state grants, cigarette tax distributions received from the state, motor vehicle highway distribution received from the state,

DEARBORN COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

local road and street distribution received from the state, financial institution tax received from the state, auto excise surtax received from the state, commercial vehicle excise tax received from the state, major moves distributions received from the state, and riverboat receipts received from the county.

Charges for services which can include, but are not limited to the following: planning commission charges, building department charges, copies of public records, copy machine charges, accident report copies, gun permit applications, 911 telephone services, recycling fees, dog pound fees, emergency medical service fees, park rental fees, swimming pool receipts, cable tv receipts, ordinance violations, fines and fees, bond forfeitures, court costs, and court receipts.

Fines and forfeits which include receipts derived from fines and penalties imposed for the commission of statutory offenses, violation of lawful administrative rules and regulations (fines), and for the neglect of official duty and monies derived from confiscating deposits held as performance guarantees (forfeitures).

Penalties which include fees received for late payments.

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 the following uses:

Personal services include outflows for salaries, wages, and related employee benefits provided for all persons employed. In those units where sick leave, vacation leave, overtime compensation, and other such benefits are appropriated separately, such payments would also be included.

Supplies which include articles and commodities that are entirely consumed and materially altered when used and/or show rapid depreciation after use for a short period of time. Examples of supplies include office supplies, operating supplies, and repair and maintenance supplies.

Other services and charges which include, but are not limited to: professional services, communication and transportation, printing and advertising, insurance, utility services, repairs and maintenance, and rental charges.

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

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.

DEARBORN COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

F. Interfund Transfers

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

G. Fund Accounting

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

Note 2. Budgets

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

Note 3. Property Taxes

Property taxes levied are collected by the County Treasurer and are scheduled to be distributed to the County in June and December; however, situations can arise which would delay the distributions. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's March 1 (lien date) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100 percent of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which normally become delinquent if not paid by May 10 and November 10, respectively.

Note 4. Deposits and Investments

Deposits, made in accordance with state statute (IC 5-13), with financial institutions in the State of Indiana at year end should be entirely insured by the Federal Depository Insurance Corporation or by the Indiana Public Deposit Insurance Fund. This includes any deposit accounts issued or offered by a qualifying financial institution.

DEARBORN COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

State statutes authorize the County to invest in securities including, but not limited to, federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local governmental units.

Note 5. Risk Management

The County may be exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; job related illnesses or injuries to employees; medical benefits to employees, retirees, and dependents; and natural disasters.

These risks can be mitigated through the purchase of insurance, establishment of a self-insurance fund, and/or participation in a risk pool. The purchase of insurance transfers the risk to an independent third party. The establishment of a self-insurance fund allows the County to set aside money for claim settlements. The self-insurance fund would be included in the financial 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 any 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 Indiana Public Retirement System (INPRS) Board, most requirements of the system, and give the County authority to contribute to the plan. The PERF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of members' contributions, set by state statute at 3 percent of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

INPRS 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:

Indiana Public Retirement System
1 North Capital Street, Suite 001
Indianapolis, IN 46204
Ph. (888) 526-1687

Funding Policy and Annual Pension Cost

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

DEARBORN COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

B. County Police Retirement Plan

Plan Description

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

Funding Policy

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

C. County Police Benefit Plan

Plan Description

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

Funding Policy

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

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SUPPLEMENTARY INFORMATION – UNAUDITED

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

Differences may be noted between the financial information presented in the financial statement contained in this report and the financial information presented in the Annual Report of the County which is referenced above. These differences, if any, are due to adjustments made to the financial information during the course of the audit. This is a common occurrence in any financial statement audit. The financial information presented in this report is audited information, and the accuracy of such information can be determined by reading the opinion given in the Independent Auditor's Report.

The supplementary information presented was approved by management of the County. It is presented as intended by the County.

DEARBORN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011

	County General	County Highway	Local Road and Street	Accident Report Fees	Firearms Training	Health Department	Alcohol and Drug Program
Cash and investments - beginning	\$ 1,570,242	\$ 615,181	\$ 133,084	\$ 6,059	\$ 6,464	\$ 156,927	\$ (5,555)
Receipts:							
Taxes	9,602,395	-	-	-	-	548,848	-
Licenses and permits	88,623	1,000	-	-	-	7,190	-
Intergovernmental	5,840,186	1,679,515	523,513	-	-	28,991	-
Charges for services	605,264	-	-	12,977	14,780	37,611	-
Fines and forfeits	274,707	-	-	-	-	-	42,706
Other receipts	534,631	4,748	96	-	-	130	57,200
Total receipts	<u>16,945,806</u>	<u>1,685,263</u>	<u>523,609</u>	<u>12,977</u>	<u>14,780</u>	<u>622,770</u>	<u>99,906</u>
Disbursements:							
Personal services	11,841,505	1,420,974	-	-	-	564,001	75,449
Supplies	536,039	112,626	242,386	-	-	27,470	-
Other services and charges	4,108,396	78,803	-	3,599	9,223	57,806	19,810
Capital outlay	7,744	-	-	-	-	-	-
Other disbursements	87,169	-	-	4,735	-	59	-
Total disbursements	<u>16,580,853</u>	<u>1,612,403</u>	<u>242,386</u>	<u>8,334</u>	<u>9,223</u>	<u>649,336</u>	<u>95,259</u>
Excess (deficiency) of receipts over disbursements	<u>364,953</u>	<u>72,860</u>	<u>281,223</u>	<u>4,643</u>	<u>5,557</u>	<u>(26,566)</u>	<u>4,647</u>
Cash and investments - ending	<u>\$ 1,935,195</u>	<u>\$ 688,041</u>	<u>\$ 414,307</u>	<u>\$ 10,702</u>	<u>\$ 12,021</u>	<u>\$ 130,361</u>	<u>\$ (908)</u>

DEARBORN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	Animal Shelter	State Law Enforcement Continuing Education	Vehicle Inspection	Clerk's Perpetuation	Riverboat Revenue	Emergency Telephone System	County Drug Free Community
Cash and investments - beginning	\$ 16,653	\$ 25,227	\$ 1,625	\$ 61,332	\$ 601,497	\$ 111,589	\$ 125,778
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	715	676,872	-	-
Charges for services	-	-	830	-	-	530,844	-
Fines and forfeits	-	4,568	-	23,120	-	-	64,020
Other receipts	33,755	-	-	-	864,698	-	8,130
Total receipts	<u>33,755</u>	<u>4,568</u>	<u>830</u>	<u>23,835</u>	<u>1,541,570</u>	<u>530,844</u>	<u>72,150</u>
Disbursements:							
Personal services	-	-	-	5,750	48,483	325,961	-
Supplies	-	-	-	-	7,298	-	-
Other services and charges	-	155	-	23,907	482,931	113,282	91,289
Capital outlay	-	-	-	-	5,712	-	-
Other disbursements	49,383	4,399	-	-	558,804	-	200
Total disbursements	<u>49,383</u>	<u>4,554</u>	<u>-</u>	<u>29,657</u>	<u>1,103,228</u>	<u>439,243</u>	<u>91,489</u>
Excess (deficiency) of receipts over disbursements	<u>(15,628)</u>	<u>14</u>	<u>830</u>	<u>(5,822)</u>	<u>438,342</u>	<u>91,601</u>	<u>(19,339)</u>
Cash and investments - ending	<u>\$ 1,025</u>	<u>\$ 25,241</u>	<u>\$ 2,455</u>	<u>\$ 55,510</u>	<u>\$ 1,039,839</u>	<u>\$ 203,190</u>	<u>\$ 106,439</u>

DEARBORN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	4-D New Law 99 Prosecutor	Circuit Court Juvenile Probation Administration	Circuit Court Adult Probation Administration	Recorder's Records Perpetuation	Probation Department	Covered Bridge	Local Health Maintenance
Cash and investments - beginning	\$ 8,367	\$ 3,666	\$ 2,125	\$ 83,451	\$ 5,217	\$ 8,650	\$ 83,439
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	43,005	-	-	-	-	1,850	33,139
Charges for services	-	-	-	73,949	-	-	-
Fines and forfeits	-	6,799	7,308	-	-	-	-
Other receipts	-	-	-	-	69,461	-	-
Total receipts	<u>43,005</u>	<u>6,799</u>	<u>7,308</u>	<u>73,949</u>	<u>69,461</u>	<u>1,850</u>	<u>33,139</u>
Disbursements:							
Personal services	15,888	-	-	-	-	-	41,317
Supplies	-	-	-	-	-	-	5,010
Other services and charges	-	-	-	85,359	-	-	-
Capital outlay	-	-	-	-	-	-	165
Other disbursements	-	7,533	6,913	-	70,589	-	-
Total disbursements	<u>15,888</u>	<u>7,533</u>	<u>6,913</u>	<u>85,359</u>	<u>70,589</u>	<u>-</u>	<u>46,492</u>
Excess (deficiency) of receipts over disbursements	<u>27,117</u>	<u>(734)</u>	<u>395</u>	<u>(11,410)</u>	<u>(1,128)</u>	<u>1,850</u>	<u>(13,353)</u>
Cash and investments - ending	<u>\$ 35,484</u>	<u>\$ 2,932</u>	<u>\$ 2,520</u>	<u>\$ 72,041</u>	<u>\$ 4,089</u>	<u>\$ 10,500</u>	<u>\$ 70,086</u>

DEARBORN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	Pre-Trial Diversion	93.643 Guardian Ad Litem	County Court Supplemental Attorney Fees	County Jail Misdemeanant Housing	Public Defenders	4-D Incentive	Sheriff Commissary
Cash and investments - beginning	\$ 113,143	\$ 27,041	\$ 95,999	\$ 53,059	\$ 48,896	\$ 5,906	\$ 17,836
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	1,000	19,688	-	35,050	-	-	-
Charges for services	59,734	-	-	-	-	-	184,475
Fines and forfeits	62,410	-	11,720	-	-	-	-
Other receipts	13,731	19,862	-	-	-	-	-
Total receipts	<u>136,875</u>	<u>39,550</u>	<u>11,720</u>	<u>35,050</u>	<u>-</u>	<u>-</u>	<u>184,475</u>
Disbursements:							
Personal services	63,360	22,287	-	-	-	-	-
Supplies	1,946	-	-	-	-	-	-
Other services and charges	2,776	13,884	4,428	52,935	-	-	-
Capital outlay	4,425	-	-	-	-	-	-
Other disbursements	-	-	-	667	-	-	184,379
Total disbursements	<u>72,507</u>	<u>36,171</u>	<u>4,428</u>	<u>53,602</u>	<u>-</u>	<u>-</u>	<u>184,379</u>
Excess (deficiency) of receipts over disbursements	<u>64,368</u>	<u>3,379</u>	<u>7,292</u>	<u>(18,552)</u>	<u>-</u>	<u>-</u>	<u>96</u>
Cash and investments - ending	<u>\$ 177,511</u>	<u>\$ 30,420</u>	<u>\$ 103,291</u>	<u>\$ 34,507</u>	<u>\$ 48,896</u>	<u>\$ 5,906</u>	<u>\$ 17,932</u>

DEARBORN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	Sueyvor's Corner Perpetuation	County's Jury Pay	Tax Sale Fee	Rainy Day Fund	Community Corrections	Levy Excess Fund	County Identity Protection Fund
Cash and investments - beginning	\$ 59,135	\$ 106,603	\$ 33,784	\$ 2,775,460	\$ 36,787	\$ 215,939	\$ 42,705
Receipts:							
Taxes	-	-	-	1,393	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	8,013	-	16,665	-	212,282	-	11,092
Fines and forfeits	-	8,572	-	-	-	-	-
Other receipts	-	-	-	35,216	10,069	-	-
Total receipts	8,013	8,572	16,665	36,609	222,351	-	11,092
Disbursements:							
Personal services	18,674	-	-	-	197,326	-	-
Supplies	-	-	-	-	6,292	-	-
Other services and charges	1,849	27,784	-	27,212	34,546	-	50,944
Capital outlay	-	-	-	-	19,670	-	-
Other disbursements	-	-	10,374	-	-	-	-
Total disbursements	20,523	27,784	10,374	27,212	257,834	-	50,944
Excess (deficiency) of receipts over disbursements	(12,510)	(19,212)	6,291	9,397	(35,483)	-	(39,852)
Cash and investments - ending	\$ 46,625	\$ 87,391	\$ 40,075	\$ 2,784,857	\$ 1,304	\$ 215,939	\$ 2,853

DEARBORN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	Riverboat Contingency	Adult Drug Court Cases	Wireless 911 Fees	4-D New Law 8'99 - Clerk	TIF Washington Twp	2015 Reassessment	Recorders Cashbook
Cash and investments - beginning	\$ 899,052	\$ 5,029	\$ 37,938	\$ 72,451	\$ 132,950	\$ -	\$ 24,694
Receipts:							
Taxes	-	-	-	-	46,296	245,338	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	28,586	-	1,525	-
Charges for services	-	-	174,500	-	-	-	214,874
Fines and forfeits	-	22,053	-	-	-	-	-
Other receipts	690,695	27,269	-	-	-	-	-
Total receipts	690,695	49,322	174,500	28,586	46,296	246,863	214,874
Disbursements:							
Personal services	-	-	142,376	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	48,432	12,611	12,300	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	809,084	5,381	-	-	-	26	219,242
Total disbursements	809,084	53,813	154,987	12,300	-	26	219,242
Excess (deficiency) of receipts over disbursements	(118,389)	(4,491)	19,513	16,286	46,296	246,837	(4,368)
Cash and investments - ending	\$ 780,663	\$ 538	\$ 57,451	\$ 88,737	\$ 179,246	\$ 246,837	\$ 20,326

DEARBORN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	Auditor's Ineligible Deduction	93,563 Prosecutor ARRA Incentive	County Elected Officials Training	Cumulative Capital Development	Park Board Land Acquisition	Cumulative Bridge	Cumulative Building Courthouse
Cash and investments - beginning	\$ -	\$ 20,497	\$ -	\$ 1,044,918	\$ 212,777	\$ 2,178,449	\$ 2,100,153
Receipts:							
Taxes	-	-	-	381,917	-	842,241	399,622
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	2,373	-	25,234	2,483
Charges for services	13,548	-	1,778	-	-	219,475	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	1,179	30,767	33,819	17,247
Total receipts	13,548	-	1,778	385,469	30,767	1,120,769	419,352
Disbursements:							
Personal services	-	4,240	-	-	-	227,385	-
Supplies	-	-	-	-	-	184,358	52,582
Other services and charges	980	4,206	-	-	-	773,847	271,841
Capital outlay	-	-	-	249,112	-	4,975	35,935
Other disbursements	-	-	-	41	-	90	43
Total disbursements	980	8,446	-	249,153	-	1,190,655	360,401
Excess (deficiency) of receipts over disbursements	12,568	(8,446)	1,778	136,316	30,767	(69,886)	58,951
Cash and investments - ending	\$ 12,568	\$ 12,051	\$ 1,778	\$ 1,181,234	\$ 243,544	\$ 2,108,563	\$ 2,159,104

DEARBORN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	Health Insurance	Sheriff Pension Trust	Cities and Town Court Costs	Coroners Continuing Education	Clerk's Trust	Tax Sale Surplus	Tax Sale Redemption
Cash and investments - beginning	\$ 310,388	\$ 3,705,135	\$ 846	\$ 275	\$ 1,877,696	\$ 236,420	\$ 15,553
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	4,046	-	257,334	98,571
Fines and forfeits	-	-	10,725	-	6,028,833	-	-
Other receipts	3,610,773	535,392	-	-	-	-	210
Total receipts	<u>3,610,773</u>	<u>535,392</u>	<u>10,725</u>	<u>4,046</u>	<u>6,028,833</u>	<u>257,334</u>	<u>98,781</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	3,752	-	264,474	114,334
Capital outlay	-	-	-	-	-	-	-
Other disbursements	3,921,161	132,837	-	-	6,041,447	-	-
Total disbursements	<u>3,921,161</u>	<u>132,837</u>	<u>-</u>	<u>3,752</u>	<u>6,041,447</u>	<u>264,474</u>	<u>114,334</u>
Excess (deficiency) of receipts over disbursements	<u>(310,388)</u>	<u>402,555</u>	<u>10,725</u>	<u>294</u>	<u>(12,614)</u>	<u>(7,140)</u>	<u>(15,553)</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 4,107,690</u>	<u>\$ 11,571</u>	<u>\$ 569</u>	<u>\$ 1,865,082</u>	<u>\$ 229,280</u>	<u>\$ -</u>

DEARBORN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	Surplus Tax	Fines and Forefeitures	Disclosure Fees Due State	Overweight Vehicle Fines	Sheriff Cashbook	Infraction Judgements	Inheritance Tax
Cash and investments - beginning	\$ 4,420	\$ 522	\$ 390	\$ 4,651	\$ -	\$ 6,917	\$ 413,541
Receipts:							
Taxes	-	-	-	-	-	-	948,320
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	3,620	-	2,045,661	-	-
Fines and forfeits	-	5,389	-	80,664	-	126,817	-
Other receipts	98,255	-	-	-	-	-	5,315
Total receipts	<u>98,255</u>	<u>5,389</u>	<u>3,620</u>	<u>80,664</u>	<u>2,045,661</u>	<u>126,817</u>	<u>953,635</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	164	-
Other services and charges	92,000	5,661	3,335	72,733	-	114,247	1,015,878
Capital outlay	-	-	-	-	-	-	-
Other disbursements	9,824	-	35	-	2,045,661	-	-
Total disbursements	<u>101,824</u>	<u>5,661</u>	<u>3,370</u>	<u>72,733</u>	<u>2,045,661</u>	<u>114,411</u>	<u>1,015,878</u>
Excess (deficiency) of receipts over disbursements	<u>(3,569)</u>	<u>(272)</u>	<u>250</u>	<u>7,931</u>	<u>-</u>	<u>12,406</u>	<u>(62,243)</u>
Cash and investments - ending	<u>\$ 851</u>	<u>\$ 250</u>	<u>\$ 640</u>	<u>\$ 12,582</u>	<u>\$ -</u>	<u>\$ 19,323</u>	<u>\$ 351,298</u>

DEARBORN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	Sheriff Inmate Trust	Special Death Benefits	Education Plate Fee	Financial Institution Tax	Child Restraint Fees	C. O. I. T.	Mortgage Recording Fee Due State
Cash and investments - beginning	\$ -	\$ 190	\$ -	\$ -	\$ 125	\$ -	\$ 680
Receipts:							
Taxes	-	-	-	-	-	5,735,910	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	1,256	144,181	-	-	-
Charges for services	-	2,170	-	-	-	-	5,695
Fines and forfeits	-	-	-	-	1,200	-	-
Other receipts	17,220	-	-	-	-	-	-
Total receipts	17,220	2,170	1,256	144,181	1,200	5,735,910	5,695
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	2,025	1,256	144,181	1,201	5,735,910	5,175
Capital outlay	-	-	-	-	-	-	-
Other disbursements	17,220	-	-	-	-	-	-
Total disbursements	17,220	2,025	1,256	144,181	1,201	5,735,910	5,175
Excess (deficiency) of receipts over disbursements	-	145	-	-	(1)	-	520
Cash and investments - ending	<u>\$ -</u>	<u>\$ 335</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 124</u>	<u>\$ -</u>	<u>\$ 1,200</u>

DEARBORN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	Adult and Juvenile Compact Fee	Commercial Vehicle Excise Tax	Homestead Credit Rebate Fund	HEA 1001-2008 State Homestead Credit	DLGF Homestead Property Database	Tax Distribution	Corrections Users Fees
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ 2,572	\$ -	\$ -	\$ 92,584
Receipts:							
Taxes	-	-	-	193	-	38,400,921	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	121,445	-	-	-	2,694	-
Charges for services	-	-	-	-	22	-	-
Fines and forfeits	813	-	-	-	-	-	-
Other receipts	-	-	7,456	-	-	1,779,884	392,023
Total receipts	813	121,445	7,456	193	22	40,183,499	392,023
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	750	121,445	83	-	22	2,694	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	7,373	-	-	40,180,805	470,161
Total disbursements	750	121,445	7,456	-	22	40,183,499	470,161
Excess (deficiency) of receipts over disbursements	63	-	-	193	-	-	(78,138)
Cash and investments - ending	\$ 63	\$ -	\$ -	\$ 2,765	\$ -	\$ -	\$ 14,446

DEARBORN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	Treasurer Cashbook	Park and Recreation	Superior 2 Probation Administrative Fees	Donations for Dog Shelter	Special CrimesUnit/Seized Asset	Regional Sewer District	Dearborn County Veterans Transportation
Cash and investments - beginning	\$ 1,128,399	\$ 28,135	\$ (180)	\$ 118,262	\$ 91,816	\$ 577,491	\$ 18,403
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	6,000	-	-
Charges for services	-	-	-	-	100,000	-	10,000
Fines and forfeits	-	-	1,067	-	-	-	-
Other receipts	50,186,352	30,767	-	2,973	12,361	-	90,785
Total receipts	50,186,352	30,767	1,067	2,973	118,361	-	100,785
Disbursements:							
Personal services	-	-	-	-	25,395	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	121,115	119,621	118,828	93,407
Capital outlay	-	-	-	-	-	-	-
Other disbursements	49,773,029	-	887	-	3,565	-	209
Total disbursements	49,773,029	-	887	121,115	148,581	118,828	93,616
Excess (deficiency) of receipts over disbursements	413,323	30,767	180	(118,142)	(30,220)	(118,828)	7,169
Cash and investments - ending	\$ 1,541,722	\$ 58,902	\$ -	\$ 120	\$ 61,596	\$ 458,663	\$ 25,572

DEARBORN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	97.054 Civil Defense Cert E. M. A.	93.276 CASA Grant -	Dearborn Community Foundation	Jail Chemical Addiction Program	Convention Recreation and Visitors Promotion	Superior Probation 2 User Fees	16.575 Victim Support Service
Cash and investments - beginning	\$ 2,080	\$ (43,152)	\$ (1,884)	\$ 2,058	\$ 1,003,856	\$ 2,543	\$ (35,689)
Receipts:							
Taxes	-	-	-	-	417,969	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	137,722	-	-	727,041	-	80,809
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	1,670	-
Other receipts	-	1,099	1,902	20,381	-	-	-
Total receipts	-	138,821	1,902	20,381	1,145,010	1,670	80,809
Disbursements:							
Personal services	-	-	-	-	-	-	70,924
Supplies	-	-	-	-	-	-	-
Other services and charges	-	94,771	-	5,381	836,336	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	899	-	15,000	5,315	4,213	-
Total disbursements	-	95,670	-	20,381	841,651	4,213	70,924
Excess (deficiency) of receipts over disbursements	-	43,151	1,902	-	303,359	(2,543)	9,885
Cash and investments - ending	\$ 2,080	\$ (1)	\$ 18	\$ 2,058	\$ 1,307,215	\$ -	\$ (25,804)

DEARBORN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	DOC Grant 2nd Year	Transfer Fees - Plat Maintenance	Co Law Enforcement Continuing Education	Health Department Donation	Juvenile Center Donation	Animal Care and Donation	Mobil Command and Equipment
Cash and investments - beginning	\$ 207	\$ 78,342	\$ 4,346	\$ 22,745	\$ 1,042	\$ 48,721	\$ 3
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	272,934	8,685	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	4,399	23,473	1,142	70,744	-
Total receipts	272,934	8,685	4,399	23,473	1,142	70,744	-
Disbursements:							
Personal services	165,844	-	-	2,115	-	25,459	-
Supplies	3,466	-	-	-	-	-	-
Other services and charges	74,383	-	6,275	15,634	962	50,657	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	243,693	-	6,275	17,749	962	76,116	-
Excess (deficiency) of receipts over disbursements	29,241	8,685	(1,876)	5,724	180	(5,372)	-
Cash and investments - ending	\$ 29,448	\$ 87,027	\$ 2,470	\$ 28,469	\$ 1,222	\$ 43,349	\$ 3

DEARBORN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	Operation Pullover/Seatbelt	Bio-Terrorism Grant	Court Interpreter Grant	10.200 PUSH Partners	County Farm	97.073 2009 Homeland Security	County Highway Special Projects
Cash and investments - beginning	\$ 626	\$ 12,285	\$ 4,448	\$ 14,921	\$ 59,364	\$ -	\$ 29,288
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	969	-	1,511	-	-	26,524	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	5,869	-	3,531
Total receipts	969	-	1,511	-	5,869	26,524	3,531
Disbursements:							
Personal services	1,042	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	1,661	3,382	495	-	26,524	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	1,042	1,661	3,382	495	-	26,524	-
Excess (deficiency) of receipts over disbursements	(73)	(1,661)	(1,871)	(495)	5,869	-	3,531
Cash and investments - ending	\$ 553	\$ 10,624	\$ 2,577	\$ 14,426	\$ 65,233	\$ -	\$ 32,819

DEARBORN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	16.804 Hwy Drug Interdiction	Sheriff Work Release Fund	Soil & Water Executive	Riverboat Admissions	Community Corrections Users Fee	93.069 Public Health Coordinator	Cumulative Reassessment
Cash and investments - beginning	\$ (1,465)	\$ (309)	\$ 13,626	\$ 5,035,809	\$ 235,147	\$ 407	\$ 418,916
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	5,525	-	-	7,270,477	-	16,282	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	17,468	-	-	446,573	-	-
Other receipts	-	70	57,500	25,092	1,850	7,220	109
Total receipts	<u>5,525</u>	<u>17,538</u>	<u>57,500</u>	<u>7,295,569</u>	<u>448,423</u>	<u>23,502</u>	<u>109</u>
Disbursements:							
Personal services	1,284	-	60,773	-	134,684	345	3,000
Supplies	-	-	-	-	-	-	4,717
Other services and charges	485	16,271	-	2,516,755	215,900	21,150	120,069
Capital outlay	-	-	-	-	-	-	3,941
Other disbursements	<u>3,575</u>	<u>-</u>	<u>-</u>	<u>4,216,877</u>	<u>9,664</u>	<u>-</u>	<u>-</u>
Total disbursements	<u>5,344</u>	<u>16,271</u>	<u>60,773</u>	<u>6,733,632</u>	<u>360,248</u>	<u>21,495</u>	<u>131,727</u>
Excess (deficiency) of receipts over disbursements	<u>181</u>	<u>1,267</u>	<u>(3,273)</u>	<u>561,937</u>	<u>88,175</u>	<u>2,007</u>	<u>(131,618)</u>
Cash and investments - ending	<u>\$ (1,284)</u>	<u>\$ 958</u>	<u>\$ 10,353</u>	<u>\$ 5,597,746</u>	<u>\$ 323,322</u>	<u>\$ 2,414</u>	<u>\$ 287,298</u>

DEARBORN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	Dearborn County Juvenile Users Fee	16.523 JABG Grant	14.228 Indiana Housing Grant	Regional Sewer District Fund II	Regional Sewer Development	Sewer Assessment	16.523 JAIBG Grant
Cash and investments - beginning	\$ 31,715	\$ (60)	\$ -	\$ 17,497	\$ 3,718,571	\$ -	\$ (1,127)
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	147,646	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	6,119	-	-	-	-	-	-
Other receipts	19,997	-	-	37,415	-	66,161	-
Total receipts	26,116	-	147,646	37,415	-	66,161	-
Disbursements:							
Personal services	14,202	-	-	21,457	-	-	-
Supplies	-	-	-	838	-	-	-
Other services and charges	-	-	147,646	14,980	762,363	66,161	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	37,415	-	-
Total disbursements	14,202	-	147,646	37,275	799,778	66,161	-
Excess (deficiency) of receipts over disbursements	11,914	-	-	140	(799,778)	-	-
Cash and investments - ending	\$ 43,629	\$ (60)	\$ -	\$ 17,637	\$ 2,918,793	\$ -	\$ (1,127)

DEARBORN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	93.069 H1N1 Grant	Special Crimes Federal Forfeiture	97.073 ST Homeland Security	16.804 Recovery Act Justice	16.803 Byrne Justice Assistance	97.056 Maritime Truck and Dock	97.056 AIS Equipment Grant
Cash and investments - beginning	\$ 4,065	\$ 24,232	\$ (2,001)	\$ (12,454)	\$ (44)	\$ -	\$ (3,311)
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	72,202	-	353,118	6,616	54,173	59,030	3,311
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	80	3,302	-	-	2,710	-	-
Total receipts	<u>72,282</u>	<u>3,302</u>	<u>353,118</u>	<u>6,616</u>	<u>56,883</u>	<u>59,030</u>	<u>3,311</u>
Disbursements:							
Personal services	-	-	-	-	58,665	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	68,698	18,417	371,505	-	10,481	59,030	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	7,211	67	-	-	17,303	-	-
Total disbursements	<u>75,909</u>	<u>18,484</u>	<u>371,505</u>	<u>-</u>	<u>86,449</u>	<u>59,030</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(3,627)</u>	<u>(15,182)</u>	<u>(18,387)</u>	<u>6,616</u>	<u>(29,566)</u>	<u>-</u>	<u>3,311</u>
Cash and investments - ending	<u>\$ 438</u>	<u>\$ 9,050</u>	<u>\$ (20,388)</u>	<u>\$ (5,838)</u>	<u>\$ (29,610)</u>	<u>\$ -</u>	<u>\$ -</u>

DEARBORN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	93.268 Immunization Program	93.089 Medical Reserve Corps	Court Reform Grant	Adult Protective Service	Petsmart Grant - Animal Control	GIS/CAD Mapping Grant	CASA Grant Superior Court 2
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ (29,171)	\$ 74	\$ -	\$ 190
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	4,813	4,999	30,000	-	-	5,000	-
Charges for services	-	-	-	81,369	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	4,813	4,999	30,000	81,369	-	5,000	-
Disbursements:							
Personal services	-	-	-	88,098	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	4,999	15,600	-	-	-	190
Capital outlay	-	-	-	-	-	-	-
Other disbursements	4,813	-	-	-	-	-	-
Total disbursements	4,813	4,999	15,600	88,098	-	-	190
Excess (deficiency) of receipts over disbursements	-	-	14,400	(6,729)	-	5,000	(190)
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,400</u>	<u>\$ (35,900)</u>	<u>\$ 74</u>	<u>\$ 5,000</u>	<u>\$ -</u>

DEARBORN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	LEC Inmate Education Grant	Transportation Linkage	Accident Reconstruction	Project Safe Direction	Special Court II/PSEG	Superior 2 Program Account	16.592 Local Law Enforcement
Cash and investments - beginning	\$ 8,129	\$ -	\$ 428	\$ 849	\$ (925)	\$ 133	\$ (1,028)
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	105,182	-	6,500	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	925	-	-
Total receipts	-	105,182	-	6,500	925	-	-
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	3,975	-	-	-
Other services and charges	50	105,182	-	-	-	133	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	846	-	-	-	-	-	-
Total disbursements	896	105,182	-	3,975	-	133	-
Excess (deficiency) of receipts over disbursements	(896)	-	-	2,525	925	(133)	-
Cash and investments - ending	\$ 7,233	\$ -	\$ 428	\$ 3,374	\$ -	\$ -	\$ (1,028)

DEARBORN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	97.073 Law Enforcement Terrorism Prevention	County Sex and Violent Offender Fees	Circuit Court Supplemental Attorney Fees	MVHA Substitute (147 Bitu)	Growth and Development	Community Transition Program	Bail and Pretrial Superior Court 1
Cash and investments - beginning	\$ 2,000	\$ 8,764	\$ 91,623	\$ 1,746,884	\$ 5,862,130	\$ 6,893	\$ 171,238
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	49,594	-	-	-	-	-	-
Charges for services	-	4,150	-	24,141	-	17,405	-
Fines and forfeits	-	-	8,566	-	-	-	24,250
Other receipts	-	-	-	1,454,896	1,345,038	6,900	-
Total receipts	<u>49,594</u>	<u>4,150</u>	<u>8,566</u>	<u>1,479,037</u>	<u>1,345,038</u>	<u>24,305</u>	<u>24,250</u>
Disbursements:							
Personal services	-	-	-	-	-	-	31,638
Supplies	-	-	-	836,631	-	-	3,061
Other services and charges	49,594	-	-	279,996	-	31,198	155
Capital outlay	-	-	-	224,944	-	-	12,725
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>49,594</u>	<u>-</u>	<u>-</u>	<u>1,341,571</u>	<u>-</u>	<u>31,198</u>	<u>47,579</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>4,150</u>	<u>8,566</u>	<u>137,466</u>	<u>1,345,038</u>	<u>(6,893)</u>	<u>(23,329)</u>
Cash and investments - ending	<u>\$ 2,000</u>	<u>\$ 12,914</u>	<u>\$ 100,189</u>	<u>\$ 1,884,350</u>	<u>\$ 7,207,168</u>	<u>\$ -</u>	<u>\$ 147,909</u>

DEARBORN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	Bail and Pretrial Superior Court 2	14.228 Child Advocacy Center	Superior Court Probation Administration	TIF St Leon Kelso Township	TIF St Leon Harrison Township	Sheriff Color Guard	K-9 Donations
Cash and investments - beginning	\$ 46,584	\$ 19,002	\$ 15,815	\$ 28,611	\$ 19,168	\$ 150	\$ -
Receipts:							
Taxes	-	-	-	1,520	18,853	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	6,296	-	-	-	-	-
Charges for services	-	-	-	-	-	200	275
Fines and forfeits	25,430	-	48,984	-	-	-	-
Other receipts	-	-	887	10,172	-	-	363
Total receipts	25,430	6,296	49,871	11,692	18,853	200	638
Disbursements:							
Personal services	4,872	-	36,357	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	14,103	25,298	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	10,172	-	-
Total disbursements	18,975	25,298	36,357	-	10,172	-	-
Excess (deficiency) of receipts over disbursements	6,455	(19,002)	13,514	11,692	8,681	200	638
Cash and investments - ending	\$ 53,039	\$ -	\$ 29,329	\$ 40,303	\$ 27,849	\$ 350	\$ 638

DEARBORN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	Superior Court Adult Probation Users	Adult Probation Users Fund	Juvenile Probation Users	Police Pension	Historic Structures Grant	TIF West Harrison	97.073 District Council Plan
Cash and investments - beginning	\$ 338,978	\$ 36,154	\$ 15,956	\$ -	\$ 30	\$ 107,382	\$ -
Receipts:							
Taxes	-	-	-	-	-	7,372	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	26,670
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	135,644	33,413	11,929	-	-	-	-
Other receipts	4,248	643	-	44,882	-	-	-
Total receipts	<u>139,892</u>	<u>34,056</u>	<u>11,929</u>	<u>44,882</u>	<u>-</u>	<u>7,372</u>	<u>26,670</u>
Disbursements:							
Personal services	60,769	25,887	17,574	-	-	-	-
Supplies	3,061	872	-	-	-	-	-
Other services and charges	23,451	3,395	2,343	-	-	1,795	26,670
Capital outlay	7,000	-	-	-	-	-	-
Other disbursements	78,428	-	-	44,882	30	-	-
Total disbursements	<u>172,709</u>	<u>30,154</u>	<u>19,917</u>	<u>44,882</u>	<u>30</u>	<u>1,795</u>	<u>26,670</u>
Excess (deficiency) of receipts over disbursements	<u>(32,817)</u>	<u>3,902</u>	<u>(7,988)</u>	<u>-</u>	<u>(30)</u>	<u>5,577</u>	<u>-</u>
Cash and investments - ending	<u>\$ 306,161</u>	<u>\$ 40,056</u>	<u>\$ 7,968</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 112,959</u>	<u>\$ -</u>

DEARBORN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	County Offender Transportation	GIS Records Perpetuation Fund	Paperless Document Management	Safe Directions Young Adults	Crime Scene Response Vehicle	Highway Salt Bin	Interview Room Grant
Cash and investments - beginning	\$ -	\$ -	\$ 3,127	\$ 44	\$ 133	\$ 100,000	\$ 5,000
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	659	-	-	-	-	-
Fines and forfeits	363	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	363	659	-	-	-	-	-
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	20	-	-	-	100,000	5,000
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	-	20	-	-	-	100,000	5,000
Excess (deficiency) of receipts over disbursements	363	639	-	-	-	(100,000)	(5,000)
Cash and investments - ending	<u>\$ 363</u>	<u>\$ 639</u>	<u>\$ 3,127</u>	<u>\$ 44</u>	<u>\$ 133</u>	<u>\$ -</u>	<u>\$ -</u>

DEARBORN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	Community Foundation JCAP	WEW Grant	CASA Drug Testing Grant	In Car Camera Grant	Project Safe Direction Juvenile	Extension Office Copier Grant	Radar Speed Trailer Grant
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ 52	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	88,000	1,000	13,000	100,000	-	9,528	7,790
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	2,006
Total receipts	88,000	1,000	13,000	100,000	-	9,528	9,796
Disbursements:							
Personal services	37,681	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	236	9,720	96,396	-	9,528	9,796
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	3,280	-	-	-	-
Total disbursements	37,681	236	13,000	96,396	-	9,528	9,796
Excess (deficiency) of receipts over disbursements	50,319	764	-	3,604	-	-	-
Cash and investments - ending	<u>\$ 50,319</u>	<u>\$ 764</u>	<u>\$ -</u>	<u>\$ 3,604</u>	<u>\$ 52</u>	<u>\$ -</u>	<u>\$ -</u>

DEARBORN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	Fire and EMS Study Grant	Local Emergency Plan Comm	Supplemental Attorney Fee Superior Court 2	Riverboat Savings	Jail Bond Redemption	Health Insurance Surplus	Police Pension - Clerk Fee
Cash and investments - beginning	\$ -	\$ 32,410	\$ -	\$ 18,587,603	\$ 400,212	\$ 1,945,110	\$ -
Receipts:							
Taxes	-	-	-	-	5,058	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	58,500	4,395	-	-	31	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	24,058	-	-	-	21,045
Other receipts	-	-	-	1,404,573	26,872	310,388	-
Total receipts	<u>58,500</u>	<u>4,395</u>	<u>24,058</u>	<u>1,404,573</u>	<u>31,961</u>	<u>310,388</u>	<u>21,045</u>
Disbursements:							
Personal services	-	820	-	-	-	-	21,045
Supplies	-	-	-	-	-	-	-
Other services and charges	19,200	1,362	24,058	-	404,250	-	-
Capital outlay	-	-	-	1,121,222	-	-	-
Other disbursements	-	-	-	13,576	1	164,260	-
Total disbursements	<u>19,200</u>	<u>2,182</u>	<u>24,058</u>	<u>1,134,798</u>	<u>404,251</u>	<u>164,260</u>	<u>21,045</u>
Excess (deficiency) of receipts over disbursements	<u>39,300</u>	<u>2,213</u>	<u>-</u>	<u>269,775</u>	<u>(372,290)</u>	<u>146,128</u>	<u>-</u>
Cash and investments - ending	<u>\$ 39,300</u>	<u>\$ 34,623</u>	<u>\$ -</u>	<u>\$ 18,857,378</u>	<u>\$ 27,922</u>	<u>\$ 2,091,238</u>	<u>\$ -</u>

DEARBORN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	Payroll	Voluntary PERF	PERF	Federal Income Tax	State Income Tax	County Option Income Tax	Aflac
Cash and investments - beginning	\$ 2,671	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	225	48,003	260,581	1,232,069	350,369	67,801	80,973
Total receipts	225	48,003	260,581	1,232,069	350,369	67,801	80,973
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	225	48,003	260,581	1,232,069	350,369	67,801	80,973
Total disbursements	225	48,003	260,581	1,232,069	350,369	67,801	80,973
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	-	-
Cash and investments - ending	\$ 2,671	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

DEARBORN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	Garnishment	Dental	IN Deferred - Great West	Boston Mutual	Prepaid legal services	United Fund	Bond Forfeiture
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ 11	\$ -	\$ -	\$ 1,000
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	76,097	81,334	50,520	40,109	1,850	1,480	24,670
Total receipts	76,097	81,334	50,520	40,109	1,850	1,480	24,670
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	24,670
Capital outlay	-	-	-	-	-	-	-
Other disbursements	76,097	81,334	50,520	40,109	1,850	1,480	-
Total disbursements	76,097	81,334	50,520	40,109	1,850	1,480	24,670
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	-	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ 11	\$ -	\$ -	\$ 1,000

DEARBORN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	Commissioner's Tax Sale	FICA	Cell Tower Escrow	EyeMed	State Share of Delinquent Tax/Penalty	Superior Court Adult Probation	Totals
Cash and investments - beginning	\$ 10,110	\$ -	\$ 45,575	\$ -	\$ -	\$ 9,899	\$ 62,941,812
Receipts:							
Taxes	-	-	-	-	104	-	57,604,270
Licenses and permits	-	-	-	-	-	-	96,813
Intergovernmental	-	-	-	-	-	-	18,703,555
Charges for services	-	-	-	-	-	-	5,329,628
Fines and forfeits	-	-	-	-	-	-	7,589,003
Other receipts	-	614,014	-	8,321	-	-	67,127,724
Total receipts	-	614,014	-	8,321	104	-	156,450,993
Disbursements:							
Personal services	-	-	-	-	-	-	15,924,906
Supplies	-	-	-	-	-	-	2,032,792
Other services and charges	9,703	-	3,200	-	104	-	21,397,029
Capital outlay	-	-	-	-	-	-	1,697,570
Other disbursements	-	614,014	-	8,321	-	9,899	112,184,797
Total disbursements	9,703	614,014	3,200	8,321	104	9,899	153,237,094
Excess (deficiency) of receipts over disbursements	(9,703)	-	(3,200)	-	-	(9,899)	3,213,899
Cash and investments - ending	\$ 407	\$ -	\$ 42,375	\$ -	\$ -	\$ -	\$ 66,155,711

DEARBORN COUNTY
OTHER REPORTS

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

County Auditor
County Council

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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 THAT COULD
HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND INTERNAL
CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

TO: THE OFFICIALS OF DEARBORN COUNTY, INDIANA

Compliance

We have audited the compliance of the Dearborn 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, 2011. 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 other major federal programs for the year ended December 31, 2011. 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 2011-3.

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 THAT COULD
HAVE A DIRECT AND MATERIAL EFFECT ON 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 2011-3. 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, Board of County Commissioners, others within the entity, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. In accordance with Indiana Code 5-11-5-1, this report is a part of the public records of the State Board of Accounts and of the office examined.

STATE BOARD OF ACCOUNTS

July 3, 2012

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

The Schedule of Expenditures of Federal Awards and accompanying notes presented were approved by management of the County. The schedule and notes are presented as intended by the County.

DEARBORN COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended December 31, 2011

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 the Indiana Housing and Community Development Authority CDBG - State Administered CDBG Cluster Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	14.228	HD-009-024	\$ 147,646
Pass-Through Indiana Lieutenant Governor's Office CDBG - State Administered CDBG Cluster Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	14.228	CF-06-502	25,298
Total for cluster			<u>172,944</u>
Total for federal grantor agency			<u>172,944</u>
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Direct grant			
JAG Program Cluster ARRA - Edward Byrne Memorial Justice Assistance Grant(JAG) Program/ Grants to Units of Local Government	16.804	2009-DJ-BX-0541	5,344
Pass-Through the Indiana Criminal Justice Institute JAG Program Cluster ARRA - Edward Byrne Memorial Justice Assistance Grant (JAG) Program/ Grants to States and Territories	16.803	09-JRA-005	86,449
Total for cluster			<u>91,793</u>
Crime Victim Assistance	16.575	09VAPR231	70,924
Total for federal grantor agency			<u>162,717</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Direct grant			
Drug Free Communities Support Program Grants	93.276	5H79SP13758-01	95,670
Pass-Through the Indiana State Department of Health Public Health Emergency Preparedness	93.069	BPRS 114-2 H1N1 114-71	21,495 <u>68,698</u>
Total for program			<u>90,193</u>
Emergency System for Advance Registration of Volunteer Health Professionals	93.089	BHP 114-1	4,999
Immunization Cluster Immunization Grants	93.268	114-4	4,812
Total for cluster			<u>4,812</u>
Pass-Through the Indiana Department of Child Services Child Support Enforcement Clerk Expenditures Prosecuting Attorney Expenditures Collections Incentives Indirect Costs	93.563	2011 2011 2011 2011	57,118 197,884 150,878 44,241 <u>450,121</u>
Total for program			<u>450,121</u>
Pass-Through the Indiana Supreme Court Children's Justice Grants to States	93.643	2011	36,170
Total for federal grantor agency			<u>681,965</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Direct grant			
Port Security Grant Program	97.056	2008-GB-T8-K082 2009-PU-T9-K016	3,311 <u>59,030</u>
Total for program			<u>62,341</u>
Pass-Through the Indiana Department of Homeland Security Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	FEMA-1997-DR-IN	21,672
Emergency Management Performance Grants	97.042	C44P-1-304A	39,130
Homeland Security Cluster State Homeland Security Program (SHSP)	97.073	C44P-0-201A C44P-0-072A C44P-1-004A C44P-0-371A C44P-1-103A C44P-1-399A	323,929 16,655 26,525 26,670 3,750 19,249 <u>416,778</u>
Total for cluster			<u>416,778</u>
Total for federal grantor agency			<u>539,921</u>
Total federal awards expended			<u>\$ 1,557,547</u>

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

DEARBORN 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 Dearborn 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, 2011:

Program Title	Federal CFDA Number	2011
Community Development Block Grants/State's Program	14.228	\$ <u>147,646</u>

DEARBORN COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statement:

Type of auditor's report issued:	Unqualified
Internal control over financial reporting:	
Material weaknesses identified?	yes
Significant deficiencies identified?	no
Noncompliance material to financial statement noted?	yes

Federal Awards:

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

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
93.563	Child Support Enforcement Homeland Security Cluster

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 2011-1 - CERTIFICATION FOR TIME WORKED AND PAID DAYS OFF

The Payroll Schedule and Voucher (Form 99) was not in use. The County office holders and department heads used a non-approved payroll form titled "Attendance Worksheet" (payroll worksheet) to submit their employees' time worked and/or time off to the County Auditor. The payroll worksheet was used as the basis for processing payroll checks. Time worked (days or hours) and paid time off (i.e. vacation or sick) were not reported properly on the payroll worksheet. The payroll worksheet reported the total number of days or hours being compensated (i.e. 10 days or 80 hours) for the pay period. The payroll worksheet did not provide a separate reporting of hours worked and paid time off. The detail of days or hours worked and paid days or hours off are maintained by the individual office holders or department holders.

DEARBORN COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

The Payroll Schedule and Voucher (Form 99), a prescribed form, requires the elected office holder and/or head of the department to separately report the time worked and the time off during the payroll period for each employee under their supervision. The information is required to establish the validity of payroll payments made and is an integral part of the County's internal controls over payroll payments.

Indiana Code 5-11-9-2 states in part: ". . . all accounts or vouchers of any political subdivision of the state for personal services of officers and employees shall be made in such form as may be prescribed by the state board of accounts."

Governmental units should have 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. (Accounting and Uniform Compliance Guidelines Manual for County Auditor's, Chapter 14)

Officials and employees are required to use State Board of Accounts prescribed or approved forms in the manner prescribed. (Accounting and Uniform Compliance Guidelines Manual for County Auditor's, Chapter 14)

Failure to properly report time worked and/or paid off could result in the County paying employees for days or hours not actually worked or for unauthorized time off. We recommended the County implement a system to properly report the actual time worked or time off for each County employee on the prescribed payroll form.

FINDING 2011-2 - PAYROLL TIME WORKED CERTIFIED IN ADVANCE

As discussed in the comment titled "Certification for Time Worked and Paid Days Off", Attendance Worksheets (payroll worksheet) were used by elected officials and department heads to submit their employees' time worked and paid time off to the County Auditor. The worksheet was used as the basis for processing payroll checks.

A review of the payroll worksheets showed office holders and department heads were submitting the worksheets up to ten days prior to the end of the pay period. As a result, office holders and/or department heads were certifying and dating the payroll worksheets prior to having documentation and knowledge of an employee's time work and time off status.

The Payroll Schedule and Voucher (Form 99), a prescribed form, requires the elected office holder and/or head of the department to certify that each employee had performed the services during the entire payroll period. The information is required to establish the validity of payroll payments made and is an integral part of the County's internal controls over payroll payments.

Indiana Code 5-11-9-2 states in part: ". . . all accounts or vouchers of any political subdivision of the state for personal services of officers and employees shall be made in such form as may be prescribed by the state board of accounts."

Governmental units should have 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. (Accounting and Uniform Compliance Guidelines Manual for County Auditor's, Chapter 14)

DEARBORN COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Officials and employees are required to use State Board of Accounts prescribed or approved forms in the manner prescribed. (Accounting and Uniform Compliance Guidelines Manual for County Auditor's, Chapter 14)

Failure to properly certify time worked and/or paid time off could result in the County paying employees for days or hours not actually worked or for unauthorized time off. We recommended the County implement a system for County office holders and department heads to properly certify the actual time worked or time off for each County employee to the County Auditor at the end of each payroll period.

Section III – Federal Award Findings and Questioned Costs

FINDING 2011-3 - SPECIAL TESTS AND PROVISIONS - ACCOUNTING SYSTEM WEAKNESSES

Federal Agency: U.S. Department of Health and Human Services
Federal Program: Child Support Enforcement
CFDA Number: 93.563
Federal Award Number: 2011
Pass-Through Entity: Indiana Department of Child Services

Dearborn 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 2011. The following deficiency was identified:

We noted instances in which the child support balances per the ISETS system were inaccurate when compared to balances calculated per the hard copy case files. The errors are currently being corrected on a case-by-case basis as they are identified.

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

OMB Circular A-133 section.300 (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 internal controls are established to ensure that all subaccount balances are researched and corrected in a timely manner.



F. AARON NEGANGARD
Prosecuting Attorney

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7th Judicial Circuit
Dearborn and Ohio Counties
Courthouse
215 West High Street
Lawrenceburg, Indiana 47025

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Finding Number 2010-1

Original SBA Audit Report Number:	B39091
<u>Fiscal Year</u>	2010
Auditee Contact Person	<u>F. Aaron Negangard</u>
Title of Contact Person	<u>Prosecuting Attorney</u>
Phone Number	<u>812-537-8884</u>
Status of Finding:	

To Whom It May Concern:

As indicated in prior correspondence, improvements to the ISETS System are being sought to increase our ability to correct any errors. Currently, errors are being corrected on a case by case basis.

We are considering assigning a person to do a complete audit of all active cases. It will take time to complete this project.

Thank you for your time. If you have any questions, I would be more than happy to assist.

DATE: 6/4/2012


F. Aaron Negangard



DEARBORN COUNTY AUDITOR

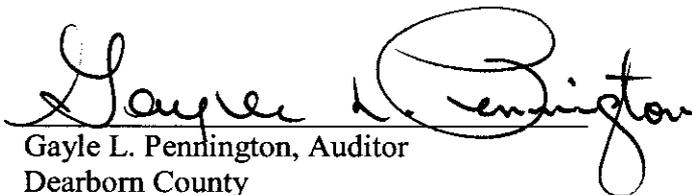
Gayle L Pennington
215-B West High Street
Lawrenceburg, IN 47025
Office: 812-537-8816
Fax: 812-537-5534

To: Indiana State Board of Accounts

Finding #2011-001: Certification For Time Worked And Paid Days Off.

Contact Person: Gayle L. Pennington
Title: County Auditor
Phone Number: (812) 537-8807
Expected Completion Date: As soon as possible

It is our intent to present a revised time sheet to the State Board of Accounts for approval. The revised document is in the process of being programmed by our financial software company. Once submitted and approved by SBOA we will be compliant for the remainder of 2012 forward.


Gayle L. Pennington, Auditor
Dearborn County

Date: July 3, 2012



DEARBORN COUNTY AUDITOR

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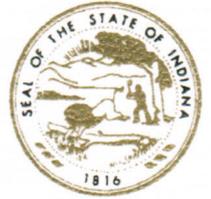
Finding #2011-002: Payroll Time Worked Certified in Advance.

Contact Person: Gayle L. Pennington
Title: County Auditor
Phone Number: (812) 537-8807
Expected Completion Date: As soon as possible

It is our intent to present a revised payroll schedule to the County Commissioners. Once the new schedule is in place we will be compliant for the remainder of 2012 forward.

Gayle L. Pennington, Auditor
Dearborn County

Date: July 3, 2012



F. AARON NEGANGARD
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Dearborn and Ohio Counties
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215 West High Street
Lawrenceburg, Indiana 47025

June 4, 2012

To: Indiana State Board of Accounts

Corrective Action Plan Concerning

Finding No. 2011-3 Accounting System Weaknesses

Contact Person: F. Aaron Negangard
Title: Prosecuting Attorney, 7th Judicial Circuit
Phone Number: (812) 537-8884
Expected Completion Date: As soon as possible

It is our position the accounting system weaknesses are a result of the outdated ISETS System. This system is still in the process of being updated and we expect that process to last several years. Currently, errors are being corrected on a case by case basis.



F. Aaron Negangard
Prosecuting Attorney

Date: 6/4/2012

DEARBORN COUNTY
EXIT CONFERENCE

The contents of this report were discussed on July 3, 2012, with Gayle L. Pennington, Auditor; Dennis A. Kraus, Sr., President of the County Council; and Jeffery Hughes, President of the Board of County Commissioners.