

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

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



**FILED**  
08/24/2012



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### SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Phyllis Orman	01-01-09 to 12-31-12
Treasurer	Wendy Farley	01-01-09 to 12-31-12
Clerk	Florinda Pruitt	01-01-11 to 12-31-14
Sheriff	Robert Spence	01-01-11 to 12-31-14
Recorder	Lori Porter	01-01-11 to 12-31-14
President of the Board of County Commissioners	Tim J. Wilson	01-01-11 to 12-31-12
President of the County Council	Michael A. Carty	01-01-11 to 12-31-12



**STATE OF INDIANA**  
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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF VERMILLION COUNTY, INDIANA

We have audited the accompanying financial statement of Vermillion 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 August 9, 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 is the responsibility of management and was derived from and relates directly to the underlying

INDEPENDENT AUDITOR'S REPORT  
(Continued)

accounting and other reports used to prepare the financial statement. The information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated, in all material respects, in relation to the financial statement taken as a whole.

Included in the financial statement are the receipts and disbursements activity from emergency telephone system fees (IC 36-8-16) and enhanced wireless emergency telephone fees (IC 36-8-16.5). In accordance with Indiana Code 36-8-16-14 and Indiana Code 36-8-16.5-41 these fees have been subject to an annual audit performed by the State Board of Accounts and, in our opinion, are fairly stated, in all material respects, in relation to the financial statement taken as a whole.

Our audit was conducted for the purpose of forming an opinion on the County's financial statement. The Combining Schedule of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis, Schedule of Payables and Receivables, and Schedule of Capital Assets, as listed in the Table of Contents, are presented for additional analysis and are not required parts of the financial statement. They have not been subjected to the auditing procedures applied by us in the audit of the financial statement and, accordingly, we express no opinion on them.

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

STATE BOARD OF ACCOUNTS

August 9, 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 VERMILLION COUNTY, INDIANA

We have audited the financial statement of Vermillion County (County), for the year ended December 31, 2011, and have issued our report thereon dated August 9, 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

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statement will not be prevented or detected and corrected on a timely basis.

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

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE  
AND OTHER MATTERS BASED ON AN AUDIT OF 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 no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

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

August 9, 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.

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

Fund	Cash and Investments 01-01-11	Receipts	Disbursements	Cash and Investments 12-31-11
General Fund	\$ 5,291,201	\$ 6,547,684	\$ 5,682,507	\$ 6,156,378
Local Road & Street	99,563	133,491	143,481	89,573
Accident and Report Fund	2,101	200	346	1,955
Firearms Training Fund	17,703	5,450	3,155	19,998
County Non-Reverting Park	101,668	6,249	-	107,917
County Health	282,503	146,179	121,657	307,025
Law Enforcement Continuing Edu	14,748	2,359	40	17,067
Clerk Record Perpetuation	7,037	4,860	5,724	6,173
Unsafe Building Fund	7,437	554	-	7,991
Countermeasure	2,275	18,678	9,000	11,953
District Drainage Maintenance	132,377	2,843	49,115	86,105
LCL Emerg Plan Right to Know	12,467	7,315	4,797	14,985
Prosecutor Child Supp Incentiv	2	22,589	-	22,591
County Extradition Fund	17,118	-	-	17,118
Juvenile Probation Users Fee	73,952	8,688	1,206	81,434
Adult Probation Users Fee	123,749	71,790	56,427	139,112
Recorder's Copy Perpetuation	53,173	19,735	19,170	53,738
Users Fee Fund	64,602	10,991	2,802	72,791
County Covered Bridge	25,424	5,550	-	30,974
Local Health Maintenance	48,357	33,390	25,281	56,466
Pre-Trial Diversion	99,185	74,113	64,744	108,554
GAL/CASA	5,225	-	-	5,225
County Misdemeanant Fund	45,495	14,050	13,256	46,289
Surveyor's Corner Perp Fund	55,398	3,015	-	58,413
Cost of Tax Sale Fund	52,761	35,962	25,297	63,426
Rainy Day Fund	3,271,841	337,830	-	3,609,671
Assessment Train Fund Sdf	4,130	1,405	-	5,535
LHD Trust Fund	36,468	15,420	6,527	45,361
County Health Vaccine Fund	7,463	3,752	1,371	9,844
Excess Levy Fund	50,214	293	15,434	35,073
Id Security Protection Fund	11,442	2,719	263	13,898
E911 Wireless	105,805	73,995	13,552	166,248
Clerk Child Supp. Incentive	3,771	13,003	6,526	10,248
Buy Money	635	-	500	135
Cumulative Reassessment	2,159,575	69,995	210,538	2,019,032
Cumulative Reassessment-2015	-	45,117	-	45,117
Recorder Trust	123	55,006	55,027	102
Clerk ARRA	-	2,012	-	2,012
County General ARRA	23,826	65,220	-	89,046
Elected Official Training Fund	-	533	-	533
Cumulative Cap Development	881,624	187,877	108,603	960,898
Cumulative Bridge	894,969	460,956	340,191	1,015,734
Cumulative Jail	56,816	993	-	57,809
Excess Cedit	-	-	-	-
Sheriff Pension	946,666	85,567	74,480	957,753
Principal Congressional	3,202	-	-	3,202
City and Town Court Costs	57,440	3,159	-	60,599
Coroners Cont Ed	110	1,994	1,768	336
Interest Congressional	56,713	315	4,188	52,840
Clerk Trust	176,214	1,392,781	1,341,729	227,266
Tax Sale Surplus	151,812	21,216	39,851	133,177
Tax Sale Redemption	265	139,794	127,378	12,681
Surplus Tax	285,505	51,675	262,363	74,817
Fines And Forfeitures	844	5,037	5,442	439
State Sales Disclosure Fee	165	1,405	1,440	130
Clinton City Sewage Collection	402	-	-	402
Overweight Vehicles Fines	50	99	148	1
Sheriff's Trust	150	282,040	282,040	150
Infraction Judgement	1,659	21,206	21,607	1,258
Inheritance Tax	152,149	286,229	379,172	59,206
Inmate trust	1,030	74,336	72,728	2,638
Special Death Fee/Bonds-St	125	1,665	1,650	140
Education Plate Fee Fund	-	581	581	-

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

VERMILLION 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
Financial Inst. Franchise Tax	-	55,854	55,854	-
Campaign Fin Enforcement	210	-	-	210
Verm Co Victims Assistance	924	9,881	-	10,805
Wheel Tax/Surtax	-	236,536	234,816	1,720
Mortgage Fee Fund	240	1,098	1,118	220
Child Restraint System Fines	125	1,225	1,250	100
Interstate Compact Fund	-	348	348	-
Com Vehicle Excise Tax	200	119,903	119,903	200
Hea1001-2008 Homestead	652	-	135	517
State Settlement	32,851	16,132,780	16,132,780	32,851
Treasurer Trust	526,937	16,915,575	16,882,534	559,978
Health Trust	643	11,223	11,791	75
Sheriff Commissary	12,307	66,332	67,888	10,751
Sheriff Evidence	17,322	467	1,410	16,379
Area Plan Commission Fund	33,114	5,125	417	37,822
Section 102 Funds (Hava)	-	1,900	-	1,900
Convent/Recreation & Visit	3,657	4,653	2,875	5,435
County Highway	324,801	1,400,499	1,382,264	343,036
Welfare Reform Local Planning	2,786	-	-	2,786
Domestic Violence Prevention	2,610	-	-	2,610
Reimb Court Appointed Atty	50,014	17,253	-	67,267
Bioterrorism Grant	11,492	-	2,730	8,762
Courthouse Clock Tower	2,508	2,291	-	4,799
PHPER CFDA 93.069	-	9,975	9,975	-
Drug Abuse Interdiction Fund	51,056	1,240	-	52,296
CEDIT	-	290,049	290,049	-
Verm Co Jail Bldg Corp	2,500	-	-	2,500
Public Health Coordinator	33	-	-	33
Vermillion County Seized Asset	2,325	940	-	3,265
C.S.E.P.P.	(56,035)	56,035	-	-
St Bernice Water Grant	-	430,841	430,841	-
Ryerson Will Trust	200	-	200	-
Emergency Planning Grant	-	-	-	-
Immunization Fund	-	6,620	6,620	-
Hillsdale Water Grant	-	18,000	18,000	-
Common School Fund	2,030	-	-	2,030
Probation Administration	14,840	5,432	50	20,222
Economic Development Operating	983,392	303,782	502,773	784,401
Vermillion County E911 Sinking	406,431	426	-	406,857
Bail Agency Pre-Trial Source	118,443	-	-	118,443
Incarceration Fee Fund	6,430	-	-	6,430
Allocation Fund	-	107,474	-	107,474
Capital Fund	-	337,755	311,754	26,001
County Hospital Lease	324,986	415	325,401	-
Riverboat Wagering Tax Reven	100,006	148,215	185,752	62,469
Highway Capital Improvement	-	126,805	-	126,805
E911 Wired	495,761	114,273	425,181	184,853
Sheriff Pension Fund	40,068	5,912	-	45,980
Co. General IV-D Incentive	-	25,795	-	25,795
Payroll Clearing	-	894,360	894,360	-
County Poor Relief	225	-	-	225
<b>Totals</b>	<b>\$ 19,494,808</b>	<b>\$ 48,748,247</b>	<b>\$ 47,902,171</b>	<b>\$ 20,340,884</b>

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

VERMILLION 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 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 nonbusinesses that must be licensed before doing business within the government's jurisdiction or permits levied according to the benefits presumably conferred by the permit. Examples of licenses and permits include: peddler licenses, building and planning 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,

VERMILLION 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, 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).

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 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.

*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.

VERMILLION COUNTY  
NOTES TO FINANCIAL STATEMENT  
(Continued)

*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.

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.

VERMILLION COUNTY  
NOTES TO FINANCIAL STATEMENT  
(Continued)

**Note 5. Risk Management**

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

These risks can be mitigated through the purchase of insurance, establishment of a self-insurance fund, and/or participation in a risk pool. The purchase of insurance transfers the risk to an independent third party. The establishment of a self-insurance fund allows the County to set aside money for claim settlements. The self-insurance fund would be included in the financial statements. The purpose of participation in a risk pool is to provide a medium for the funding and administration of the risks. These risks may also be mitigated by the County by recording as a disbursement 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.

VERMILLION 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.

*D. Deferred Compensation*

Vermillion County provides for employees to voluntarily participate in a deferred compensation program. Currently the County will match the first fifteen dollars contributed. Specific details are available at the County Auditor's office.

**Note 7. Conduit Debt Obligations**

From time to time, the County has issued Economic Development Waterworks Bonds to provide financial assistance to the Clinton Township water system for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the governmental entity served by the bond issuance. Neither the County, the State, nor any political subdivision thereof is obligated in any manner for the repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying supplementary information.

VERMILLION COUNTY  
NOTES TO FINANCIAL STATEMENT  
(Continued)

As of December 31, 2011, there were three series of Indiana Economic Development Waterworks Revenue Bonds outstanding with an aggregate principal amount payable of \$1,900,000.

The County created a Tax Incentive District, and the Clinton Redevelopment Commission has issued Redevelopment District Tax Increment Bonds for \$445,000 to provide financial assistance to White Construction Economic Development Area for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from tax incentives given to the White Construction Redevelopment Area. The County collects the taxes and then uses that tax revenue to make bond payments for the White Construction Redevelopment Area. Neither the County, the State, nor any political subdivision thereof is obligated in any manner for the repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying supplementary information.

As of December 31, 2011, the White Construction Economic Development Area Tax Revenue Bonds outstanding have a principal amount payable of \$445,000.

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## SUPPLEMENTARY INFORMATION – UNAUDITED

For additional financial information, the County's 2011 Annual Report information can be found on the Gateway website: <https://gateway.ifionline.org/>.

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.

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

	General Fund	Local Road & Street	Accident and Report Fund	Firearms Training Fund	County Non-Reverting Park	County Health	Law Enforcement Continuing Edu
Cash and investments - beginning	\$ 5,291,201	\$ 99,563	\$ 2,101	\$ 17,703	\$ 101,668	\$ 282,503	\$ 14,748
Receipts:							
Taxes	5,755,026	-	-	-	-	138,883	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	46,786	133,491	-	-	-	1,161	-
Charges for services	81,513	-	200	5,450	-	6,046	2,359
Fines and forfeits	135,083	-	-	-	-	-	-
Other receipts	529,276	-	-	-	6,249	89	-
Total receipts	<u>6,547,684</u>	<u>133,491</u>	<u>200</u>	<u>5,450</u>	<u>6,249</u>	<u>146,179</u>	<u>2,359</u>
Disbursements:							
Personal services	3,607,738	-	-	-	-	98,900	-
Supplies	299,935	-	-	-	-	3,760	-
Other services and charges	1,610,473	-	346	3,155	-	18,997	40
Capital outlay	164,361	143,481	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>5,682,507</u>	<u>143,481</u>	<u>346</u>	<u>3,155</u>	<u>-</u>	<u>121,657</u>	<u>40</u>
Excess (deficiency) of receipts over disbursements	<u>865,177</u>	<u>(9,990)</u>	<u>(146)</u>	<u>2,295</u>	<u>6,249</u>	<u>24,522</u>	<u>2,319</u>
Cash and investments - ending	<u>\$ 6,156,378</u>	<u>\$ 89,573</u>	<u>\$ 1,955</u>	<u>\$ 19,998</u>	<u>\$ 107,917</u>	<u>\$ 307,025</u>	<u>\$ 17,067</u>

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

	Clerk Record Perpetuation	Unsafe Building Fund	Countermeasure	District Drainage Maintenance	LCL Emerg Plan Right to Know	Prosecutor Child Supp Incentiv
Cash and investments - beginning	\$ 7,037	\$ 7,437	\$ 2,275	\$ 132,377	\$ 12,467	\$ 2
Receipts:						
Taxes	-	554	-	2,691	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	22,589
Fines and forfeits	4,860	-	18,570	-	-	-
Other receipts	-	-	108	152	7,315	-
Total receipts	<u>4,860</u>	<u>554</u>	<u>18,678</u>	<u>2,843</u>	<u>7,315</u>	<u>22,589</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	5,724	-	9,000	49,115	4,797	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	<u>5,724</u>	<u>-</u>	<u>9,000</u>	<u>49,115</u>	<u>4,797</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(864)</u>	<u>554</u>	<u>9,678</u>	<u>(46,272)</u>	<u>2,518</u>	<u>22,589</u>
Cash and investments - ending	<u>\$ 6,173</u>	<u>\$ 7,991</u>	<u>\$ 11,953</u>	<u>\$ 86,105</u>	<u>\$ 14,985</u>	<u>\$ 22,591</u>

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

	County Extradition Fund	Juvenile Probation Users Fee	Adult Probation Users Fee	Recorder's Copy Perpetuation	Users Fee Fund	County Covered Bridge
Cash and investments - beginning	\$ 17,118	\$ 73,952	\$ 123,749	\$ 53,173	\$ 64,602	\$ 25,424
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	19,735	-	-
Fines and forfeits	-	8,688	71,790	-	10,991	-
Other receipts	-	-	-	-	-	5,550
Total receipts	-	8,688	71,790	19,735	10,991	5,550
Disbursements:						
Personal services	-	-	49,509	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	1,206	6,918	19,170	2,802	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	-	1,206	56,427	19,170	2,802	-
Excess (deficiency) of receipts over disbursements	-	7,482	15,363	565	8,189	5,550
Cash and investments - ending	\$ 17,118	\$ 81,434	\$ 139,112	\$ 53,738	\$ 72,791	\$ 30,974

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

	Local Health Maintenance	Pre-Trial Diversion	GAL/CASA	County Misdemeanant Fund	Surveyor's Corner Perp Fund	Cost of Tax Sale Fund
Cash and investments - beginning	\$ 48,357	\$ 99,185	\$ 5,225	\$ 45,495	\$ 55,398	\$ 52,761
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	16,570	-	-	-	3,015	-
Fines and forfeits	-	19,878	-	-	-	-
Other receipts	16,820	54,235	-	14,050	-	35,962
Total receipts	<u>33,390</u>	<u>74,113</u>	<u>-</u>	<u>14,050</u>	<u>3,015</u>	<u>35,962</u>
Disbursements:						
Personal services	20,929	16,185	-	-	-	-
Supplies	2,053	1,465	-	-	-	-
Other services and charges	413	31,188	-	3,937	-	25,297
Capital outlay	1,886	15,906	-	9,319	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	<u>25,281</u>	<u>64,744</u>	<u>-</u>	<u>13,256</u>	<u>-</u>	<u>25,297</u>
Excess (deficiency) of receipts over disbursements	<u>8,109</u>	<u>9,369</u>	<u>-</u>	<u>794</u>	<u>3,015</u>	<u>10,665</u>
Cash and investments - ending	<u>\$ 56,466</u>	<u>\$ 108,554</u>	<u>\$ 5,225</u>	<u>\$ 46,289</u>	<u>\$ 58,413</u>	<u>\$ 63,426</u>

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

	Rainy Day Fund	Assessment Train Fund Sdf	LHD Trust Fund	County Health Vaccine Fund	Excess Levy Fund	Id Security Protection Fund
Cash and investments - beginning	\$ 3,271,841	\$ 4,130	\$ 36,468	\$ 7,463	\$ 50,214	\$ 11,442
Receipts:						
Taxes	-	-	-	-	293	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	15,420	3,752	-	2,719
Fines and forfeits	-	1,385	-	-	-	-
Other receipts	337,830	20	-	-	-	-
Total receipts	<u>337,830</u>	<u>1,405</u>	<u>15,420</u>	<u>3,752</u>	<u>293</u>	<u>2,719</u>
Disbursements:						
Personal services	-	-	2,621	-	-	-
Supplies	-	-	3,343	1,371	-	-
Other services and charges	-	-	500	-	15,434	263
Capital outlay	-	-	63	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>-</u>	<u>6,527</u>	<u>1,371</u>	<u>15,434</u>	<u>263</u>
Excess (deficiency) of receipts over disbursements	<u>337,830</u>	<u>1,405</u>	<u>8,893</u>	<u>2,381</u>	<u>(15,141)</u>	<u>2,456</u>
Cash and investments - ending	<u>\$ 3,609,671</u>	<u>\$ 5,535</u>	<u>\$ 45,361</u>	<u>\$ 9,844</u>	<u>\$ 35,073</u>	<u>\$ 13,898</u>

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

	E911 Wireless	Clerk Child Supp. Incentive	Buy Money	Cumulative Reassessment	Cumulative Reassessment-2015	Recorder Trust
Cash and investments - beginning	\$ 105,805	\$ 3,771	\$ 635	\$ 2,159,575	\$ -	\$ 123
Receipts:						
Taxes	-	-	-	59,246	45,117	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	889	-	-
Charges for services	73,995	2,992	-	-	-	-
Fines and forfeits	-	10,011	-	-	-	-
Other receipts	-	-	-	9,860	-	55,006
Total receipts	<u>73,995</u>	<u>13,003</u>	<u>-</u>	<u>69,995</u>	<u>45,117</u>	<u>55,006</u>
Disbursements:						
Personal services	5,679	-	-	194,695	-	-
Supplies	176	-	-	1,237	-	-
Other services and charges	3,291	6,526	-	14,606	-	-
Capital outlay	4,406	-	-	-	-	-
Other disbursements	-	-	500	-	-	55,027
Total disbursements	<u>13,552</u>	<u>6,526</u>	<u>500</u>	<u>210,538</u>	<u>-</u>	<u>55,027</u>
Excess (deficiency) of receipts over disbursements	<u>60,443</u>	<u>6,477</u>	<u>(500)</u>	<u>(140,543)</u>	<u>45,117</u>	<u>(21)</u>
Cash and investments - ending	<u>\$ 166,248</u>	<u>\$ 10,248</u>	<u>\$ 135</u>	<u>\$ 2,019,032</u>	<u>\$ 45,117</u>	<u>\$ 102</u>

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

	Clerk ARRA	County General ARRA	Elected Official Training Fund	Cumulative Cap Development	Cumulative Bridge	Cumulative Jail
Cash and investments - beginning	\$ -	\$ 23,826	\$ -	\$ 881,624	\$ 894,969	\$ 56,816
Receipts:						
Taxes	-	-	-	160,559	297,836	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	1,270	2,449	-
Charges for services	-	22,290	533	15,326	95,496	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	2,012	42,930	-	10,722	65,175	993
Total receipts	<u>2,012</u>	<u>65,220</u>	<u>533</u>	<u>187,877</u>	<u>460,956</u>	<u>993</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	64,652	53,714	-
Capital outlay	-	-	-	43,951	286,477	-
Other disbursements	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>-</u>	<u>-</u>	<u>108,603</u>	<u>340,191</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>2,012</u>	<u>65,220</u>	<u>533</u>	<u>79,274</u>	<u>120,765</u>	<u>993</u>
Cash and investments - ending	<u>\$ 2,012</u>	<u>\$ 89,046</u>	<u>\$ 533</u>	<u>\$ 960,898</u>	<u>\$ 1,015,734</u>	<u>\$ 57,809</u>

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

	Excess Cedit	Sheriff Pension	Principal Congressional	City and Town Court Costs	Coroners Cont Ed	Interest Congressional
Cash and investments - beginning	\$ -	\$ 946,666	\$ 3,202	\$ 57,440	\$ 110	\$ 56,713
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	1,994	-
Fines and forfeits	-	-	-	3,159	-	-
Other receipts	-	85,567	-	-	-	315
Total receipts	-	85,567	-	3,159	1,994	315
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	1,768	4,188
Capital outlay	-	-	-	-	-	-
Other disbursements	-	74,480	-	-	-	-
Total disbursements	-	74,480	-	-	1,768	4,188
Excess (deficiency) of receipts over disbursements	-	11,087	-	3,159	226	(3,873)
Cash and investments - ending	\$ -	\$ 957,753	\$ 3,202	\$ 60,599	\$ 336	\$ 52,840

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

	Clerk Trust	Tax Sale Surplus	Tax Sale Redemption	Surplus Tax	Fines And Forfeitures	State Sales Disclosure Fee
Cash and investments - beginning	\$ 176,214	\$ 151,812	\$ 265	\$ 285,505	\$ 844	\$ 165
Receipts:						
Taxes	-	-	14,100	51,675	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	5,037	1,405
Other receipts	1,392,781	21,216	125,694	-	-	-
Total receipts	<u>1,392,781</u>	<u>21,216</u>	<u>139,794</u>	<u>51,675</u>	<u>5,037</u>	<u>1,405</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	39,851	127,378	262,363	5,442	1,440
Capital outlay	-	-	-	-	-	-
Other disbursements	1,341,729	-	-	-	-	-
Total disbursements	<u>1,341,729</u>	<u>39,851</u>	<u>127,378</u>	<u>262,363</u>	<u>5,442</u>	<u>1,440</u>
Excess (deficiency) of receipts over disbursements	<u>51,052</u>	<u>(18,635)</u>	<u>12,416</u>	<u>(210,688)</u>	<u>(405)</u>	<u>(35)</u>
Cash and investments - ending	<u>\$ 227,266</u>	<u>\$ 133,177</u>	<u>\$ 12,681</u>	<u>\$ 74,817</u>	<u>\$ 439</u>	<u>\$ 130</u>

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

	Clinton City Sewage Collection	Overweight Vehicles Fines	Sheriff's Trust	Infraction Judgement	Inheritance Tax	Inmate trust
Cash and investments - beginning	\$ 402	\$ 50	\$ 150	\$ 1,659	\$ 152,149	\$ 1,030
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	286,229	-
Fines and forfeits	-	99	-	21,206	-	-
Other receipts	-	-	282,040	-	-	74,336
Total receipts	-	99	282,040	21,206	286,229	74,336
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	148	-	21,607	379,172	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	282,040	-	-	72,728
Total disbursements	-	148	282,040	21,607	379,172	72,728
Excess (deficiency) of receipts over disbursements	-	(49)	-	(401)	(92,943)	1,608
Cash and investments - ending	\$ 402	\$ 1	\$ 150	\$ 1,258	\$ 59,206	\$ 2,638

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

	Special Death Fee/Bonds-St	Education Plate Fee Fund	Financial Inst. Franchise Tax	Campaign Fin Enforcement	Verm Co Victims Assistance	Wheel Tax/Surtax
Cash and investments - beginning	\$ 125	\$ -	\$ -	\$ 210	\$ 924	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	55,854	-	-	-
Charges for services	-	581	-	-	-	-
Fines and forfeits	1,665	-	-	-	-	-
Other receipts	-	-	-	-	9,881	236,536
Total receipts	<u>1,665</u>	<u>581</u>	<u>55,854</u>	<u>-</u>	<u>9,881</u>	<u>236,536</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	1,650	581	55,854	-	-	234,816
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	<u>1,650</u>	<u>581</u>	<u>55,854</u>	<u>-</u>	<u>-</u>	<u>234,816</u>
Excess (deficiency) of receipts over disbursements	<u>15</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,881</u>	<u>1,720</u>
Cash and investments - ending	<u>\$ 140</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 210</u>	<u>\$ 10,805</u>	<u>\$ 1,720</u>

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

	Mortgage Fee Fund	Child Restraint System Fines	Interstate Compact Fund	Com Vehicle Excise Tax	Hea1001-2008 Homestead	State Settlement
Cash and investments - beginning	\$ 240	\$ 125	\$ -	\$ 200	\$ 652	\$ 32,851
Receipts:						
Taxes	-	-	-	-	-	16,132,780
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	119,903	-	-
Charges for services	1,098	-	-	-	-	-
Fines and forfeits	-	1,225	348	-	-	-
Other receipts	-	-	-	-	-	-
Total receipts	<u>1,098</u>	<u>1,225</u>	<u>348</u>	<u>119,903</u>	<u>-</u>	<u>16,132,780</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	1,118	1,250	348	119,903	135	16,132,780
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	<u>1,118</u>	<u>1,250</u>	<u>348</u>	<u>119,903</u>	<u>135</u>	<u>16,132,780</u>
Excess (deficiency) of receipts over disbursements	<u>(20)</u>	<u>(25)</u>	<u>-</u>	<u>-</u>	<u>(135)</u>	<u>-</u>
Cash and investments - ending	<u>\$ 220</u>	<u>\$ 100</u>	<u>\$ -</u>	<u>\$ 200</u>	<u>\$ 517</u>	<u>\$ 32,851</u>

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

	Treasurer Trust	Health Trust	Sheriff Commissary	Sheriff Evidence	Area Plan Commission Fund	Section 102 Funds (Hava)
Cash and investments - beginning	\$ 526,937	\$ 643	\$ 12,307	\$ 17,322	\$ 33,114	\$ -
Receipts:						
Taxes	16,915,575	-	-	-	-	-
Licenses and permits	-	-	-	-	5,125	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	11,223	66,332	467	-	1,900
Total receipts	<u>16,915,575</u>	<u>11,223</u>	<u>66,332</u>	<u>467</u>	<u>5,125</u>	<u>1,900</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	83	-
Other services and charges	-	-	-	-	334	-
Capital outlay	-	-	-	-	-	-
Other disbursements	16,882,534	11,791	67,888	1,410	-	-
Total disbursements	<u>16,882,534</u>	<u>11,791</u>	<u>67,888</u>	<u>1,410</u>	<u>417</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>33,041</u>	<u>(568)</u>	<u>(1,556)</u>	<u>(943)</u>	<u>4,708</u>	<u>1,900</u>
Cash and investments - ending	<u>\$ 559,978</u>	<u>\$ 75</u>	<u>\$ 10,751</u>	<u>\$ 16,379</u>	<u>\$ 37,822</u>	<u>\$ 1,900</u>

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

	Convent/Recreation & Visit	County Highway	Welfare Reform Local Planning	Domestic Violence Prevention	Reimb Court Appointed Atty	Bioterrorism Grant
Cash and investments - beginning	\$ 3,657	\$ 324,801	\$ 2,786	\$ 2,610	\$ 50,014	\$ 11,492
Receipts:						
Taxes	3,148	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	1,082,993	-	-	-	-
Charges for services	1,505	-	-	-	-	-
Fines and forfeits	-	-	-	-	17,253	-
Other receipts	-	317,506	-	-	-	-
Total receipts	<u>4,653</u>	<u>1,400,499</u>	<u>-</u>	<u>-</u>	<u>17,253</u>	<u>-</u>
Disbursements:						
Personal services	-	902,940	-	-	-	-
Supplies	-	360,107	-	-	-	2,730
Other services and charges	2,875	76,820	-	-	-	-
Capital outlay	-	42,397	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	<u>2,875</u>	<u>1,382,264</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,730</u>
Excess (deficiency) of receipts over disbursements	<u>1,778</u>	<u>18,235</u>	<u>-</u>	<u>-</u>	<u>17,253</u>	<u>(2,730)</u>
Cash and investments - ending	<u>\$ 5,435</u>	<u>\$ 343,036</u>	<u>\$ 2,786</u>	<u>\$ 2,610</u>	<u>\$ 67,267</u>	<u>\$ 8,762</u>

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

	Courthouse Clock Tower	PHPER CFDA 93.069	Drug Abuse Interdiction Fund	CEDIT	Verm Co Jail Bldg Corp	Public Health Coordinator
Cash and investments - beginning	\$ 2,508	\$ -	\$ 51,056	\$ -	\$ 2,500	\$ 33
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	290,049	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	1,132	-	-	-
Other receipts	2,291	9,975	108	-	-	-
Total receipts	<u>2,291</u>	<u>9,975</u>	<u>1,240</u>	<u>290,049</u>	<u>-</u>	<u>-</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	9,975	-	290,049	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>9,975</u>	<u>-</u>	<u>290,049</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>2,291</u>	<u>-</u>	<u>1,240</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 4,799</u>	<u>\$ -</u>	<u>\$ 52,296</u>	<u>\$ -</u>	<u>\$ 2,500</u>	<u>\$ 33</u>

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

	Vermillion County Seized Asset	C.S.E.P.P.	St Bernice Water Grant	Ryerson Will Trust	Emergency Planning Grant	Immunization Fund
Cash and investments - beginning	\$ 2,325	\$ (56,035)	\$ -	\$ 200	\$ -	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	940	56,035	430,841	-	-	6,620
Total receipts	<u>940</u>	<u>56,035</u>	<u>430,841</u>	<u>-</u>	<u>-</u>	<u>6,620</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	567
Other services and charges	-	-	430,841	200	-	6,053
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>-</u>	<u>430,841</u>	<u>200</u>	<u>-</u>	<u>6,620</u>
Excess (deficiency) of receipts over disbursements	<u>940</u>	<u>56,035</u>	<u>-</u>	<u>(200)</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 3,265</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Hillsdale Water Grant	Common School Fund	Probation Administration	Economic Development Operating	Vermillion County E911 Sinking	Bail Agency Pre-Trial Source
Cash and investments - beginning	\$ -	\$ 2,030	\$ 14,840	\$ 983,392	\$ 406,431	\$ 118,443
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	126,805	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	5,432	-	-	-
Other receipts	18,000	-	-	176,977	426	-
Total receipts	18,000	-	5,432	303,782	426	-
Disbursements:						
Personal services	-	-	-	41,795	-	-
Supplies	-	-	-	901	-	-
Other services and charges	18,000	-	50	76,315	-	-
Capital outlay	-	-	-	383,762	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	18,000	-	50	502,773	-	-
Excess (deficiency) of receipts over disbursements	-	-	5,382	(198,991)	426	-
Cash and investments - ending	\$ -	\$ 2,030	\$ 20,222	\$ 784,401	\$ 406,857	\$ 118,443

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

	Incarceration Fee Fund	Allocation Fund	Capital Fund	County Hospital Lease	Riverboat Wagering Tax Reven	Highway Capital Improvement
Cash and investments - beginning	\$ 6,430	\$ -	\$ -	\$ 324,986	\$ 100,006	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	105,671
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	107,474	337,755	415	148,215	21,134
Total receipts	-	107,474	337,755	415	148,215	126,805
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	311,754	325,401	185,752	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	-	-	311,754	325,401	185,752	-
Excess (deficiency) of receipts over disbursements	-	107,474	26,001	(324,986)	(37,537)	126,805
Cash and investments - ending	\$ 6,430	\$ 107,474	\$ 26,001	\$ -	\$ 62,469	\$ 126,805

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

	E911 Wired	Sheriff Pension Fund	Co. General IV-D Incentive	Payroll Clearing	County Poor Relief	Totals
Cash and investments - beginning	\$ 495,761	\$ 40,068	\$ -	\$ -	\$ 225	\$ 19,494,808
Receipts:						
Taxes	-	-	-	-	-	39,577,483
Licenses and permits	-	-	-	-	-	5,125
Intergovernmental	-	-	-	-	-	1,967,321
Charges for services	114,273	-	2,992	-	-	798,672
Fines and forfeits	-	5,912	-	-	-	345,129
Other receipts	-	-	22,803	894,360	-	6,054,517
Total receipts	<u>114,273</u>	<u>5,912</u>	<u>25,795</u>	<u>894,360</u>	<u>-</u>	<u>48,748,247</u>
Disbursements:						
Personal services	5,679	-	-	894,360	-	5,841,030
Supplies	3,254	-	-	-	-	680,982
Other services and charges	5,420	-	-	-	-	21,083,195
Capital outlay	410,828	-	-	-	-	1,506,837
Other disbursements	-	-	-	-	-	18,790,127
Total disbursements	<u>425,181</u>	<u>-</u>	<u>-</u>	<u>894,360</u>	<u>-</u>	<u>47,902,171</u>
Excess (deficiency) of receipts over disbursements	<u>(310,908)</u>	<u>5,912</u>	<u>25,795</u>	<u>-</u>	<u>-</u>	<u>846,076</u>
Cash and investments - ending	<u>\$ 184,853</u>	<u>\$ 45,980</u>	<u>\$ 25,795</u>	<u>\$ -</u>	<u>\$ 225</u>	<u>\$ 20,340,884</u>

VERMILLION COUNTY  
SCHEDULE OF PAYABLES AND RECEIVABLES  
December 31, 2011

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	<u>\$ 449,816</u>	<u>\$ 203,015</u>

VERMILLION COUNTY  
 SCHEDULE OF CAPITAL ASSETS  
 December 31, 2011

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

	Ending Balance
Governmental activities:	
Land	\$ 4,191,156
Infrastructure	9,724,594
Buildings	11,895,168
Improvements other than buildings	685,392
Machinery, equipment and vehicles	3,219,683
Total governmental activities	29,715,993
Total capital assets	\$ 29,715,993

VERMILLION 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 Treasurer  
County Sheriff  
Board of County Commissioners

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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](http://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 ON  
INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

TO: THE OFFICIALS OF VERMILLION COUNTY, INDIANA

Compliance

We have audited Vermillion County's (County) compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that could have a direct and material effect on its major federal program for the year ended December 31, 2011. The County's major federal program is identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to its major federal program is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

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

In our opinion, the County complied, in all material respects, with the requirements referred to above that could have a direct and material effect on its major federal program for the year ended December 31, 2011.

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 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 ON  
INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133  
(Continued)

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

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

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

August 9, 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.

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

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>			
Pass-Through Indiana Office of Community and Rural Affairs CDBG - State Administered CDBG Cluster Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	14.228	B-06-DC-18-001 DR1A-09-093 DR2-09-081	\$ 17,280 123,780 <u>430,841</u>
Total for federal grantor agency			<u>571,901</u>
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Pass-Through Indiana Criminal Justice Institute Crime Victim Assistance	16.575	03210VAGX004903	<u>14,987</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Pass-Through Indiana Department of Transportation Highway Planning and Construction Cluster Highway Planning and Construction	20.205		<u>97,323</u>
Pass-Through Indiana Criminal Justice Institute Highway Safety Cluster Occupant Protection Incentive Grants	20.602	032NHTSA4052011	<u>2,334</u>
Safety Belt Performance Grants	20.609	032NHTSA4062012	<u>750</u>
Total for cluster			<u>3,084</u>
Total for federal grantor agency			<u>99,657</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana Department of Health Immunization Cluster Immunization Grants	93.268		<u>6,620</u>
Total for cluster			<u>6,620</u>
State Vital Statistic Improvement Program	93.066		<u>89</u>
Public Health Emergency Preparedness	93.069		<u>9,975</u>
Pass-Through Indiana Department of Child Services Child Support Enforcement	93.563		<u>167,423</u>
Total for federal grantor agency			<u>184,107</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Homeland Security Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	385PA1766 385PA1997	63,175 <u>4,712</u>
Total for program			<u>67,887</u>
Emergency Management Performance Grants	97.042	38510EMPCOMPPEMA 38510EMPLOCLSAL	3,750 <u>15,865</u>
Total for program			<u>19,615</u>
Total for federal grantor agency			<u>87,502</u>
Total federal awards expended			<u>\$ 958,904</u>

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

VERMILLION 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 Vermillion 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 and Non-Entitlement Grants in Hawaii	14.228	\$ 430,841

VERMILLION COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

**Section I – Summary of Auditor's Results**

Financial Statement:

Type of auditor's report issued:	Unqualified
Internal control over financial reporting:	
Material weaknesses identified?	no
Significant deficiencies identified?	none reported
Noncompliance material to the financial statement noted?	no

Federal Awards:

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

Identification of Major Program:

\_\_\_\_\_ Name of Federal Program or Cluster \_\_\_\_\_  
CDBG - State Administered CDBG 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**

No matters are reportable.

**Section III – Financial Statement Findings**

No matters are reportable.

VERMILLION COUNTY  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

VERMILLION COUNTY  
EXIT CONFERENCE

The contents of this report were discussed on August 9, 2012, with Phyllis Orman, Auditor; Michael A. Carty, President of the County Council; and Tim J. Wilson, President of the Board of County Commissioners. Our audit disclosed no material items that warrant comment at this time.