

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

FINANCIAL STATEMENT AND  
FEDERAL SINGLE AUDIT REPORT  
OF  
HOWARD COUNTY, INDIANA  
January 1, 2012 to December 31, 2012



**FILED**  
06/17/2013



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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Ann Wells Martha Lake	01-01-09 to 12-31-12 01-01-13 to 12-31-16
Treasurer	Martha Lake Ann Wells	01-01-09 to 12-31-12 01-01-13 to 12-31-16
Clerk	Kimmerly Wilson	01-01-11 to 12-31-14
Sheriff	Steve Rogers	01-01-11 to 12-31-14
Recorder	Brook Cleaver	01-01-11 to 12-31-14
President of the Board of County Commissioners	Tyler Moore	01-01-12 to 12-31-13
President of the County Council	Richard Miller	01-01-12 to 12-31-13



## INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF HOWARD COUNTY, INDIANA

### ***Report on the Financial Statement***

We have audited the accompanying financial statement of Howard County (County), which comprises the financial position and results of operations for the year ended December 31, 2012, and the related notes to the financial statement.

### ***Management's Responsibility for the Financial Statement***

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the financial reporting provisions of the Indiana State Board of Accounts as allowed by state statute (IC 5-11-1-6). Management is responsible for and has determined that the regulatory basis of accounting, as established by the Indiana State Board of Accounts, is an acceptable basis of presentation. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of a financial statement that is free from material misstatement, whether due to fraud or error.

### ***Auditor's Responsibility***

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 involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the County's preparation and fair presentation of the financial statement in order to design 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. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

INDEPENDENT AUDITOR'S REPORT  
(Continued)

***Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles***

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

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

***Adverse Opinion on U.S. Generally Accepted Accounting Principles***

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to above does not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position and results of operations of the County for the year ended December 31, 2012.

***Opinion on Regulatory Basis of Accounting***

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, 2012, in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued a report dated May 8, 2013, 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* in considering the County's internal control over financial reporting and compliance.

***Accompanying Information***

*Supplementary Information*

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 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.

INDEPENDENT AUDITOR'S REPORT  
(Continued)

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, Schedule of Debt, 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.

*Other Information*

Included in the financial statement are the receipts and disbursements activity from emergency telephone system fees (IC 36-8-16), enhanced wireless emergency telephone fees (IC 36-8-16.5), and statewide 911 services fees (IC 36-8-16.7). In accordance with Indiana Code 36-8-16-14, Indiana Code 36-8-16.5-41, and Indiana Code 36-8-16.7-38, these fees have been subject to an annual audit performed by the Indiana 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.



Bruce Hartman  
State Examiner

May 8, 2013



**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 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 HOWARD COUNTY, INDIANA

We have audited, 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, the financial statement of Howard County (County), which comprises the financial position and results of operations for the year ended December 31, 2012, and the related notes to the financial statement, and have issued our report thereon dated May 8, 2013, wherein we noted the County followed accounting practices the Indiana State Board of Accounts prescribes rather than accounting principles generally accepted in the United States of America.

***Internal Control Over Financial Reporting***

In planning and performing our audit of the financial statement, we considered the County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances 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. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not 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 item 2012-1 to be a material weakness.

INDEPENDENT AUDITOR'S 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*.

***Howard County's Response to Findings***

The County's response to the findings identified in our audit is described in the accompanying Corrective Action Plan. The County's response was not subjected to the auditing procedures applied in the audit of the financial statement and, accordingly, we express no opinion on it.

***Purpose of this Report***

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Bruce Hartman  
State Examiner

May 8, 2013

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## 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.

HOWARD COUNTY  
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -  
REGULATORY BASIS  
For The Year Ended December 31, 2012

Fund	Cash and Investments 01-01-12	Receipts	Disbursements	Cash and Investments 12-31-12
General	\$ 11,752,445	\$ 21,086,974	\$ 19,636,076	\$ 13,203,343
Highway	246,328	3,123,636	2,830,937	539,027
Local Road And Street	98,697	615,921	477,126	237,492
Aviation/Airport - Settlement	-	401,950	401,950	-
Accident Report	9,867	7,991	13,830	4,028
Firearms Training	19,574	21,310	25,606	15,278
Health	432,359	542,526	745,275	229,610
Alcohol And Drug Services	161,458	225,603	285,883	101,178
Electronic Map Generation	6,982	174	-	7,156
Emergency Telephone System	268,094	159,234	427,328	-
Drug Free Community	104,843	115,874	162,439	58,278
Drainage Maintenance	2,320,688	517,736	710,164	2,128,260
Emergency Planning/Right To Know	12,986	5,499	9,616	8,869
Prosecutor Title IV-D #1	217,958	57,383	8,664	266,677
Recorder's Records Perpetuation	472,389	218,032	102,315	588,106
Health Maintenance	21,823	48,170	53,813	16,180
Pretrial Diversion	121,513	87,776	99,281	110,008
Plat Book	108,855	19,491	27,575	100,771
Misdemeanor	96,840	66,550	18,874	144,516
Clerk Title IV-D #1	150,257	38,134	24,111	164,280
Surveyor's Corner Perpetuation	39,174	16,590	-	55,764
Inmate Medical	8,640	-	-	8,640
Sales Disclosure	955	8,310	8,255	1,010
Community Corrections	1,424	225,618	226,063	979
Tobacco Settlement	60,606	36,697	30,614	66,689
Child Advocacy	23,541	83,338	78,038	28,841
Identification Security Protection	72,459	13,598	31,908	54,149
Drunk Driving/Drug Court Prog Fees	4,633	2,570	275	6,928
Wireless Emergency Telephone System	158,848	123,850	282,698	-
Drug Task Force	24,691	71,729	72,253	24,167
Coit	-	10,959,107	10,959,107	-
Cumulative Capital Development	2,190,743	824,997	990,861	2,024,879
Cumulative Bridge	551,965	928,007	936,835	543,137
General Drain Improvement	545,064	325,255	161,928	708,391
Congressional School Principal	22,478	-	-	22,478
City And Town Court Costs	5,340	23,957	25,570	3,727
Coroners Training & Con'T Education	1,415	10,257	10,761	911
Surplus Tax Sale	419,842	762,026	424,507	757,361
Tax Sale Redemption	-	315,330	302,909	12,421
Infraction Judgements	10,885	115,697	118,783	7,799
Inheritance Tax	331,230	2,142,746	1,879,837	594,139
Special Death Benefit	745	8,694	9,439	-
Financial Institution Tax	-	343,059	343,059	-
Mortgage Fees-State Share	528	8,158	7,958	728
Child Restraint Violations Fines	25	3,570	3,460	135
Homestead Credit Rebate	4,954	299	4,642	611
Hea 1001 State Homestead Credit	288	103	-	391
Loit Homestead Credit	150,237	7,828,117	6,528,700	1,449,654
Twp Assist Fund-Settlement	-	948,799	948,799	-
Kitty Run Bond Fund	585	205,318	132,301	73,602
Weed Cutting-Settlement	45,069	100,315	85,091	60,293
Bachelor Run-Settlement	1,124	-	1,124	-
Cemetery Regents-Settlement	-	413,809	413,809	-
Corporation Tax-Settlement	-	32,506,390	32,506,390	-
Cumulative Fire-Settlement	-	167,970	167,970	-
Property Tax Collection Services	-	17,858	17,858	-

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

HOWARD COUNTY  
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -  
REGULATORY BASIS  
For The Year Ended December 31, 2012  
(Continued)

Fund	Cash and Investments 01-01-12	Receipts	Disbursements	Cash and Investments 12-31-12
Debt Service-Settlement	-	14,203,909	14,203,909	-
Firefighting Tax-Settlement	-	462,037	462,037	-
Firemen"s Pension-Settlement	-	44,602	44,602	-
School Cap Project-Settlement	-	12,169,513	12,169,513	-
Library Tax-Settlement	-	4,960,973	4,960,973	-
Park Trustees-Settlement	-	3,169,233	3,169,233	-
Plan Commission-Settlement	-	163,541	163,541	-
City Police Pension-Settlement	-	44,602	44,602	-
Excise Tax Allocation	-	2,980,920	2,980,920	-
Recreation-Settlement	-	24,507	24,507	-
Sewage Collection-Settlement	507,644	750,956	896,986	361,614
Solid Waste-Settlement	-	823,882	823,882	-
Social Security and FICA Payroll	-	2,325,280	2,325,280	-
State Gross Withholding Tax	-	588,775	588,775	-
Town or Corp MVH-Settlement	-	1,492,441	1,492,441	-
Township Civil Tax-Settlement	-	983,685	983,685	-
Overweight Vehicles-Clerk	-	2	2	-
Congressional Interest	-	899	899	-
Excise Surtax	-	1,291,990	1,291,990	-
Informal Probation Fees	-	5,808	5,808	-
Transport Fund-Settlement	-	6,392,690	6,392,690	-
Inn Keepers Tax	-	580,712	580,712	-
Dare Sheriff Department	325	1,735	1,115	945
Education Plate Fees	-	1,238	1,238	-
Bus Replacement-Settlement	-	898,392	898,392	-
Cvet	-	356,363	356,363	-
Indiana Child Supprt Clearing	-	62,396	62,396	-
Riverboat Wagering Tax	-	490,216	490,216	-
Pension Debt-Settlement	-	1,352,433	1,352,433	-
Community Drug-Donation Fund	88	-	-	88
Shocap Tracker	19,620	33,935	53,555	-
Corp CCD	-	9,076	9,076	-
Miscellaneous Clearing Fund	-	47,147	47,147	-
State Rainy Day Loan-Delphi	-	489,096	489,096	-
Barrett Law-Settlement	9,645	8,444	14,122	3,967
Unsafe Building-Settlement	2,621	-	2,621	-
CJIFFT Grant	-	10,000	10,000	-
Chrysler Rainy Day Loan	-	423,120	423,120	-
County Elected Officials Training	5,194	13,598	483	18,309
Auditor"s Ineligible Deduction	342,625	284,182	73,776	553,031
2015 Reassessment	470,826	269,980	18,897	721,909
Health Department Donations	283	-	-	283
Superior Court I Re-entry Fee	1,413	2,912	323	4,002
County General Title IV-D Incentive	258,817	38,134	-	296,951
County Offender Transport Fund	608	875	-	1,483
Health Department Vaccine Purchasing	12,417	22,241	30,233	4,425
Perf	536,985	1,739,225	2,068,359	207,851
Kitty Run Hold Fund CD	104,834	-	-	104,834
Juvenile Account Incentive Block Grant	-	12,220	11,221	999
2012 Howard Co Flood Mitigation	-	1,082,737	1,082,737	-
POPAl-APPA Training Grant	-	193	9,549	(9,356)
Darrough Chapel Project Grant	-	327,904	327,904	-
PR Withholding-Deferred Comp	-	28,309	28,309	-
County User Fee-Community Svc	-	51,062	20,754	30,308

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

HOWARD COUNTY  
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -  
REGULATORY BASIS  
For The Year Ended December 31, 2012  
(Continued)

Fund	Cash and Investments 01-01-12	Receipts	Disbursements	Cash and Investments 12-31-12
Commissioner Certificate Sale	-	484,862	416,983	67,879
Homeowners Credit GM Stmt	-	968,823	968,823	-
Mahlon Snyder Drain Reconst LN	-	585,816	482,286	103,530
TMA 2012	-	264,665	28,800	235,865
Payroll Clearing	-	12,043,307	12,043,307	-
Withholding-Emplr Share/Frg	-	3,777,809	3,443,891	333,918
Statewide-911	-	809,036	118,927	690,109
90.401 HAVA Title III Grant	-	10,000	-	10,000
Wheel Tax	-	91,630	91,630	-
Sitzes Escrow	-	6,900	-	6,900
Pro Bono Legal Service Fees	-	2,431	-	2,431
Sheriff Work Release	612	-	612	-
Sheriff Cash Book	50,189	-	50,189	-
Health Cash Account	24,808	-	24,808	-
Recorder Cash Account	48,930	-	48,930	-
Adult Probation Cash Account	8,153	-	8,153	-
County Police Retirement Plan Fund	10,238,469	-	10,238,469	-
County Police Benefit Plan Fund	280,958	-	280,958	-
Family And Children	920	937	-	1,857
Law Enforcement	55,175	32,054	55,451	31,778
Work Crew	24,698	6,533	4,417	26,814
Project Income	319,850	342,886	505,747	156,989
Operation Pullover	1,488	5,728	11,259	(4,043)
Public Defender	170,321	88,803	132,214	126,910
Stormwater District-Ms4	1,155,964	658,267	295,303	1,518,928
Courts Translator Grant	2,138	3,150	1,390	3,898
Kok/Ho Local Law Enf Improv Grant	9,225	-	6,120	3,105
Reassessment	1,133,252	2,320	545,341	590,231
Adult Probation	121,162	256,619	316,353	61,428
Juvenile Probation	13,606	20,429	18,311	15,724
Juvenile Restitution	37,373	4,956	6,527	35,802
Kinsey Food Service Fund	16,485	49,741	48,623	17,603
Concessions/County General	2,774	-	-	2,774
Indiana Aids Fund Grant	31	13,000	12,319	712
Ind Hwy Safety Dui Taskforce	3,685	10,626	16,481	(2,170)
Cont Substance Excise Tax	188	-	-	188
Fema Community Emerg Res Grt	420	-	-	420
Juv Drug Court Program Fee	175	-	-	175
Adult Probation Admin Fee	113,239	103,522	100,000	116,761
Juvenile Probation Admin Fee	9,097	4,338	-	13,435
Juv Informal Probation User Fees	104	766	-	870
Juvenile Drug Court Grant	471	-	-	471
Howard County Rainy Day Fund	783,459	490,789	-	1,274,248
Bioterrorism Grant	464	-	464	-
Flood Mitigation Asst Grant	26,393	-	2,137	24,256
Howard Haven Donation Fund	19,032	7,260	11,084	15,208
Pros. Bad Ck And Copy Fund	10,000	12,000	-	22,000
Rainy Day Loan Howard Co	252,558	-	-	252,558
Jail And Juvenile Coit Tax	4,339,962	7,622,219	8,144,707	3,817,474
Radio Rebanding	17,000	-	17,000	-
Drug Court Grant	6,209	25,687	22,753	9,143
Courthouse Security Fund	1,631	170	-	1,801
Juvenile Victim Impact	162	-	-	162
Multi Hazard Mitigation Plan	2,500	-	-	2,500

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

HOWARD COUNTY  
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -  
REGULATORY BASIS  
For The Year Ended December 31, 2012  
(Continued)

Fund	Cash and Investments 01-01-12	Receipts	Disbursements	Cash and Investments 12-31-12
Step Ahead Discretionary Grt	1,369	-	-	1,369
Stop Domestic Violence Grt	10,056	106,367	104,569	11,854
Document Storage Fee	63,988	30,327	17,062	77,253
Shocap-921	10,317	-	10,317	-
Ctp Per Diem	209,192	121,400	143,921	186,671
Flood Mit Asst Grant	2,858	-	-	2,858
Bio Pub Health Co. Grant	183	8,868	10,617	(1,566)
Shocap-920	-	43,631	24,771	18,860
Sheriff Commissary Account	58,466	400,848	384,122	75,192
Kyc Commissary Account	3,529	19,119	18,672	3,976
Kinsey Fft User Fees	16,104	209,209	201,804	23,509
Childhood Immunization Grant	16	-	-	16
Stormwater District Donations	559	36	230	365
Jail Lease	636,684	54,469	556,392	134,761
Edit Fund	3,151,349	1,221,278	647,317	3,725,310
Anthem Insurance Fund	291,826	6,361,246	5,596,070	1,057,002
Anthem Insurance Refunds	723	3,507	3,230	1,000
Insurance Hold Fund	1,763,237	5,608	350,000	1,418,845
Payroll Withholding-Federal	409	1,746,145	1,746,150	404
Payroll Withholding-Local Tax	-	270,964	270,964	-
Insurance-Other	11,919	95,883	96,281	11,521
Donation Agency	6	-	-	6
Dnr Agency	-	190	186	4
Levy Excess Fund	1,438	-	1,438	-
Excess Tax Agency	164,147	79,999	162,404	81,742
Overpayment Tax	27,119	22,257	22,430	26,946
Fines And Forfeitures	212	1,453	1,583	82
Jury Pay Fund	11,962	7,754	12,531	7,185
County Sales Disclosure Fees	39,608	8,425	-	48,033
Cedit Clearing Fund	-	3,143,680	3,143,680	-
Leef State Excise	20	16	-	36
Leef State	8,018	4,485	2,748	9,755
Leef Kokomo	-	8,269	7,677	592
Leef County	6,258	1,961	1,370	6,849
Leef Greentown	102	161	-	263
Leef Russiaville	452	204	-	656
Adult Offender Interstate	88	875	900	63
Recycling District/Payroll	-	248,046	246,988	1,058
Sheriff Process Service Fees	-	71,003	71,003	-
Gcc Payroll	1,997	293,794	295,733	58
Bond Forfeitures	-	745	745	-
County Clerk Trust	2,699,546	12,347,242	10,419,100	4,627,688
County Clerk Child Support	24,059	1,852,304	1,855,804	20,559
Sheriff Inmate Trust	69,028	633,325	567,819	134,534
Kyc Food Service Cash Account	554	-	554	-
Kyc Shelter Care Cash Account	54	-	54	-
Prosecutor Copy Machine	5,825	1,684	-	7,509
Prosecutor Trust Fund	2,121	2,975	2,975	2,121
Prosecutor Cash Account	13,971	761	12,000	2,732
County Treasurer Cash Account	1,636,492	1,373,050	1,636,491	1,373,051
Sheriff Equip & Technology Fund	129,455	62,174	85,047	106,582
Delphi Interest-Propert Tax	205,482	1,271,633	1,477,115	-
Totals	<u>\$ 54,159,517</u>	<u>\$ 209,365,671</u>	<u>\$ 213,994,718</u>	<u>\$ 49,530,470</u>

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

HOWARD 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, 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,

HOWARD 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).

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.

HOWARD COUNTY  
NOTES TO FINANCIAL STATEMENT  
(Continued)

*F. 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.

HOWARD 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 statement. The purpose of participation in a risk pool is to provide a medium for the funding and administration of the risks.

**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.

*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.

HOWARD COUNTY  
NOTES TO FINANCIAL STATEMENT  
(Continued)

Funds designated for payments related to this plan are accounted for in a pension trust fund. The activity of this trust fund has not been reflected in the financial statement. 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. Funds designated for payments related to this plan are accounted for in a pension trust fund. The activity of this trust fund has not been reflected in the financial statement. The trustee issues a publicly available financial report that includes financial statements and required supplementary information of the plan. The report may be obtained by contacting the county sheriff.

*Funding Policy*

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

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

**Note 7. Restatement of County Offices**

Certain funds that were included on the prior year financial statement have been omitted from the current year financial statement to more accurately reflect the financial activity of the County. These funds account for receipts and disbursements of County offices that are also eventually accounted for in the County's general ledger and this financial statement.

**Note 8. Cash Balance Deficits**

The financial statement contains some funds with deficits in cash. This is a result of funds being set up for reimbursable grants. The reimbursement for expenditures made by the County were not received by December 31, 2012.

## SUPPLEMENTARY INFORMATION – UNAUDITED

For additional financial information, the County's 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.

HOWARD COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012

	General	Highway	Local Road And Street	Aviation/Airport - Settlement	Accident Report	Firearms Training	Health
Cash and investments - beginning	\$ 11,752,445	\$ 246,328	\$ 98,697	\$ -	\$ 9,867	\$ 19,574	\$ 432,359
Receipts:							
Taxes	12,320,171	751,015	-	-	-	-	270,813
Licenses and permits	-	-	-	-	7,991	21,310	-
Intergovernmental	6,183,490	2,333,762	615,230	-	-	-	23,980
Charges for services	1,069,812	-	-	-	-	-	247,340
Fines and forfeits	600,636	-	-	-	-	-	-
Other receipts	912,865	38,859	691	401,950	-	-	393
Total receipts	<u>21,086,974</u>	<u>3,123,636</u>	<u>615,921</u>	<u>401,950</u>	<u>7,991</u>	<u>21,310</u>	<u>542,526</u>
Disbursements:							
Personal services	14,307,307	1,930,726	-	-	-	-	663,713
Supplies	485,052	636,639	324,394	-	13,830	-	23,454
Other services and charges	4,155,456	263,512	152,732	-	-	-	47,493
Capital outlay	377,808	60	-	-	-	25,606	10,615
Other disbursements	310,453	-	-	401,950	-	-	-
Total disbursements	<u>19,636,076</u>	<u>2,830,937</u>	<u>477,126</u>	<u>401,950</u>	<u>13,830</u>	<u>25,606</u>	<u>745,275</u>
Excess (deficiency) of receipts over disbursements	<u>1,450,898</u>	<u>292,699</u>	<u>138,795</u>	<u>-</u>	<u>(5,839)</u>	<u>(4,296)</u>	<u>(202,749)</u>
Cash and investments - ending	<u>\$ 13,203,343</u>	<u>\$ 539,027</u>	<u>\$ 237,492</u>	<u>\$ -</u>	<u>\$ 4,028</u>	<u>\$ 15,278</u>	<u>\$ 229,610</u>

HOWARD COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	Alcohol And Drug Services	Electronic Map Generation	Emergency Telephone System	Drug Free Community	Drainage Maintenance	Emergency Planning/Right To Know	Prosecutor Title IV-D #1
Cash and investments - beginning	\$ 161,458	\$ 6,982	\$ 268,094	\$ 104,843	\$ 2,320,688	\$ 12,986	\$ 217,958
Receipts:							
Taxes	-	-	-	-	517,736	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	57,383
Charges for services	225,603	174	159,234	-	-	-	-
Fines and forfeits	-	-	-	115,874	-	-	-
Other receipts	-	-	-	-	-	5,499	-
Total receipts	225,603	174	159,234	115,874	517,736	5,499	57,383
Disbursements:							
Personal services	285,883	-	-	-	-	60	-
Supplies	-	-	-	-	-	7,641	-
Other services and charges	-	-	140,786	162,439	-	836	-
Capital outlay	-	-	82,177	-	-	1,079	-
Other disbursements	-	-	204,365	-	710,164	-	8,664
Total disbursements	285,883	-	427,328	162,439	710,164	9,616	8,664
Excess (deficiency) of receipts over disbursements	(60,280)	174	(268,094)	(46,565)	(192,428)	(4,117)	48,719
Cash and investments - ending	\$ 101,178	\$ 7,156	\$ -	\$ 58,278	\$ 2,128,260	\$ 8,869	\$ 266,677

HOWARD COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	Recorder's Records Perpetuation	Health Maintenance	Pretrial Diversion	Plat Book	Misdemeanant	Clerk Title IV-D #1	Surveyor's Corner Perpetuation
Cash and investments - beginning	\$ 472,389	\$ 21,823	\$ 121,513	\$ 108,855	\$ 96,840	\$ 150,257	\$ 39,174
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	48,170	-	-	66,550	38,134	-
Charges for services	218,032	-	-	19,491	-	-	16,590
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	87,776	-	-	-	-
Total receipts	<u>218,032</u>	<u>48,170</u>	<u>87,776</u>	<u>19,491</u>	<u>66,550</u>	<u>38,134</u>	<u>16,590</u>
Disbursements:							
Personal services	63,628	53,813	82,721	-	7,759	-	-
Supplies	-	-	5,799	222	-	-	-
Other services and charges	-	-	8,163	24,387	-	-	-
Capital outlay	-	-	2,598	2,966	11,115	-	-
Other disbursements	<u>38,687</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>24,111</u>	<u>-</u>
Total disbursements	<u>102,315</u>	<u>53,813</u>	<u>99,281</u>	<u>27,575</u>	<u>18,874</u>	<u>24,111</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>115,717</u>	<u>(5,643)</u>	<u>(11,505)</u>	<u>(8,084)</u>	<u>47,676</u>	<u>14,023</u>	<u>16,590</u>
Cash and investments - ending	<u>\$ 588,106</u>	<u>\$ 16,180</u>	<u>\$ 110,008</u>	<u>\$ 100,771</u>	<u>\$ 144,516</u>	<u>\$ 164,280</u>	<u>\$ 55,764</u>

HOWARD COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	Inmate Medical	Sales Disclosure	Community Corrections	Tobacco Settlement	Child Advocacy	Identification Security Protection	Drunk Driving/Drug Court Prog Fees
Cash and investments - beginning	\$ 8,640	\$ 955	\$ 1,424	\$ 60,606	\$ 23,541	\$ 72,459	\$ 4,633
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	225,618	36,697	-	-	-
Charges for services	-	-	-	-	-	13,598	-
Fines and forfeits	-	-	-	-	83,338	-	-
Other receipts	-	8,310	-	-	-	-	2,570
Total receipts	-	8,310	225,618	36,697	83,338	13,598	2,570
Disbursements:							
Personal services	-	-	197,108	259	75,614	-	-
Supplies	-	-	6,850	-	544	-	-
Other services and charges	-	-	22,105	-	1,880	31,074	-
Capital outlay	-	-	-	-	-	834	-
Other disbursements	-	8,255	-	30,355	-	-	275
Total disbursements	-	8,255	226,063	30,614	78,038	31,908	275
Excess (deficiency) of receipts over disbursements	-	55	(445)	6,083	5,300	(18,310)	2,295
Cash and investments - ending	\$ 8,640	\$ 1,010	\$ 979	\$ 66,689	\$ 28,841	\$ 54,149	\$ 6,928

HOWARD COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	Wireless Emergency Telephone System	Drug Task Force	Coit	Cumulative Capital Development	Cumulative Bridge	General Drain Improvement	Congressional School Principal
Cash and investments - beginning	\$ 158,848	\$ 24,691	\$ -	\$ 2,190,743	\$ 551,965	\$ 545,064	\$ 22,478
Receipts:							
Taxes	-	-	-	740,221	841,325	317,096	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	71,729	-	65,545	84,644	-	-
Charges for services	123,850	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	10,959,107	19,231	2,038	8,159	-
Total receipts	123,850	71,729	10,959,107	824,997	928,007	325,255	-
Disbursements:							
Personal services	20,436	72,253	-	-	-	-	-
Supplies	-	-	-	-	21,843	-	-
Other services and charges	-	-	-	273,389	914,992	161,928	-
Capital outlay	-	-	-	717,472	-	-	-
Other disbursements	262,262	-	10,959,107	-	-	-	-
Total disbursements	282,698	72,253	10,959,107	990,861	936,835	161,928	-
Excess (deficiency) of receipts over disbursements	(158,848)	(524)	-	(165,864)	(8,828)	163,327	-
Cash and investments - ending	\$ -	\$ 24,167	\$ -	\$ 2,024,879	\$ 543,137	\$ 708,391	\$ 22,478

HOWARD COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	City And Town Court Costs	Coroners Training & Con'T Education	Surplus Tax Sale	Tax Sale Redemption	Infraction Judgements	Inheritance Tax	Special Death Benefit
Cash and investments - beginning	\$ 5,340	\$ 1,415	\$ 419,842	\$ -	\$ 10,885	\$ 331,230	\$ 745
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	23,957	10,257	762,026	315,330	115,697	2,142,746	8,694
Total receipts	23,957	10,257	762,026	315,330	115,697	2,142,746	8,694
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Capital outlay	25,570	-	-	-	-	-	-
Other disbursements	-	10,761	424,507	302,909	118,783	1,879,837	9,439
Total disbursements	25,570	10,761	424,507	302,909	118,783	1,879,837	9,439
Excess (deficiency) of receipts over disbursements	(1,613)	(504)	337,519	12,421	(3,086)	262,909	(745)
Cash and investments - ending	\$ 3,727	\$ 911	\$ 757,361	\$ 12,421	\$ 7,799	\$ 594,139	\$ -

HOWARD COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	Financial Institution Tax	Mortgage Fees-State Share	Child Restraint Violations Fines	Homestead Credit Rebate	Hea 1001 State Homestead Credit	Loit Homestead Credit	Twp Assist Fund-Settlement
Cash and investments - beginning	\$ -	\$ 528	\$ 25	\$ 4,954	\$ 288	\$ 150,237	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	343,059	8,158	3,570	299	103	7,828,117	948,799
Total receipts	343,059	8,158	3,570	299	103	7,828,117	948,799
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	343,059	7,958	3,460	4,642	-	6,528,700	948,799
Total disbursements	343,059	7,958	3,460	4,642	-	6,528,700	948,799
Excess (deficiency) of receipts over disbursements	-	200	110	(4,343)	103	1,299,417	-
Cash and investments - ending	\$ -	\$ 728	\$ 135	\$ 611	\$ 391	\$ 1,449,654	\$ -

HOWARD COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	Kitty Run Bond Fund	Weed Cutting-Settlement	Bachelor Run-Settlement	Cemetery Regents-Settlement	Corporation Tax-Settlement	Cumulative Fire-Settlement	Property Tax Collection Services
Cash and investments - beginning	\$ 585	\$ 45,069	\$ 1,124	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	86,518	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	118,800	100,315	-	413,809	32,506,390	167,970	17,858
Total receipts	<u>205,318</u>	<u>100,315</u>	<u>-</u>	<u>413,809</u>	<u>32,506,390</u>	<u>167,970</u>	<u>17,858</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	132,301	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	85,091	1,124	413,809	32,506,390	167,970	17,858
Total disbursements	<u>132,301</u>	<u>85,091</u>	<u>1,124</u>	<u>413,809</u>	<u>32,506,390</u>	<u>167,970</u>	<u>17,858</u>
Excess (deficiency) of receipts over disbursements	<u>73,017</u>	<u>15,224</u>	<u>(1,124)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 73,602</u>	<u>\$ 60,293</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

HOWARD COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	Debt Service-Settlement	Firefighting Tax-Settlement	Firemen's Pension-Settlement	School Cap Project-Settlement	Library Tax-Settlement	Park Trustees-Settlement	Plan Commission-Settlement
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	14,203,909	462,037	44,602	12,169,513	4,960,973	3,169,233	163,541
Total receipts	<u>14,203,909</u>	<u>462,037</u>	<u>44,602</u>	<u>12,169,513</u>	<u>4,960,973</u>	<u>3,169,233</u>	<u>163,541</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	14,203,909	462,037	44,602	12,169,513	4,960,973	3,169,233	163,541
Total disbursements	<u>14,203,909</u>	<u>462,037</u>	<u>44,602</u>	<u>12,169,513</u>	<u>4,960,973</u>	<u>3,169,233</u>	<u>163,541</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

HOWARD COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	City Police Pension-Settlement	Excise Tax Allocation	Recreation-Settlement	Sewage Collection-Settlement	Solid Waste-Settlement	Social Security and FICA Payroll	State Gross Withholding Tax
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ 507,644	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	44,602	2,980,920	24,507	750,956	823,882	2,325,280	588,775
Total receipts	44,602	2,980,920	24,507	750,956	823,882	2,325,280	588,775
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	44,602	2,980,920	24,507	896,986	823,882	2,325,280	588,775
Total disbursements	44,602	2,980,920	24,507	896,986	823,882	2,325,280	588,775
Excess (deficiency) of receipts over disbursements	-	-	-	(146,030)	-	-	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ 361,614	\$ -	\$ -	\$ -

HOWARD COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	Town or Corp MVH-Settlement	Township Civil Tax-Settlement	Overweight Vehicles-Clerk	Congressional Interest	Excise Surtax	Informal Probation Fees	Transport Fund-Settlement
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	5,808	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	1,492,441	983,685	2	899	1,291,990	-	6,392,690
Total receipts	1,492,441	983,685	2	899	1,291,990	5,808	6,392,690
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Capital outlay	-	-	-	899	-	-	-
Other disbursements	1,492,441	983,685	2	-	1,291,990	5,808	6,392,690
Total disbursements	1,492,441	983,685	2	899	1,291,990	5,808	6,392,690
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	-	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

HOWARD COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	Inn Keepers Tax	Dare Sheriff Department	Education Plate Fees	Bus Replacement-Settlement	Cvet	Indiana Child Supprt Clearing	Riverboat Wagering Tax
Cash and investments - beginning	\$ -	\$ 325	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	356,363	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	580,712	1,735	1,238	898,392	-	62,396	490,216
Total receipts	580,712	1,735	1,238	898,392	356,363	62,396	490,216
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	580,712	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	1,115	1,238	898,392	356,363	62,396	490,216
Total disbursements	580,712	1,115	1,238	898,392	356,363	62,396	490,216
Excess (deficiency) of receipts over disbursements	-	620	-	-	-	-	-
Cash and investments - ending	\$ -	\$ 945	\$ -	\$ -	\$ -	\$ -	\$ -

HOWARD COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	Pension Debt-Settlement	Community Drug-Donation Fund	Shocap Tracker	Corp CCD	Miscellaneous Clearing Fund	State Rainy Day Loan-Delphi	Barrett Law-Settlement
Cash and investments - beginning	\$ -	\$ 88	\$ 19,620	\$ -	\$ -	\$ -	\$ 9,645
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	33,935	-	47,147	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	1,352,433	-	-	9,076	-	489,096	8,444
Total receipts	<u>1,352,433</u>	<u>-</u>	<u>33,935</u>	<u>9,076</u>	<u>47,147</u>	<u>489,096</u>	<u>8,444</u>
Disbursements:							
Personal services	-	-	26,329	-	-	-	-
Supplies	-	-	8,675	-	-	-	-
Other services and charges	-	-	8,684	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	1,352,433	-	9,867	9,076	47,147	489,096	14,122
Total disbursements	<u>1,352,433</u>	<u>-</u>	<u>53,555</u>	<u>9,076</u>	<u>47,147</u>	<u>489,096</u>	<u>14,122</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>-</u>	<u>(19,620)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(5,678)</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 88</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,967</u>

HOWARD COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	Unsafe Building-Settlement	CJIFFT Grant	Chrysler Rainy Day Loan	County Elected Officials Training	Auditor's Ineligible Deduction	2015 Reassessment	Health Department Donations
Cash and investments - beginning	\$ 2,621	\$ -	\$ -	\$ 5,194	\$ 342,625	\$ 470,826	\$ 283
Receipts:							
Taxes	-	-	-	-	-	245,537	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	10,000	-	-	-	21,742	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	423,120	13,598	284,182	2,701	-
Total receipts	<u>-</u>	<u>10,000</u>	<u>423,120</u>	<u>13,598</u>	<u>284,182</u>	<u>269,980</u>	<u>-</u>
Disbursements:							
Personal services	-	-	-	-	58,785	-	-
Supplies	-	-	-	-	1,508	-	-
Other services and charges	-	-	-	483	2,500	18,897	-
Capital outlay	-	-	-	-	10,983	-	-
Other disbursements	2,621	10,000	423,120	-	-	-	-
Total disbursements	<u>2,621</u>	<u>10,000</u>	<u>423,120</u>	<u>483</u>	<u>73,776</u>	<u>18,897</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(2,621)</u>	<u>-</u>	<u>-</u>	<u>13,115</u>	<u>210,406</u>	<u>251,083</u>	<u>-</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,309</u>	<u>\$ 553,031</u>	<u>\$ 721,909</u>	<u>\$ 283</u>

HOWARD COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	Superior Court I Re-entry Fee	County General Title IV-D Incentive	County Offender Transport Fund	Health Department Vaccine Purchasing	Perf	Kitty Run Hold Fund CD	Juvenile Account Incentive Block Grant
Cash and investments - beginning	\$ 1,413	\$ 258,817	\$ 608	\$ 12,417	\$ 536,985	\$ 104,834	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	38,134	-	-	-	-	12,220
Charges for services	-	-	-	22,241	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	2,912	-	875	-	1,739,225	-	-
Total receipts	<u>2,912</u>	<u>38,134</u>	<u>875</u>	<u>22,241</u>	<u>1,739,225</u>	<u>-</u>	<u>12,220</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	323	-	-	30,233	2,068,359	-	11,221
Total disbursements	<u>323</u>	<u>-</u>	<u>-</u>	<u>30,233</u>	<u>2,068,359</u>	<u>-</u>	<u>11,221</u>
Excess (deficiency) of receipts over disbursements	<u>2,589</u>	<u>38,134</u>	<u>875</u>	<u>(7,992)</u>	<u>(329,134)</u>	<u>-</u>	<u>999</u>
Cash and investments - ending	<u>\$ 4,002</u>	<u>\$ 296,951</u>	<u>\$ 1,483</u>	<u>\$ 4,425</u>	<u>\$ 207,851</u>	<u>\$ 104,834</u>	<u>\$ 999</u>

HOWARD COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	2012 Howard Co Flood Mitigation	POPAI-APPA Training Grant	Darrough Chapel Project Grant	PR Withholding-Deferred Comp	County User Fee-Community Svc	Commissioner Certificate Sale	Homeowners Credit GM Stlmt
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	968,823
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	1,082,737	193	327,904	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	28,309	51,062	484,862	-
<b>Total receipts</b>	<b>1,082,737</b>	<b>193</b>	<b>327,904</b>	<b>28,309</b>	<b>51,062</b>	<b>484,862</b>	<b>968,823</b>
Disbursements:							
Personal services	-	-	-	-	20,754	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	1,082,737	9,549	327,904	28,309	-	416,983	968,823
<b>Total disbursements</b>	<b>1,082,737</b>	<b>9,549</b>	<b>327,904</b>	<b>28,309</b>	<b>20,754</b>	<b>416,983</b>	<b>968,823</b>
Excess (deficiency) of receipts over disbursements	-	(9,356)	-	-	30,308	67,879	-
Cash and investments - ending	<u>\$ -</u>	<u>\$ (9,356)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 30,308</u>	<u>\$ 67,879</u>	<u>\$ -</u>

HOWARD COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	Mahlon Snyder Drain Reconst LN	TMA 2012	Payroll Clearing	Withholding-Emplr Share/Frg	Statewide-911	90.401 HAVA Title III Grant	Wheel Tax
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	10,000	-
Charges for services	-	-	-	-	809,036	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	585,816	264,665	12,043,307	3,777,809	-	-	91,630
Total receipts	585,816	264,665	12,043,307	3,777,809	809,036	10,000	91,630
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	62,410	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	482,286	28,800	12,043,307	3,443,891	56,517	-	91,630
Total disbursements	482,286	28,800	12,043,307	3,443,891	118,927	-	91,630
Excess (deficiency) of receipts over disbursements	103,530	235,865	-	333,918	690,109	10,000	-
Cash and investments - ending	\$ 103,530	\$ 235,865	\$ -	\$ 333,918	\$ 690,109	\$ 10,000	\$ -

HOWARD COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	Sizes Escrow	Pro Bono Legal Service Fees	Sheriff Work Release	Sheriff Cash Book	Health Cash Account	Recorder Cash Account	Adult Probation Cash Account
Cash and investments - beginning	\$ -	\$ -	\$ 612	\$ 50,189	\$ 24,808	\$ 48,930	\$ 8,153
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	2,431	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	6,900	-	-	-	-	-	-
Total receipts	6,900	2,431	-	-	-	-	-
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	612	50,189	24,808	48,930	8,153
Total disbursements	-	-	612	50,189	24,808	48,930	8,153
Excess (deficiency) of receipts over disbursements	6,900	2,431	(612)	(50,189)	(24,808)	(48,930)	(8,153)
Cash and investments - ending	\$ 6,900	\$ 2,431	\$ -	\$ -	\$ -	\$ -	\$ -

HOWARD COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	County Police Retirement Plan Fund	County Police Benefit Plan Fund	Family And Children	Law Enforcement	Work Crew	Project Income	Operation Pullover
Cash and investments - beginning	\$ 10,238,469	\$ 280,958	\$ 920	\$ 55,175	\$ 24,698	\$ 319,850	\$ 1,488
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	5,728
Charges for services	-	-	-	-	6,533	-	-
Fines and forfeits	-	-	-	32,054	-	-	-
Other receipts	-	-	937	-	-	342,886	-
Total receipts	-	-	937	32,054	6,533	342,886	5,728
Disbursements:							
Personal services	-	-	-	24,838	-	350,757	11,259
Supplies	-	-	-	-	1,338	13,883	-
Other services and charges	-	-	-	20,726	2,646	107,691	-
Capital outlay	-	-	-	3,500	433	32,762	-
Other disbursements	10,238,469	280,958	-	6,387	-	654	-
Total disbursements	10,238,469	280,958	-	55,451	4,417	505,747	11,259
Excess (deficiency) of receipts over disbursements	(10,238,469)	(280,958)	937	(23,397)	2,116	(162,861)	(5,531)
Cash and investments - ending	\$ -	\$ -	\$ 1,857	\$ 31,778	\$ 26,814	\$ 156,989	\$ (4,043)

HOWARD COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	Public Defender	Stormwater District-Ms4	Courts Translator Grant	Kok/Ho Local Law Enf Improv Grant	Reassessment	Adult Probation	Juvenile Probation
Cash and investments - beginning	\$ 170,321	\$ 1,155,964	\$ 2,138	\$ 9,225	\$ 1,133,252	\$ 121,162	\$ 13,606
Receipts:							
Taxes	-	658,267	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	3,150	-	-	-	-
Charges for services	88,803	-	-	-	-	256,619	20,429
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	2,320	-	-
Total receipts	88,803	658,267	3,150	-	2,320	256,619	20,429
Disbursements:							
Personal services	-	147,764	-	-	223,023	263,218	6,522
Supplies	-	12,987	-	-	6,929	17,633	476
Other services and charges	-	129,669	-	-	314,175	35,352	11,313
Capital outlay	-	4,883	-	-	1,214	-	-
Other disbursements	132,214	-	1,390	6,120	-	150	-
Total disbursements	132,214	295,303	1,390	6,120	545,341	316,353	18,311
Excess (deficiency) of receipts over disbursements	(43,411)	362,964	1,760	(6,120)	(543,021)	(59,734)	2,118
Cash and investments - ending	\$ 126,910	\$ 1,518,928	\$ 3,898	\$ 3,105	\$ 590,231	\$ 61,428	\$ 15,724

HOWARD COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	Juvenile Restitution	Kinsey Food Service Fund	Concessions/County General	Indiana Aids Fund Grant	Ind Hwy Safety Dui Taskforce	Cont Substance Excise Tax	Fema Community Emerg Res Grt
Cash and investments - beginning	\$ 37,373	\$ 16,485	\$ 2,774	\$ 31	\$ 3,685	\$ 188	\$ 420
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	49,741	-	-	10,626	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	4,956	-	-	13,000	-	-	-
Total receipts	4,956	49,741	-	13,000	10,626	-	-
Disbursements:							
Personal services	-	-	-	9,748	6,585	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	6,527	48,623	-	2,571	9,896	-	-
Total disbursements	6,527	48,623	-	12,319	16,481	-	-
Excess (deficiency) of receipts over disbursements	(1,571)	1,118	-	681	(5,855)	-	-
Cash and investments - ending	\$ 35,802	\$ 17,603	\$ 2,774	\$ 712	\$ (2,170)	\$ 188	\$ 420

HOWARD COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	Juv Drug Court Program Fee	Adult Probation Admin Fee	Juvenile Probation Admin Fee	Juv Informal Probation User Fees	Juvenile Drug Court Grant	Howard County Rainy Day Fund	Bioterrorism Grant
Cash and investments - beginning	\$ 175	\$ 113,239	\$ 9,097	\$ 104	\$ 471	\$ 783,459	\$ 464
Receipts:							
Taxes	-	-	-	-	-	490,789	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	103,522	4,338	766	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	-	103,522	4,338	766	-	490,789	-
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	100,000	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	464
Total disbursements	-	100,000	-	-	-	-	464
Excess (deficiency) of receipts over disbursements	-	3,522	4,338	766	-	490,789	(464)
Cash and investments - ending	\$ 175	\$ 116,761	\$ 13,435	\$ 870	\$ 471	\$ 1,274,248	\$ -

HOWARD COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	Flood Mitigation Asst Grant	Howard Haven Donation Fund	Pros. Bad Ck And Copy Fund	Rainy Day Loan Howard Co	Jail And Juvenile Coit Tax	Radio Rebanding	Drug Court Grant
Cash and investments - beginning	\$ 26,393	\$ 19,032	\$ 10,000	\$ 252,558	\$ 4,339,962	\$ 17,000	\$ 6,209
Receipts:							
Taxes	-	-	-	-	5,958,659	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	269,536	-	25,687
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	12,000	-	-	-	-
Other receipts	-	7,260	-	-	1,394,024	-	-
Total receipts	-	7,260	12,000	-	7,622,219	-	25,687
Disbursements:							
Personal services	-	-	-	-	6,201,990	-	-
Supplies	-	-	-	-	430,944	-	-
Other services and charges	-	-	-	-	1,193,819	-	-
Capital outlay	-	11,084	-	-	317,954	-	-
Other disbursements	2,137	-	-	-	-	17,000	22,753
Total disbursements	2,137	11,084	-	-	8,144,707	17,000	22,753
Excess (deficiency) of receipts over disbursements	(2,137)	(3,824)	12,000	-	(522,488)	(17,000)	2,934
Cash and investments - ending	\$ 24,256	\$ 15,208	\$ 22,000	\$ 252,558	\$ 3,817,474	\$ -	\$ 9,143

HOWARD COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	Courthouse Security Fund	Juvenile Victim Impact	Multi Hazard Mitigation Plan	Step Ahead Discretionary Grt	Stop Domestic Violence Grt	Document Storage Fee	Shocap-921
Cash and investments - beginning	\$ 1,631	\$ 162	\$ 2,500	\$ 1,369	\$ 10,056	\$ 63,988	\$ 10,317
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	106,367	-	-
Charges for services	170	-	-	-	-	30,327	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	<u>170</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>106,367</u>	<u>30,327</u>	<u>-</u>
Disbursements:							
Personal services	-	-	-	-	104,569	-	-
Supplies	-	-	-	-	-	6,651	-
Other services and charges	-	-	-	-	-	1,708	-
Capital outlay	-	-	-	-	-	8,703	-
Other disbursements	-	-	-	-	-	-	10,317
Total disbursements	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>104,569</u>	<u>17,062</u>	<u>10,317</u>
Excess (deficiency) of receipts over disbursements	<u>170</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,798</u>	<u>13,265</u>	<u>(10,317)</u>
Cash and investments - ending	<u>\$ 1,801</u>	<u>\$ 162</u>	<u>\$ 2,500</u>	<u>\$ 1,369</u>	<u>\$ 11,854</u>	<u>\$ 77,253</u>	<u>\$ -</u>

HOWARD COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	Ctp Per Diem	Flood Mit Asst Grant	Bio Pub Health Coo. Grant	Shocap-920	Sheriff Commissary Account	Kyc Commissary Account	Kinsey Fft User Fees
Cash and investments - beginning	\$ 209,192	\$ 2,858	\$ 183	\$ -	\$ 58,466	\$ 3,529	\$ 16,104
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	121,400	-	8,868	43,631	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	400,848	19,119	209,209
Total receipts	121,400	-	8,868	43,631	400,848	19,119	209,209
Disbursements:							
Personal services	112,447	-	9,870	23,960	-	-	201,804
Supplies	774	-	-	-	-	-	-
Other services and charges	30,700	-	-	811	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	747	-	384,122	18,672	-
Total disbursements	143,921	-	10,617	24,771	384,122	18,672	201,804
Excess (deficiency) of receipts over disbursements	(22,521)	-	(1,749)	18,860	16,726	447	7,405
Cash and investments - ending	\$ 186,671	\$ 2,858	\$ (1,566)	\$ 18,860	\$ 75,192	\$ 3,976	\$ 23,509

HOWARD COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	Childhood Immunization Grant	Stormwater District Donations	Jail Lease	Edit Fund	Anthem Insurance Fund	Anthem Insurance Refunds	Insurance Hold Fund
Cash and investments - beginning	\$ 16	\$ 559	\$ 636,684	\$ 3,151,349	\$ 291,826	\$ 723	\$ 1,763,237
Receipts:							
Taxes	-	-	53,394	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	36	1,075	1,221,278	6,361,246	3,507	5,608
Total receipts	-	36	54,469	1,221,278	6,361,246	3,507	5,608
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	81,392	525,636	-	-	-
Capital outlay	-	-	-	121,681	-	-	-
Other disbursements	-	230	475,000	-	5,596,070	3,230	350,000
Total disbursements	-	230	556,392	647,317	5,596,070	3,230	350,000
Excess (deficiency) of receipts over disbursements	-	(194)	(501,923)	573,961	765,176	277	(344,392)
Cash and investments - ending	\$ 16	\$ 365	\$ 134,761	\$ 3,725,310	\$ 1,057,002	\$ 1,000	\$ 1,418,845

HOWARD COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	Payroll Withholding-Federal	Payroll Withholding-Local Tax	Insurance-Other	Donation Agency	Dnr Agency	Levy Excess Fund	Excess Tax Agency
Cash and investments - beginning	\$ 409	\$ -	\$ 11,919	\$ 6	\$ -	\$ 1,438	\$ 164,147
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	1,746,145	270,964	95,883	-	190	-	79,999
Total receipts	<u>1,746,145</u>	<u>270,964</u>	<u>95,883</u>	<u>-</u>	<u>190</u>	<u>-</u>	<u>79,999</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	96,281	-	-	-	-
Capital outlay	-	-	-	-	-	1,438	-
Other disbursements	1,746,150	270,964	-	-	186	-	162,404
Total disbursements	<u>1,746,150</u>	<u>270,964</u>	<u>96,281</u>	<u>-</u>	<u>186</u>	<u>1,438</u>	<u>162,404</u>
Excess (deficiency) of receipts over disbursements	<u>(5)</u>	<u>-</u>	<u>(398)</u>	<u>-</u>	<u>4</u>	<u>(1,438)</u>	<u>(82,405)</u>
Cash and investments - ending	<u>\$ 404</u>	<u>\$ -</u>	<u>\$ 11,521</u>	<u>\$ 6</u>	<u>\$ 4</u>	<u>\$ -</u>	<u>\$ 81,742</u>

HOWARD COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	Overpayment Tax	Fines And Forfeitures	Jury Pay Fund	County Sales Disclosure Fees	Cedit Clearing Fund	Leaf State Excise	Leaf State
Cash and investments - beginning	\$ 27,119	\$ 212	\$ 11,962	\$ 39,608	\$ -	\$ 20	\$ 8,018
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	22,257	1,453	7,754	8,425	3,143,680	16	4,485
Total receipts	22,257	1,453	7,754	8,425	3,143,680	16	4,485
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	12,000	-	2,821,453	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	22,430	1,583	531	-	322,227	-	2,748
Total disbursements	22,430	1,583	12,531	-	3,143,680	-	2,748
Excess (deficiency) of receipts over disbursements	(173)	(130)	(4,777)	8,425	-	16	1,737
Cash and investments - ending	\$ 26,946	\$ 82	\$ 7,185	\$ 48,033	\$ -	\$ 36	\$ 9,755

HOWARD COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	Leef Kokomo	Leef County	Leef Greentown	Leef Russiaville	Adult Offender Interstate	Recycling District/Payroll	Sheriff Process Service Fees
Cash and investments - beginning	\$ -	\$ 6,258	\$ 102	\$ 452	\$ 88	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	71,003
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	8,269	1,961	161	204	875	248,046	-
<b>Total receipts</b>	<b>8,269</b>	<b>1,961</b>	<b>161</b>	<b>204</b>	<b>875</b>	<b>248,046</b>	<b>71,003</b>
Disbursements:							
Personal services	-	-	-	-	-	246,988	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	1,370	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	7,677	-	-	-	900	-	71,003
<b>Total disbursements</b>	<b>7,677</b>	<b>1,370</b>	<b>-</b>	<b>-</b>	<b>900</b>	<b>246,988</b>	<b>71,003</b>
Excess (deficiency) of receipts over disbursements	592	591	161	204	(25)	1,058	-
Cash and investments - ending	<u>\$ 592</u>	<u>\$ 6,849</u>	<u>\$ 263</u>	<u>\$ 656</u>	<u>\$ 63</u>	<u>\$ 1,058</u>	<u>\$ -</u>

HOWARD COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	Gcc Payroll	Bond Forfeitures	County Clerk Trust	County Clerk Child Support	Sheriff Inmate Trust	Kyc Food Service Cash Account	Kyc Shelter Care Cash Account
Cash and investments - beginning	\$ 1,997	\$ -	\$ 2,699,546	\$ 24,059	\$ 69,028	\$ 554	\$ 54
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	293,794	745	12,347,242	1,852,304	633,325	-	-
Total receipts	<u>293,794</u>	<u>745</u>	<u>12,347,242</u>	<u>1,852,304</u>	<u>633,325</u>	<u>-</u>	<u>-</u>
Disbursements:							
Personal services	295,509	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	224	745	10,419,100	1,855,804	567,819	554	54
Total disbursements	<u>295,733</u>	<u>745</u>	<u>10,419,100</u>	<u>1,855,804</u>	<u>567,819</u>	<u>554</u>	<u>54</u>
Excess (deficiency) of receipts over disbursements	<u>(1,939)</u>	<u>-</u>	<u>1,928,142</u>	<u>(3,500)</u>	<u>65,506</u>	<u>(554)</u>	<u>(54)</u>
Cash and investments - ending	<u>\$ 58</u>	<u>\$ -</u>	<u>\$ 4,627,688</u>	<u>\$ 20,559</u>	<u>\$ 134,534</u>	<u>\$ -</u>	<u>\$ -</u>

HOWARD COUNTY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012  
 (Continued)

	Prosecutor Copy Machine	Prosecutor Trust Fund	Prosecutor Cash Account	County Treasurer Cash Account	Sheriff Equip & Technology Fund	Delphi Interest-Propert Tax	Totals
Cash and investments - beginning	\$ 5,825	\$ 2,121	\$ 13,971	\$ 1,636,492	\$ 129,455	\$ 205,482	\$ 54,159,517
Receipts:							
Taxes	-	-	-	-	-	-	24,220,364
Licenses and permits	-	-	-	-	-	-	29,301
Intergovernmental	-	-	-	-	-	-	12,436,041
Charges for services	-	-	-	-	-	-	3,515,750
Fines and forfeits	-	-	-	-	-	-	843,902
Other receipts	1,684	2,975	761	1,373,050	62,174	1,271,633	168,320,313
Total receipts	1,684	2,975	761	1,373,050	62,174	1,271,633	209,365,671
Disbursements:							
Personal services	-	-	-	-	-	-	26,107,999
Supplies	-	-	-	-	-	-	2,028,066
Other services and charges	-	-	-	-	-	-	12,653,901
Capital outlay	-	-	-	-	-	-	1,773,434
Other disbursements	-	2,975	12,000	1,636,491	85,047	1,477,115	171,431,318
Total disbursements	-	2,975	12,000	1,636,491	85,047	1,477,115	213,994,718
Excess (deficiency) of receipts over disbursements	1,684	-	(11,239)	(263,441)	(22,873)	(205,482)	(4,629,047)
Cash and investments - ending	\$ 7,509	\$ 2,121	\$ 2,732	\$ 1,373,051	\$ 106,582	\$ -	\$ 49,530,470

HOWARD COUNTY  
SCHEDULE OF PAYABLES AND RECEIVABLES  
December 31, 2012

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	<u>\$ 1,419,759</u>	<u>\$ 835,265</u>

HOWARD COUNTY  
SCHEDULE OF DEBT  
December 31, 2012

Description of Debt		Ending Principal Balance	Principal and Interest Due Within One Year
Type	Purpose		
Governmental activities:			
Revenue bonds	Kitty Run Drain	\$ 1,269,500	\$ 93,098
Revenue bonds	Mahlon Snyder Drain	<u>585,816</u>	<u>114,000</u>
Total governmental activities		<u>1,855,316</u>	<u>207,098</u>
Totals		<u>\$ 1,855,316</u>	<u>\$ 207,098</u>

HOWARD COUNTY  
 SCHEDULE OF CAPITAL ASSETS  
 December 31, 2012

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	\$ 2,786
Infrastructure	48,251,816
Buildings	150,155
Improvements other than buildings	1,100
Machinery, equipment, and vehicles	4,763,638
Construction in progress	2,903
Total governmental activities	53,172,398
Total capital assets	\$ 53,172,398

HOWARD COUNTY  
OTHER REPORT

The annual report presented herein was prepared in addition to another official report prepared for the individual County office listed below:

County Auditor

SUPPLEMENTAL AUDIT OF  
FEDERAL AWARDS



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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

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Fax: (317) 232-4711  
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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL  
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE

TO: THE OFFICIALS OF HOWARD COUNTY, INDIANA

***Report on Compliance for Each Major Federal Program***

We have audited Howard 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 each of its major federal programs for the year ended December 31, 2012. 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.

***Management's Responsibility***

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of the County's major federal programs based on our audit of the types of compliance requirements referred to above. 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 on compliance for each major federal program. However, our audit does not provide a legal determination of the County's compliance.

***Opinion on Each Major Federal Program***

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2012.

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL  
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE  
(Continued)

***Report on Internal Control Over Compliance***

Management of the County is responsible for establishing and maintaining effective internal control over compliance with types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the type of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal program 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.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance 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. 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.

Our consideration of 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 material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.



Bruce Hartman  
State Examiner

May 8, 2013

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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.

HOWARD COUNTY  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For The Year Ended December 31, 2012

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. DEPARTMENT OF AGRICULTURE</u>			
Pass-Through Indiana Department of Education			
Child Nutrition Cluster			
School Breakfast Program	10.553	FY2012	\$ 19,132
National School Lunch Program	10.555	FY2012	<u>30,609</u>
Total for federal grantor agency			<u>49,741</u>
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>			
Pass-Through Indiana Department 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		
Darrough Chapel Project Grant		A192-12-CF-11-208	<u>327,904</u>
Total for federal grantor agency			<u>327,904</u>
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Pass-Through Indiana Criminal Justice Institute			
Juvenile Accountability Block Grants	16.523		
POPAI-APPA Training Grant		10-JB-FX-0086	9,356
Juvenile Accountability Incentive Block Grant		D3-11-6028	<u>10,000</u>
Total for program			<u>19,356</u>
Juvenile Justice Delinquency Prevention - Allocation to States	16.540		
CJI Fft Grant		2011-JF-FX-0009	<u>10,000</u>
Crime Victim Assistance	16.575		
Stop Domestic Violence Grant		10VAPR178	7,625
		11VAPR141	<u>32,789</u>
Total for program			<u>40,414</u>
ARRA - Violence Against Women Formula Grants	16.588		
Stop Domestic Violence		11STPR056	35,721
		12STPR015	<u>8,305</u>
Total for program			<u>44,026</u>
Total for federal grantor agency			<u>113,796</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		
Local Road and Street		710023	17,417
		710026	70,712
Cumulative Bridge		1005622	6,331
County Highway		1006045	<u>40,933</u>
Total for cluster			<u>135,393</u>

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

HOWARD COUNTY  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For The Year Ended December 31, 2012  
(Continued)

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. DEPARTMENT OF TRANSPORTATION (continued)</u>			
Pass-Through Indiana Criminal Justice Institute Highway Safety Cluster			
State and Community Highway Safety Impaired and Dangerous Driving	20.600	PT-12-11-04-09 1394	7,216 <u>4,043</u>
Total for program			<u>11,259</u>
Alcohol Impaired Driving Countermeasures Incentive Grants I Indiana Highway Safety DUI Taskforce	20.601	K8-2012-03-03-13 1209	14,311 <u>2,169</u>
Total for program			<u>16,480</u>
Total for cluster			<u>27,739</u>
Total for federal grantor agency			<u>163,132</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana Department of Health Public Health Emergency Preparedness Bio Public Health Coordinator Grant	93.069	5U9OTP174024-10	8,825 <u>          </u>
Centers for Disease Control and Prevention - Investigations and Technical Assistance Bio Public Health Coordinator Grant	93.283	FY2012	<u>1,793</u>
Pass-Through Indiana Department of Child Services Child Support Enforcement Title IV-D Child Enforcement	93.563	FY2012	<u>623,226</u>
Total for federal grantor agency			<u>633,844</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Homeland Security Hazard Mitigation Grant 2012 Howard County Flood Mitigation	97.039	C44P-1-269A	<u>822,849</u>
Emergency Management Performance Grants Emergency Management Performance Grant	97.042	EMW-2011-EP-00036	<u>43,711</u>
Total for federal grantor agency			<u>866,560</u>
Total federal awards expended			<u>\$ 2,154,977</u>

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

HOWARD 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 Howard 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, 2012:

Program Title	Federal CFDA Number	2012
Alcohol Impaired Driving Countermeasure Incentive Grants I	20.601	\$ 9,896
Emergency Management Performance Grants	97.042	24,041

HOWARD COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

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

Financial Statement:

Type of auditor's report issued:	Adverse as to GAAP; Unmodified as to Regulatory Basis
Internal control over financial reporting:	
Material weaknesses identified?	yes
Significant deficiencies identified?	none reported
Noncompliance material to financial statement noted?	no

Federal Awards:

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

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
93.563	CDBG – State-Administered CDBG Cluster
97.039	Child Support Enforcement Hazard Mitigation Grant

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

Auditee qualified as low-risk auditee? no

HOWARD COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)

***Section II – Financial Statement Finding***

***FINDING 2012-1 - CONTROLS OVER SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS***

The County did not have a proper system of internal control in place to prevent or detect and correct errors on the Schedule of Expenditures of Federal Awards (SEFA). The County should have proper controls in place over the preparation of the SEFA to ensure accurate reporting of federal awards. Without a proper system of internal control in place that operates effectively, material misstatements of the SEFA could remain undetected.

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

Controls over the receipting, disbursing, recording, and accounting for the financial activities are necessary to avoid substantial risk of invalid transactions, inaccurate records and financial statements and incorrect decision making. (Accounting and Uniform Compliance Guidelines Manual for Counties, Chapter 1)

***Section III – Federal Award Findings and Questioned Costs***

No matters are reportable.



**MARK A. McCANN**  
**PROSECUTING ATTORNEY**  
**HOWARD COUNTY, INDIANA**  
**62<sup>ND</sup> JUDICIAL CIRCUIT**

April 23, 2013

Summary Schedule Of Prior Audit Findings

Finding 2011-1, Special Tests and Provisions

Federal Agency: U.S. Department of Health and Human Services  
Federal Program: Child Support Program  
CFDA Number: 93.563  
Federal Award No: N/A  
Pass-Through Entity: Indiana Department of Child Services  
Auditee Contact Person: Mark A. McCann  
Contact Person Title: Prosecutor, Howard County  
Contact Phone Number: (765) 456-2230

The purpose of this communication is to provide an update regarding the ongoing corrective action plan for Howard County's Title IV-D Child Support Program.

To the extent that the balance finding of the audit does not match up with the State Board of Accounts is due to the individual case balances and information that was input into the computer originally by an outside agency provided by the State was incorrect.

Howard County Title IV-D Child Support Program continues to strive to make every effort to comply with the federally mandated standards for data reliability. The IV-D Child Support office is required to maintain accurate and updated case activity and court order information with the ISETS database in order to meet the federal standard for 95% accuracy.

Our plan for corrective action is on an individual case by case basis. We will review each case, input information as far as court orders and participant data, correct account balances and make sure they are current.

Sincerely,

Mark A. McCann  
Prosecutor, Howard County  
62<sup>nd</sup> Judicial Circuit

**ENFORCEMENT DIVISION**  
**Howard County Courthouse**  
**104 N. Buckeye St., Rm 208**  
**Kokomo, IN 46901**  
**765-456-2230 Office**  
**765-456-2505 Fax**

**IV-D/CHILD SUPPORT**  
**Howard County Courthouse**  
**104 N. Buckeye St., Rm 204**  
**Kokomo, IN 46901**  
**765-456-2231 Office**  
**765-456-2235 Fax**

rosecutor.com

**HOWARD COUNTY  
AUDITOR'S OFFICE  
HOWARD COUNTY ADMINISTRATION CENTER  
220 N. MAIN ST. ROOM 222  
KOKOMO, INDIANA 46901  
Ph. (765) 456-2215  
Fax (765) 456-2259  
Martha.lake@co.howard.in.us**

**Martha Lake  
Auditor**

**Laurie Martin  
Chief Deputy**

May 8, 2013

**Corrective Action Plan**

**FINDING 2012-1-CONTROLS OVER SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS.....**

Re: The County did not have a proper system of internal control in place to prevent or detect and correct errors on the Schedule of Expenditures of Federal Awards (SEFA). The County should have proper controls in place over the preparation of the SEFA to ensure accurate reporting of federal awards. Without a proper system of internal control in place that operates effectively, material misstatements of the SEFA could remain undetected.

**County Response:**

Now that we have been made aware of this requirement we are looking at options available to enable us to maintain better management of our Federal Awards. We are assessing our personnel in the finance office and will make the necessary adjustments to provide that essential oversight.

We will also, at the end of each month, e-mail a Budgetary Status to the head of every county department that has been selected to receive a federal award. We will monthly reconcile together the Auditor's Office balance with the balance of the correlating department. A sign-off document will be filled out and kept on file monthly, as well as at the end of the year.

Since we have been made aware of this issue, we will strive to make every effort to comply with the federal requirements and provide the proper internal control of our Federal Awards (SEFA).

Thank you.

Sincerely,



Martha Lake  
Howard County Auditor

HOWARD COUNTY  
EXIT CONFERENCE

The contents of this report were discussed on May 8, 2013, with Martha Lake, Auditor; Dwight Singer, County Councilman; and Paul Wyman, Vice President of the Board of County Commissioners.