

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

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



**FILED**  
12/05/2013



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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Darin Coddington (Vacant) Scott L. Clark	01-01-11 to 05-03-13 05-04-13 to 05-05-13 05-06-13 to 12-31-14
Treasurer	Linda L. Berger	01-01-09 to 12-31-16
Clerk	Linda S. Moeller Christina M. Eurton (Interim) Christina M. Eurton	01-01-11 to 07-31-13 08-01-13 to 08-16-13 08-17-13 to 12-31-14
Sheriff	Darrell Mills	01-01-11 to 12-31-14
Recorder	Lois N. Endris	01-01-11 to 12-31-14
President of the Board of County Commissioners	Stephen Bush	01-01-12 to 12-31-13
President of the County Council	Ted Heavrin John J. Schellenberger	01-01-12 to 12-31-12 01-01-13 to 12-31-13



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

TO: THE OFFICIALS OF FLOYD COUNTY, INDIANA

***Report on the Financial Statement***

We have audited the accompanying financial statement of Floyd 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 November 14, 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 records 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 Leases and 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.

  
Paul D. Joyce, CPA  
State Examiner

November 14, 2013



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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 FLOYD 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 Floyd 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 November 14, 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 the 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 items 2012-1 and 2012-2 to be material weaknesses.

***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

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)

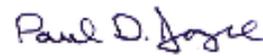
was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Questioned Costs as item 2012-1.

***Floyd 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.

  
Paul D. Joyce, CPA  
State Examiner

November 14, 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.

FLOYD 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	\$ 2,842,262	\$ 15,188,424	\$ 14,189,131	\$ 3,841,555
Accident Report	49,137	3,116	34,012	18,241
CAGIT County Certified Shares	-	13,649,984	13,649,983	1
CEDIT County Share	1,633,592	3,145,062	4,333,117	445,537
Child Advocacy	75	-	-	75
City and Town Court Costs	249,245	31,046	-	280,291
Clerk's Records Perpetuation	27,714	24,894	23,321	29,287
Community Corrections	26,345	326,568	324,094	28,819
Community Corrections Juvenile	-	2,485	2,485	-
Congressional School Interest	5,163	-	1,000	4,163
Congressional School Principal	24,995	-	-	24,995
Convention Visitor and Tourism Promotion	-	45,873	45,873	-
Sales Disclosure - County Share	54,903	10,757	5,781	59,879
Cumulative Bridge	1,794,027	788,341	485,834	2,096,534
Drug Free Community	17,155	63,213	58,000	22,368
Emergency Telephone System	237,821	116,726	354,547	-
Firearms Training	16,616	21,340	27,556	10,400
Health	125,347	555,876	502,135	179,088
Identification Security Protection	41,053	9,789	30,137	20,705
Levy Excess	40,783	-	-	40,783
Local Health Maintenance	63,527	56,851	48,091	72,287
Local Road and Street	411,899	1,922,039	1,042,448	1,291,490
Medical Care for Inmates	26,108	12,809	37,261	1,656
Misdemeanant	2,072	48,080	29,982	20,170
Motor Vehicle Highway	514,721	1,713,355	1,753,747	474,329
Park Nonreverting Capital	607	-	-	607
Plat Book	8,804	97	-	8,901
Rainy Day	1,271,126	1,354,710	2,590,003	35,833
Reassessment - 2009	446,817	364,955	525,351	286,421
Reassessment - 2015	277,888	259,109	282,630	254,367
Recorder's Records Perpetuation	168,023	162,691	148,337	182,377
Sex and Violent Offender Administration	6,162	3,703	-	9,865
Supplemental Public Defender Services	61,859	62,849	59,430	65,278
Surplus Tax	120,582	223,033	211,217	132,398
Surveyor's Corner Perpetuation	72,699	14,390	23,251	63,838
Tax Sale Redemption	1,870	336,565	333,737	4,698
Tax Sale Surplus	1,515,787	1,132,580	1,396,352	1,252,015
Local Health Department Trust Account	54,846	62,873	60,511	57,208
Unsafe Building	539	-	-	539
Victim Impact Program	10,064	28,706	24,414	14,356
Wireless Emergency Telephone System	703,780	112,376	816,156	-
Guardian Ad Litem	-	16,416	16,416	-
Auditors Ineligible Deductions	16,575	324,839	41,161	300,253
County Elected Officials Training	4,207	9,789	905	13,091
Park And Recreation	-	132,322	132,322	-
County Offender Transportation Fund	-	11,132	4,771	6,361
Statewide 911	-	722,280	165,430	556,850
Adult Probation Administrative	-	415,530	2,826	412,704
Juvenile Probation Administrative	-	19,385	3,870	15,515
Supplemental Adult Probation Services	570,529	412,388	468,942	513,975
Supplemental Juvenile Probation Services	60,801	15,407	30,485	45,723
Sheriff Sale Administration	175,711	95,454	51,479	219,686
TIF Capital Projects	-	2,422,951	2,422,951	-
Pineview Purchase by Bond	278,301	26,784	304,225	860
Self-Insurance	124,146	174,609	150,987	147,768
Payroll Withholding - Federal	(77)	1,206,545	1,207,639	(1,171)
Payroll Withholding - FICA & Medicare	(138)	1,478,170	1,479,066	(1,034)
Payroll Withholding - Local Tax	(13)	131,629	131,736	(120)
Payroll Withholding - PERF	223,654	906,749	898,008	232,395
Payroll Withholding - Sheriff Pension	14,007	51,532	51,891	13,648
Payroll Withholding - State	(38)	369,001	369,308	(345)
Payroll Withholding - Wage Garnishments	-	47,772	47,772	-

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

FLOYD 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
Settlement	-	33,674,831	33,674,831	-
CVET Agency	-	264,064	264,064	-
Weed Lien Collections	-	146	146	-
Sewage Collections	-	641,480	641,480	-
Financial Institution Tax	-	265,825	265,825	-
CEDIT Homestead Credit	124,141	1,832,818	1,475,168	481,791
HEA 1001 State Homestead Credit	(11,287)	-	-	(11,287)
Homestead Credit Rebate	-	59,608	59,608	-
State Fines and Forfeitures	223	1,823	1,366	680
Infraction Judgments	3,262	36,801	37,073	2,990
Overweight Vehicle Fines	1,148	2,969	4,038	79
Special Death Benefit	665	7,925	8,030	560
Sales Disclosure - State Share	715	7,965	7,880	800
Coroners Training & Continuing Education	2,011	9,647	10,823	835
Mortgage Recording Fees - State Share	868	10,080	9,948	1,000
DLGF Homestead Property Database	750	14,762	15,500	12
Sex and Violent Offender Admin - State	28	387	379	36
Child Restraint Violations Fines	5,625	60,505	61,993	4,137
Inheritance Tax	349,712	1,401,546	1,516,611	234,647
Education Plate Fees Agency	375	1,594	1,594	375
Riverboat Revenue Sharing	1,080,247	919,103	1,417,075	582,275
Innkeepers Tax Collections	-	137,618	137,618	-
CEDIT Distribution	1,572	6,884,006	6,885,578	-
93.563 ARRA Prosecutor IV-D Incentive	198	-	-	198
93.563 ARRA Clerk IV-D Incentive	9,992	-	-	9,992
93.563 Title IV-D Incentive	-	14,637	-	14,637
93.563 Prosecutor IV-D Incentive-Prior To Oct '99	175,077	23,392	198,469	-
93.563 Prosecutor IV-D Incentive-Post Oct '99	-	212,792	16,526	196,266
93.563 Clerk IV-D Incentive-Prior To Oct '99	35,995	18,344	53,712	627
93.563 Clerk IV-D Incentive-Post Oct '99	-	46,253	5,426	40,827
Weed Liens	-	24,418	24,418	-
Diversion Fund	219,593	57,567	114,967	162,193
Veterans Court User Fees	-	475	-	475
MCH Patient Fee	73,436	68,509	105,242	36,703
Alcohol & Drug User Fees	106,217	196,504	214,337	88,384
Veterans Court Donations	-	3,600	-	3,600
Debt Service Fund	-	266,135	266,135	-
Bridges Bond	-	350,000	350,000	-
Roads Bond	-	2,607,205	2,607,205	-
Center for Women & Families	3,624	-	-	3,624
Center for Women & Families Rape Crisis	13,349	-	-	13,349
Floyd County Gangs Task Force	3,612	-	667	2,945
New Albany Township Trustee	1,212	155,533	155,528	1,217
Floyd County Youth Service	338,215	469,894	659,682	148,427
Special Vehicle & Equipment	24,670	58,295	63,600	19,365
Local Law Enforcement Continuing Education	78,947	22,066	28,938	72,075
County Local Law Enforcement Training	1,514	3,388	4,664	238
County Court Home Monitoring	12,131	-	-	12,131
Voting Machine Non-reverting	93,023	-	-	93,023
Township Tax	-	49,427	49,427	-
School Debt Service	-	9,181,684	9,181,684	-
Sweta/Welfare/Schools	-	1,187,019	1,187,019	-
Conservancy-Muddy Fork	-	816	816	-
Riverhills Regional Planning	-	6,785	6,785	-
Fire Fighting Tax	-	45,025	45,025	-
Floyd County Fire Districts	-	1,254,029	1,254,029	-
Cumulative Fire Fund	-	187,765	187,765	-
School Capital Projects	-	5,552,382	5,552,382	-
School Pension Debt	-	1,370,361	1,370,361	-
City Parks & Recreation	-	268,961	268,961	-
City Cumulative Parks	-	71,089	71,089	-

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

FLOYD 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
Library Tax	-	1,035,519	1,035,519	-
Transportation	-	2,700,870	2,700,870	-
Bus Replacement	-	833,367	833,367	-
City Fire Pension	-	81,676	81,676	-
Community Redevelopment Non-Reverting	65,276	189,966	45,743	209,499
Rauch Industries	-	217,137	217,137	-
Lifesprings Mental Health	-	193,392	193,392	-
Non-Revolving Loan Fund	183,090	92,977	-	276,067
Bad Checks	43,114	3,295	3,246	43,163
American General Insurance	2	103	-	105
American Family Withholding	2,503	28,290	28,652	2,141
Humana Vision Care	2,551	17,735	18,082	2,204
Fort Dearborn Life Ins.	529	2,499	2,790	238
Colonial Life Withholding	162	12,985	7,855	5,292
Health Insurance	362,532	2,911,278	2,981,651	292,159
Medical Life Withholding	9,263	24,659	12,999	20,923
Guardian	5,692	89,300	87,175	7,817
Health Insurance Non-Reverting	16,980	169,749	95,999	90,730
Colonial Withholding	5,327	37,724	38,200	4,851
Deferred Compensation	-	227,682	227,700	(18)
City Reserve Liability	-	25,441	25,441	-
Poor Relief	-	89,783	89,783	-
Family & Children	-	148	148	-
Floodwall Maintenance	-	314,408	314,408	-
YMCA Y-CAP/Diamonds Grant	-	1,919	1,919	-
Sheriff Asset Forfeiture	486,165	281,234	603,314	164,085
Floyd County MCH	(27,429)	93,387	94,239	(28,281)
Floyd County Health WIC	(53,274)	247,417	248,013	(53,870)
Prosecutor STOP Grant	228	24,737	22,167	2,798
Floyd County JAG Grant	12,923	29,076	4,153	37,846
Bio Terror & Public Prep Program	1,291	30,476	32,698	(931)
Local Emergency Plan Civil Defense	16,522	5,490	1,468	20,544
EMPG Competitive Grant	-	3,612	3,992	(380)
Sexual Assault Grant	-	24,145	24,145	-
Community Correction A & D Grant	1,120	2,500	1,120	2,500
Veterans Court Gov Grants	-	3,500	-	3,500
Project Income	308,223	235,967	212,167	332,023
Veterans Service Horseshoe Grant	-	3,028	-	3,028
Corporation Fund	-	6,437,260	6,437,260	-
Prosecutor Drug Investigation Non-Reverting	53,905	-	3,738	50,167
Sherriff's Dept Non-Reverting	5,095	-	5,095	-
Humana Life	664	12,878	12,542	1,000
County Police Deferred Comp	-	58,864	58,864	-
County Landowners Liability Contingency	86,631	-	-	86,631
New York Life Withholding	41	-	-	41
United Way Withholding	46	-	-	46
Boston Mutual Life Insurance	64	-	-	64
State Homeland Security Grant	6,733	-	-	6,733
Juvenile Accountability Incentive	267	-	-	267
Juvenile Evaluation Program Grant	2,126	-	2,126	-
Floyd County Surface & Storm Water Administration	12,500	-	-	12,500
Planning Commission Surface & Storm Water Administration	31,600	-	-	31,600
Stormwater Management Operating	754,126	1,072,563	1,331,636	495,053
ISETS - Child Support	24,212	1,469,399	1,475,554	18,057
Odyssey	1,330,069	3,703,170	3,902,474	1,130,765
Sheriff's Commissary & Inmate Trust Fund	268,249	618,566	669,538	217,277
Treasurer's Cash Change	350	-	-	350
Treasurer's After Settlement Collections	6,073,930	5,966,068	6,073,930	5,966,068
Totals	<u>\$ 27,237,936</u>	<u>\$ 150,481,041</u>	<u>\$ 152,237,586</u>	<u>\$ 25,481,391</u>

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

FLOYD 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 Indiana 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,

FLOYD 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).

Utility fees which are comprised mostly of charges for current services related to Storm Water.

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.

Debt service principal and interest which include fixed obligations resulting from financial transactions previously entered into by the County. It includes all expenditures for the reduction of the principal and interest of the County's general obligation indebtedness.

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

Utility operating expenses which include all outflows for operations related to Storm Water.

FLOYD COUNTY  
NOTES TO FINANCIAL STATEMENT  
(Continued)

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

*F. Interfund Transfers*

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

*G. Fund Accounting*

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

**Note 2. Budgets**

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

**Note 3. Property Taxes**

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

FLOYD COUNTY  
NOTES TO FINANCIAL STATEMENT  
(Continued)

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

**Note 5. Risk Management**

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

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

**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.

FLOYD COUNTY  
NOTES TO FINANCIAL STATEMENT  
(Continued)

*B. County Police Retirement Plan*

*Plan Description*

The County Police Retirement Plan is a single-employer defined benefit pension plan. With the approval of the County's fiscal body, the plan is administered by the sheriff's department and an appointed trustee as authorized by state statute (IC 36-8-10-12) for full-time police officers. The plan provides retirement, death, and disability benefits to plan members and beneficiaries. 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.

**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 financial statement.

**Note 8. Cash Balance Deficits**

The financial statement contains some funds with deficits in cash. The cash deficits are a result of: reimbursements for expenditures made by the County for some grant funds not being received by December 31, 2012; uncorrected posting errors from prior years; and payroll withholding funds, which had not been reconciled as of December 31, 2012, to determine the cause of the negative fund balances.

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## 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.

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

	General	Accident Report	CAGIT County Certified Shares	CEDIT County Share	Child Advocacy	City and Town Court Costs	Clerk's Records Perpetuation
Cash and investments - beginning	\$ 2,842,262	\$ 49,137	\$ -	\$ 1,633,592	\$ 75	\$ 249,245	\$ 27,714
Receipts:							
Taxes	10,455,281	-	8,896,536	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	1,020,398	-	-	-	-	-	-
Charges for services	728,811	3,116	-	-	-	-	-
Fines and forfeits	291,884	-	-	-	-	31,046	19,894
Utility fees	-	-	-	-	-	-	-
Other receipts	2,692,050	-	4,753,448	3,145,062	-	-	5,000
Total receipts	<u>15,188,424</u>	<u>3,116</u>	<u>13,649,984</u>	<u>3,145,062</u>	<u>-</u>	<u>31,046</u>	<u>24,894</u>
Disbursements:							
Personal services	10,404,501	-	-	1,046,836	-	-	-
Supplies	586,701	-	-	244,502	-	-	-
Other services and charges	1,928,902	-	-	1,773,923	-	-	16,888
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	47,857	-	-	318,298	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	1,221,170	34,012	13,649,983	949,558	-	-	6,433
Total disbursements	<u>14,189,131</u>	<u>34,012</u>	<u>13,649,983</u>	<u>4,333,117</u>	<u>-</u>	<u>-</u>	<u>23,321</u>
Excess (deficiency) of receipts over disbursements	<u>999,293</u>	<u>(30,896)</u>	<u>1</u>	<u>(1,188,055)</u>	<u>-</u>	<u>31,046</u>	<u>1,573</u>
Cash and investments - ending	<u>\$ 3,841,555</u>	<u>\$ 18,241</u>	<u>\$ 1</u>	<u>\$ 445,537</u>	<u>\$ 75</u>	<u>\$ 280,291</u>	<u>\$ 29,287</u>

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

	Community Corrections	Community Corrections Juvenile	Congressional School Interest	Congressional School Principal	Convention Visitor and Tourism Promotion	Sales Disclosure County Share	Cumulative Bridge
Cash and investments - beginning	\$ 26,345	\$ -	\$ 5,163	\$ 24,995	\$ -	\$ 54,903	\$ 1,794,027
Receipts:							
Taxes	-	-	-	-	-	-	394,593
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	326,568	2,485	-	-	7,435	-	38,481
Charges for services	-	-	-	-	-	10,685	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	-	-	38,438	72	355,267
Total receipts	326,568	2,485	-	-	45,873	10,757	788,341
Disbursements:							
Personal services	291,858	-	-	-	-	2,280	44,515
Supplies	7,485	-	-	-	-	-	-
Other services and charges	15,667	-	-	-	-	3,501	44,231
Debt service - principal and interest	-	-	-	-	-	-	13,042
Capital outlay	-	-	-	-	-	-	205,164
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	9,084	2,485	1,000	-	45,873	-	178,882
Total disbursements	324,094	2,485	1,000	-	45,873	5,781	485,834
Excess (deficiency) of receipts over disbursements	2,474	-	(1,000)	-	-	4,976	302,507
Cash and investments - ending	\$ 28,819	\$ -	\$ 4,163	\$ 24,995	\$ -	\$ 59,879	\$ 2,096,534

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

	Drug Free Community	Emergency Telephone System	Firearms Training	Health	Identification Security Protection	Levy Excess	Local Health Maintenance
Cash and investments - beginning	\$ 17,155	\$ 237,821	\$ 16,616	\$ 125,347	\$ 41,053	\$ 40,783	\$ 63,527
Receipts:							
Taxes	-	-	-	518,093	-	-	20,683
Licenses and permits	-	-	-	19,880	-	-	-
Intergovernmental	-	-	-	17,903	-	-	-
Charges for services	-	-	21,340	-	9,789	-	36,168
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	63,213	116,726	-	-	-	-	-
Total receipts	63,213	116,726	21,340	555,876	9,789	-	56,851
Disbursements:							
Personal services	-	-	-	446,839	-	-	39,242
Supplies	-	-	-	11,045	-	-	-
Other services and charges	58,000	6,504	-	44,093	30,137	-	7,882
Debt service - principal and interest	-	-	-	158	-	-	-
Capital outlay	-	6,773	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	341,270	27,556	-	-	-	967
Total disbursements	58,000	354,547	27,556	502,135	30,137	-	48,091
Excess (deficiency) of receipts over disbursements	5,213	(237,821)	(6,216)	53,741	(20,348)	-	8,760
Cash and investments - ending	\$ 22,368	\$ -	\$ 10,400	\$ 179,088	\$ 20,705	\$ 40,783	\$ 72,287

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

	Local Road and Street	Medical Care for Inmates	Misdemeanant	Motor Vehicle Highway	Park Nonreverting Capital	Plat Book	Rainy Day
Cash and investments - beginning	\$ 411,899	\$ 26,108	\$ 2,072	\$ 514,721	\$ 607	\$ 8,804	\$ 1,271,126
Receipts:							
Taxes	-	-	-	116,262	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	463,997	-	48,080	1,597,093	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	1,458,042	12,809	-	-	-	97	1,354,710
Total receipts	1,922,039	12,809	48,080	1,713,355	-	97	1,354,710
Disbursements:							
Personal services	-	-	-	1,170,914	-	-	834,872
Supplies	-	-	-	296,353	-	-	19,313
Other services and charges	40,005	-	-	31,652	-	-	333,382
Debt service - principal and interest	229,962	-	-	-	-	-	-
Capital outlay	410,302	-	-	129,828	-	-	1,394,254
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	362,179	37,261	29,982	125,000	-	-	8,182
Total disbursements	1,042,448	37,261	29,982	1,753,747	-	-	2,590,003
Excess (deficiency) of receipts over disbursements	879,591	(24,452)	18,098	(40,392)	-	97	(1,235,293)
Cash and investments - ending	\$ 1,291,490	\$ 1,656	\$ 20,170	\$ 474,329	\$ 607	\$ 8,901	\$ 35,833

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

	Reassessment 2009	Reassessment 2015	Recorder's Records Perpetuation	Sex and Violent Offender Administration	Supplemental Public Defender Services	Surplus Tax	Surveyor's Corner Perpetuation
Cash and investments - beginning	\$ 446,817	\$ 277,888	\$ 168,023	\$ 6,162	\$ 61,859	\$ 120,582	\$ 72,699
Receipts:							
Taxes	344,912	-	-	-	-	21,701	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	19,978	-	-	-	-	-	-
Charges for services	-	-	162,643	3,703	-	-	14,390
Fines and forfeits	-	-	-	-	36,624	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	65	259,109	48	-	26,225	201,332	-
Total receipts	<u>364,955</u>	<u>259,109</u>	<u>162,691</u>	<u>3,703</u>	<u>62,849</u>	<u>223,033</u>	<u>14,390</u>
Disbursements:							
Personal services	-	95,962	-	-	10,760	-	14,242
Supplies	-	27	-	-	47,725	-	-
Other services and charges	266,242	2,662	-	-	-	-	6,701
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	159,960	-	-	-	-	2,207
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	259,109	24,019	148,337	-	945	211,217	101
Total disbursements	<u>525,351</u>	<u>282,630</u>	<u>148,337</u>	<u>-</u>	<u>59,430</u>	<u>211,217</u>	<u>23,251</u>
Excess (deficiency) of receipts over disbursements	<u>(160,396)</u>	<u>(23,521)</u>	<u>14,354</u>	<u>3,703</u>	<u>3,419</u>	<u>11,816</u>	<u>(8,861)</u>
Cash and investments - ending	<u>\$ 286,421</u>	<u>\$ 254,367</u>	<u>\$ 182,377</u>	<u>\$ 9,865</u>	<u>\$ 65,278</u>	<u>\$ 132,398</u>	<u>\$ 63,838</u>

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

	Tax Sale Redemption	Tax Sale Surplus	Local Health Department Trust Account	Unsafe Building	Victim Impact Program	Wireless Emergency Telephone System	Guardian Ad Litem
Cash and investments - beginning	\$ 1,870	\$ 1,515,787	\$ 54,846	\$ 539	\$ 10,064	\$ 703,780	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	28,001	-	16,416
Charges for services	-	-	36,620	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	336,565	1,132,580	26,253	-	705	112,376	-
Total receipts	336,565	1,132,580	62,873	-	28,706	112,376	16,416
Disbursements:							
Personal services	-	-	-	-	23,170	-	-
Supplies	-	-	25,398	-	-	-	-
Other services and charges	-	-	5,647	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	13,866	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	333,737	1,396,352	15,600	-	1,244	816,156	16,416
Total disbursements	333,737	1,396,352	60,511	-	24,414	816,156	16,416
Excess (deficiency) of receipts over disbursements	2,828	(263,772)	2,362	-	4,292	(703,780)	-
Cash and investments - ending	\$ 4,698	\$ 1,252,015	\$ 57,208	\$ 539	\$ 14,356	\$ -	\$ -

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

	Auditors Ineligible Deductions	County Elected Officials Training	Park And Recreation	County Offender Transportation Fund	Statewide 911	Adult Probation Administrative	Juvenile Probation Administrative
Cash and investments - beginning	\$ 16,575	\$ 4,207	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	11,988	-	-	-	-
Charges for services	-	9,789	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	415,256	17,722
Utility fees	-	-	-	-	-	-	-
Other receipts	324,839	-	120,334	11,132	722,280	274	1,663
Total receipts	324,839	9,789	132,322	11,132	722,280	415,530	19,385
Disbursements:							
Personal services	-	-	-	-	-	2,379	890
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	41,161	905	132,322	4,771	165,430	447	2,980
Total disbursements	41,161	905	132,322	4,771	165,430	2,826	3,870
Excess (deficiency) of receipts over disbursements	283,678	8,884	-	6,361	556,850	412,704	15,515
Cash and investments - ending	\$ 300,253	\$ 13,091	\$ -	\$ 6,361	\$ 556,850	\$ 412,704	\$ 15,515

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

	Supplemental Adult Probation Services	Supplemental Juvenile Probation Services	Sheriff Sale Administration	TIF Capital Projects	Pineview Purchase by Bond	Self-Insurance	Payroll Withholding Federal
Cash and investments - beginning	\$ 570,529	\$ 60,801	\$ 175,711	\$ -	\$ 278,301	\$ 124,146	\$ (77)
Receipts:							
Taxes	-	-	-	2,422,951	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	95,200	-	-	-	-
Fines and forfeits	162,670	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	249,718	15,407	254	-	26,784	174,609	1,206,545
Total receipts	412,388	15,407	95,454	2,422,951	26,784	174,609	1,206,545
Disbursements:							
Personal services	317,411	1,259	51,246	-	-	-	-
Supplies	30,424	-	-	-	-	-	-
Other services and charges	80,603	13,507	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	9,468	15,659	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	31,036	60	233	2,422,951	304,225	150,987	1,207,639
Total disbursements	468,942	30,485	51,479	2,422,951	304,225	150,987	1,207,639
Excess (deficiency) of receipts over disbursements	(56,554)	(15,078)	43,975	-	(277,441)	23,622	(1,094)
Cash and investments - ending	\$ 513,975	\$ 45,723	\$ 219,686	\$ -	\$ 860	\$ 147,768	\$ (1,171)

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

	Payroll Withholding FICA & Medicare	Payroll Withholding Local Tax	Payroll Withholding PERF	Payroll Withholding Sheriff Pension	Payroll Withholding State	Payroll Withholding Wage Garnishments	Settlement
Cash and investments - beginning	\$ (138)	\$ (13)	\$ 223,654	\$ 14,007	\$ (38)	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	29,146,327
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	1,478,170	131,629	906,749	51,532	369,001	47,772	4,528,504
Total receipts	1,478,170	131,629	906,749	51,532	369,001	47,772	33,674,831
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	1,479,066	131,736	898,008	51,891	369,308	47,772	33,674,831
Total disbursements	1,479,066	131,736	898,008	51,891	369,308	47,772	33,674,831
Excess (deficiency) of receipts over disbursements	(896)	(107)	8,741	(359)	(307)	-	-
Cash and investments - ending	\$ (1,034)	\$ (120)	\$ 232,395	\$ 13,648	\$ (345)	\$ -	\$ -

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

	CVET Agency	Weed Lien Collections	Sewage Collections	Financial Institution Tax	CEDIT Homestead Credit	HEA 1001 State Homestead Credit	Homestead Credit Rebate
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ 124,141	\$ (11,287)	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	264,064	146	641,480	265,825	1,832,818	-	59,608
Total receipts	264,064	146	641,480	265,825	1,832,818	-	59,608
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	264,064	146	641,480	265,825	1,475,168	-	59,608
Total disbursements	264,064	146	641,480	265,825	1,475,168	-	59,608
Excess (deficiency) of receipts over disbursements	-	-	-	-	357,650	-	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ 481,791	\$ (11,287)	\$ -

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

	State Fines and Forfeitures	Infraction Judgments	Overweight Vehicle Fines	Special Death Benefit	Sales Disclosure State Share	Coroners Training & Continuing Education	Mortgage Recording Fees State Share
Cash and investments - beginning	\$ 223	\$ 3,262	\$ 1,148	\$ 665	\$ 715	\$ 2,011	\$ 868
Receipts:							
Taxes	-	-	2,969	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	7,965	1,831	10,080
Fines and forfeits	1,823	36,801	-	7,925	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	7,816	-
Total receipts	<u>1,823</u>	<u>36,801</u>	<u>2,969</u>	<u>7,925</u>	<u>7,965</u>	<u>9,647</u>	<u>10,080</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	1,366	37,073	4,038	8,030	7,880	10,823	9,948
Total disbursements	<u>1,366</u>	<u>37,073</u>	<u>4,038</u>	<u>8,030</u>	<u>7,880</u>	<u>10,823</u>	<u>9,948</u>
Excess (deficiency) of receipts over disbursements	<u>457</u>	<u>(272)</u>	<u>(1,069)</u>	<u>(105)</u>	<u>85</u>	<u>(1,176)</u>	<u>132</u>
Cash and investments - ending	<u>\$ 680</u>	<u>\$ 2,990</u>	<u>\$ 79</u>	<u>\$ 560</u>	<u>\$ 800</u>	<u>\$ 835</u>	<u>\$ 1,000</u>

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

	DLGF Homestead Property Database	Sex and Violent Offender Admin - State	Child Restraint Violations Fines	Inheritance Tax	Education Plate Fees Agency	Riverboat Revenue Sharing	Innkeepers Tax Collections
Cash and investments - beginning	\$ 750	\$ 28	\$ 5,625	\$ 349,712	\$ 375	\$ 1,080,247	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	22,304
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	60,505	-	-	-	-
Charges for services	-	-	-	1,398,317	1,594	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	14,762	387	-	3,229	-	919,103	115,314
Total receipts	14,762	387	60,505	1,401,546	1,594	919,103	137,618
Disbursements:							
Personal services	-	-	-	-	-	105,328	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	164,515	-
Debt service - principal and interest	-	-	-	-	-	104,000	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	15,500	379	61,993	1,516,611	1,594	1,043,232	137,618
Total disbursements	15,500	379	61,993	1,516,611	1,594	1,417,075	137,618
Excess (deficiency) of receipts over disbursements	(738)	8	(1,488)	(115,065)	-	(497,972)	-
Cash and investments - ending	\$ 12	\$ 36	\$ 4,137	\$ 234,647	\$ 375	\$ 582,275	\$ -

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

	CEDIT Distribution	93.563 ARRA Prosecutor IV-D Incentive	93.563 ARRA Clerk IV-D Incentive	93.563 Title IV-D Incentive	93.563 Prosecutor IV-D Incentive-Prior To Oct '99	93.563 Prosecutor IV-D Incentive-Post Oct '99	93.563 Clerk IV-D Incentive-Prior To Oct '99
Cash and investments - beginning	\$ 1,572	\$ 198	\$ 9,992	\$ -	\$ 175,077	\$ -	\$ 35,995
Receipts:							
Taxes	1,574,175	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	18,344
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	5,309,831	-	-	14,637	23,392	212,792	-
Total receipts	6,884,006	-	-	14,637	23,392	212,792	18,344
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	6,885,578	-	-	-	198,469	16,526	53,712
Total disbursements	6,885,578	-	-	-	198,469	16,526	53,712
Excess (deficiency) of receipts over disbursements	(1,572)	-	-	14,637	(175,077)	196,266	(35,368)
Cash and investments - ending	\$ -	\$ 198	\$ 9,992	\$ 14,637	\$ -	\$ 196,266	\$ 627

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

	93.563 Clerk IV-D Incentive-Post Oct '99	Weed Liens	Diversion Fund	Veterans Court User Fees	MCH Patient Fee	Alcohol & Drug User Fees	Veterans Court Donations
Cash and investments - beginning	\$ -	\$ -	\$ 219,593	\$ -	\$ 73,436	\$ 106,217	\$ -
Receipts:							
Taxes	-	22,449	-	-	68,509	249	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	1,969	57,567	-	-	196,255	-
Utility fees	-	-	-	-	-	-	-
Other receipts	46,253	-	-	475	-	-	3,600
Total receipts	46,253	24,418	57,567	475	68,509	196,504	3,600
Disbursements:							
Personal services	-	-	60,980	-	87,922	193,494	-
Supplies	-	-	785	-	4,377	1,055	-
Other services and charges	-	-	53,202	-	9,943	17,489	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	2,299	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	5,426	24,418	-	-	3,000	-	-
Total disbursements	5,426	24,418	114,967	-	105,242	214,337	-
Excess (deficiency) of receipts over disbursements	40,827	-	(57,400)	475	(36,733)	(17,833)	3,600
Cash and investments - ending	\$ 40,827	\$ -	\$ 162,193	\$ 475	\$ 36,703	\$ 88,384	\$ 3,600

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

	Debt Service Fund	Bridges Bond	Roads Bond	Center for Women & Families	Center Center for Women & Families Rape Crisis	Floyd County Gangs Task Force	New Albany Township Trustee
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ 3,624	\$ 13,349	\$ 3,612	\$ 1,212
Receipts:							
Taxes	243,958	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	22,177	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	350,000	2,607,205	-	-	-	155,533
Total receipts	<u>266,135</u>	<u>350,000</u>	<u>2,607,205</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>155,533</u>
Disbursements:							
Personal services	-	-	-	-	-	-	128,643
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	4,865
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	266,135	350,000	2,607,205	-	-	667	22,020
Total disbursements	<u>266,135</u>	<u>350,000</u>	<u>2,607,205</u>	<u>-</u>	<u>-</u>	<u>667</u>	<u>155,528</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(667)</u>	<u>5</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,624</u>	<u>\$ 13,349</u>	<u>\$ 2,945</u>	<u>\$ 1,217</u>

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

	Floyd County Youth Service	Special Vehicle & Equipment	Local Law Enforcement Continuing Education	County Local Law Enforcement Training	County court Home Monitoring	Voting Machine Non-reverting	Township Tax
Cash and investments - beginning	\$ 338,215	\$ 24,670	\$ 78,947	\$ 1,514	\$ 12,131	\$ 93,023	\$ -
Receipts:							
Taxes	392,976	41,883	22,038	3,388	-	-	44,483
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	62,285	-	-	-	-	-	4,944
Charges for services	-	16,412	-	-	-	-	-
Fines and forfeits	-	-	28	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	14,633	-	-	-	-	-	-
Total receipts	469,894	58,295	22,066	3,388	-	-	49,427
Disbursements:							
Personal services	581,041	-	-	-	-	-	-
Supplies	15,261	-	-	-	-	-	-
Other services and charges	28,904	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	3,938	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	30,538	63,600	28,938	4,664	-	-	49,427
Total disbursements	659,682	63,600	28,938	4,664	-	-	49,427
Excess (deficiency) of receipts over disbursements	(189,788)	(5,305)	(6,872)	(1,276)	-	-	-
Cash and investments - ending	\$ 148,427	\$ 19,365	\$ 72,075	\$ 238	\$ 12,131	\$ 93,023	\$ -

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

	School Debt Service	Sweta/Welfare/Schools	Conservancy Muddy Fork	Riverhills Regional Planning	Fire Fighting Tax	Floyd County Fire Districts	Cumulative Fire Fund
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	8,496,436	-	816	6,265	40,476	1,149,816	171,154
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	685,248	-	-	520	4,549	104,213	16,611
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	1,187,019	-	-	-	-	-
Total receipts	<u>9,181,684</u>	<u>1,187,019</u>	<u>816</u>	<u>6,785</u>	<u>45,025</u>	<u>1,254,029</u>	<u>187,765</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	1,254,029	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	9,181,684	1,187,019	816	6,785	45,025	-	187,765
Total disbursements	<u>9,181,684</u>	<u>1,187,019</u>	<u>816</u>	<u>6,785</u>	<u>45,025</u>	<u>1,254,029</u>	<u>187,765</u>
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	-	-
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	School Capital Projects	School Pension Debt	City Parks & Recreation	City Cumulative Parks	Library Tax	Transportation	Bus Replacement
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	5,141,714	1,267,026	251,420	66,773	955,360	2,496,464	772,119
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	410,668	103,335	17,541	4,316	80,159	204,406	61,248
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	<u>5,552,382</u>	<u>1,370,361</u>	<u>268,961</u>	<u>71,089</u>	<u>1,035,519</u>	<u>2,700,870</u>	<u>833,367</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	1,370,361	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	<u>5,552,382</u>	<u>-</u>	<u>268,961</u>	<u>71,089</u>	<u>1,035,519</u>	<u>2,700,870</u>	<u>833,367</u>
Total disbursements	<u>5,552,382</u>	<u>1,370,361</u>	<u>268,961</u>	<u>71,089</u>	<u>1,035,519</u>	<u>2,700,870</u>	<u>833,367</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>

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

	City Fire Pension	Community Redevelopment Non-Reverting	Rauch Industries	Lifesprings Mental Health	Non-Revolving Loan Fund	Bad Checks	American General Insurance
Cash and investments - beginning	\$ -	\$ 65,276	\$ -	\$ -	\$ 183,090	\$ 43,114	\$ 2
Receipts:							
Taxes	77,674	-	200,469	178,543	-	1,000	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	4,002	-	16,668	14,849	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	2,295	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	189,966	-	-	92,977	-	103
Total receipts	81,676	189,966	217,137	193,392	92,977	3,295	103
Disbursements:							
Personal services	-	-	-	-	-	3,219	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	12,771	-	-	-	27	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	81,676	32,972	217,137	193,392	-	-	-
Total disbursements	81,676	45,743	217,137	193,392	-	3,246	-
Excess (deficiency) of receipts over disbursements	-	144,223	-	-	92,977	49	103
Cash and investments - ending	\$ -	\$ 209,499	\$ -	\$ -	\$ 276,067	\$ 43,163	\$ 105

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

	American Family Withholding	Humana Vision Care	Fort Dearborn Life Ins.	Colonial Life Withholding	Health Insurance	Medical Life Withholding	Guardian
Cash and investments - beginning	\$ 2,503	\$ 2,551	\$ 529	\$ 162	\$ 362,532	\$ 9,263	\$ 5,692
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	28,290	17,735	2,499	12,985	2,911,278	24,659	89,300
Total receipts	28,290	17,735	2,499	12,985	2,911,278	24,659	89,300
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	28,652	18,082	2,790	7,855	2,981,651	12,999	87,175
Total disbursements	28,652	18,082	2,790	7,855	2,981,651	12,999	87,175
Excess (deficiency) of receipts over disbursements	(362)	(347)	(291)	5,130	(70,373)	11,660	2,125
Cash and investments - ending	\$ 2,141	\$ 2,204	\$ 238	\$ 5,292	\$ 292,159	\$ 20,923	\$ 7,817

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

	Health Insurance Non-Reverting	Colonial Withholding	Deferred Compensation	City Reserve Liability	Poor Relief	Family & Children	Floodwall Maintenance
Cash and investments - beginning	\$ 16,980	\$ 5,327	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	23,847	82,758	-	297,752
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	1,594	7,025	-	16,656
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	169,749	37,724	227,682	-	-	148	-
Total receipts	169,749	37,724	227,682	25,441	89,783	148	314,408
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	95,999	38,200	227,700	25,441	89,783	148	314,408
Total disbursements	95,999	38,200	227,700	25,441	89,783	148	314,408
Excess (deficiency) of receipts over disbursements	73,750	(476)	(18)	-	-	-	-
Cash and investments - ending	\$ 90,730	\$ 4,851	\$ (18)	\$ -	\$ -	\$ -	\$ -

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

	YMCA Y-CAP/Diamonds Grant	Sheriff Asset Forfeiture	Floyd County MCH	Floyd County Health WIC	Prosecutor STOP Grant	Floyd County JAG Grant	Bio Terror & Public Prep Program
Cash and investments - beginning	\$ -	\$ 486,165	\$ (27,429)	\$ (53,274)	\$ 228	\$ 12,923	\$ 1,291
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	92,928	242,582	24,737	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	1,919	281,234	459	4,835	-	29,076	30,476
Total receipts	1,919	281,234	93,387	247,417	24,737	29,076	30,476
Disbursements:							
Personal services	-	-	94,239	194,790	21,791	-	-
Supplies	-	-	-	20,102	-	-	3,028
Other services and charges	-	-	-	32,178	376	-	1,293
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	4,196
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	1,919	603,314	-	943	-	4,153	24,181
Total disbursements	1,919	603,314	94,239	248,013	22,167	4,153	32,698
Excess (deficiency) of receipts over disbursements	-	(322,080)	(852)	(596)	2,570	24,923	(2,222)
Cash and investments - ending	\$ -	\$ 164,085	\$ (28,281)	\$ (53,870)	\$ 2,798	\$ 37,846	\$ (931)

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

	Local Emergency Plan Civil Defense	EMPG Competitive Grant	Sexual Assault Grant	Community Correction A & D Grant	Veterans Court Gov Grants	Project Income	Veterans Service Horseshoe Grant
Cash and investments - beginning	\$ 16,522	\$ -	\$ -	\$ 1,120	\$ -	\$ 308,223	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	3,612	-	2,500	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	4,022	-
Utility fees	-	-	-	-	-	-	-
Other receipts	5,490	-	24,145	-	3,500	231,945	3,028
Total receipts	5,490	3,612	24,145	2,500	3,500	235,967	3,028
Disbursements:							
Personal services	-	-	-	-	-	131,227	-
Supplies	-	-	-	-	-	2,400	-
Other services and charges	1,253	-	-	1,120	-	13,737	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	61,180	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	215	3,992	24,145	-	-	3,623	-
Total disbursements	1,468	3,992	24,145	1,120	-	212,167	-
Excess (deficiency) of receipts over disbursements	4,022	(380)	-	1,380	3,500	23,800	3,028
Cash and investments - ending	\$ 20,544	\$ (380)	\$ -	\$ 2,500	\$ 3,500	\$ 332,023	\$ 3,028

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

	Corporation Fund	Prosecutor Drug Investigation Non-Reverting	Sherriff's Dept Non-Reverting	Humana Life	County Police Deferred Comp	County Landowners Liability Contingency	New York Life Withholding
Cash and investments - beginning	\$ -	\$ 53,905	\$ 5,095	\$ 664	\$ -	\$ 86,631	\$ 41
Receipts:							
Taxes	6,036,015	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	401,245	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	-	12,878	58,864	-	-
Total receipts	6,437,260	-	-	12,878	58,864	-	-
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	3,038	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	700	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	6,437,260	-	5,095	12,542	58,864	-	-
Total disbursements	6,437,260	3,738	5,095	12,542	58,864	-	-
Excess (deficiency) of receipts over disbursements	-	(3,738)	(5,095)	336	-	-	-
Cash and investments - ending	\$ -	\$ 50,167	\$ -	\$ 1,000	\$ -	\$ 86,631	\$ 41

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

	United Way Withholding	Boston Mutual Life Insurance	State Homeland Security Grant	Juvenile Accountability Incentive	Juvenile Evaluation Program Grant	Floyd County Surface & Storm Water Administration	Planning Commission Surface & Storm Water Administration
Cash and investments - beginning	\$ 46	\$ 64	\$ 6,733	\$ 267	\$ 2,126	\$ 12,500	\$ 31,600
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	-	-	-	-	-	-	-
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	2,126	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	-	-	-	-	2,126	-	-
Excess (deficiency) of receipts over disbursements	-	-	-	-	(2,126)	-	-
Cash and investments - ending	<u>\$ 46</u>	<u>\$ 64</u>	<u>\$ 6,733</u>	<u>\$ 267</u>	<u>\$ -</u>	<u>\$ 12,500</u>	<u>\$ 31,600</u>

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

	Stormwater Management Operating	ISETS Child Support	Odyssey	Sheriff's Commissary & Inmate Trust Fund	Treasurer's Cash Change	Treasurer's After Settlement Collections	Totals
Cash and investments - beginning	\$ 754,126	\$ 24,212	\$ 1,330,069	\$ 268,249	\$ 350	\$ 6,073,930	\$ 27,237,936
Receipts:							
Taxes	-	-	-	-	-	-	82,490,617
Licenses and permits	-	-	-	-	-	-	19,880
Intergovernmental	-	-	-	-	-	-	6,288,290
Charges for services	-	-	-	-	-	-	2,568,453
Fines and forfeits	-	-	-	-	-	-	1,283,781
Utility fees	1,915	-	-	-	-	-	1,915
Other receipts	1,070,648	1,469,399	3,703,170	618,566	-	5,966,068	57,828,105
Total receipts	1,072,563	1,469,399	3,703,170	618,566	-	5,966,068	150,481,041
Disbursements:							
Personal services	-	-	-	-	-	-	16,401,850
Supplies	-	-	-	-	-	-	1,315,981
Other services and charges	-	-	-	-	-	-	5,049,975
Debt service - principal and interest	-	-	-	-	-	-	347,162
Capital outlay	-	-	-	-	-	-	5,417,330
Utility operating expenses	1,156,792	-	-	-	-	-	1,156,792
Other disbursements	174,844	1,475,554	3,902,474	669,538	-	6,073,930	122,548,496
Total disbursements	1,331,636	1,475,554	3,902,474	669,538	-	6,073,930	152,237,586
Excess (deficiency) of receipts over disbursements	(259,073)	(6,155)	(199,304)	(50,972)	-	(107,862)	(1,756,545)
Cash and investments - ending	\$ 495,053	\$ 18,057	\$ 1,130,765	\$ 217,277	\$ 350	\$ 5,966,068	\$ 25,481,391

FLOYD COUNTY  
SCHEDULE OF LEASES AND DEBT  
December 31, 2012

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
Ally	Prosecutor Vehicle	\$ 7,554	01-01-11	12-31-14
Key Government Finance	New Vactor Unit to Maintain Sewers for the County	<u>96,000</u>	10-01-08	10-01-13
Total governmental activities		<u>103,554</u>		
Total of annual lease payments		<u>\$ 103,554</u>		

Type	Description of Debt Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:			
General obligation bonds	Pineview Building Purchase	\$ 1,460,000	\$ 144,019
Notes and loans	2012 Bridge Improvement BAN	350,000	352,618
Notes and loans	2012 Road Improvement BAN	<u>2,619,000</u>	<u>263,588</u>
Totals		<u>\$ 4,429,000</u>	<u>\$ 760,225</u>

FLOYD 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.

	<u>Ending Balance</u>
Governmental activities:	
Land	\$ 676,489
Infrastructure	46,509,321
Buildings	19,561,320
Improvements other than buildings	8,449,810
Machinery, equipment, and vehicles	<u>13,981,139</u>
Total capital assets	<u>\$ 89,178,079</u>

FLOYD COUNTY  
OTHER REPORTS

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

County Auditor  
County Treasurer

SUPPLEMENTAL AUDIT OF  
FEDERAL AWARDS



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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

TO: THE OFFICIALS OF FLOYD COUNTY, INDIANA

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

We have audited Floyd 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.

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

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the 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 types of requirements that could have a direct and material effect on each major federal program to determine the auditing

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

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.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be material weaknesses.

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. We consider the deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as item 2012-3 to be material weaknesses.

The County's response to the internal control over compliance 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 compliance and, accordingly, we express no opinion on the response.

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.

  
Paul D. Joyce, CPA  
State Examiner

November 14, 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.

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

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>Department of Agriculture</u>				
Child Nutrition Cluster				
School Breakfast Program	Indiana Department of Education	10.553		\$ 2,726
School Breakfast Program				
National School Lunch Program	Indiana Department of Education	10.555		5,314
National School Lunch Program				
Total - Child Nutrition Cluster				<u>8,040</u>
Special Supplemental Nutrition Program for Women, Infants, and Children W.I.C.	Indiana State Department of Health	10.557	MWSSNP 2-6WCI-2	183,865
Total - Department of Agriculture				<u>191,905</u>
<u>Department of Justice</u>				
JAG Program Cluster				
Edward Byrne Memorial Justice Assistance Grant Program	Indiana Criminal Justice Institute	16.738	2011-DJ-BX-3023 / 20	29,076
JAG				
Total - JAG Program Cluster				<u>29,076</u>
Juvenile Accountability Block Grants	Indiana Criminal Justice Institute	16.523	08-JB-028 & 10-JB-006	17,151
JABG				
Juvenile Justice and Delinquency Prevention - Allocation to States	Indiana Criminal Justice Institute	16.540	2009-JF-FX-022	1,919
YMCA				
Crime Victim Assistance	Indiana Criminal Justice Institute	16.575	11-VANP-033	24,145
Victims Assistance		16.575	11-VAPR-136	28,000
Victims Assistance				
Total - Crime Victim Assistance				<u>52,145</u>
Violence Against Women Formula Grants	Indiana Criminal Justice Institute	16.588	2011-WF-AX-0010 & 20	9,622
S.T.O.P. Grant		16.588	2012-WF-AX-0035	15,116
S.T.O.P. Grant				
Total - Violence Against Women Formula Grants				<u>24,738</u>
Equitable Sharing Program	Direct Grant	16.922	2012	500,955
Sheriff Forfeiture				
Total - Department of Justice				<u>625,984</u>
<u>Department of Transportation</u>				
Highway Planning and Construction Cluster				
Highway Planning and Construction	Indiana Department of Transportation	20.205	Des #0200786	64,706
Old Vincennes Road		20.205	Des #0902246	17,186
Bridge Inspections		20.205	Des #8441860	1,720
Bridge Inspections		20.205	Des #8676620	462
Total - Highway Planning and Construction Cluster				<u>84,074</u>
Highway Safety Cluster				
State and Community Highway Safety	Indiana Criminal Justice Institute	20.600	1234	2,170
Operation Pullover				
Safety Belt Performance Grants	Indiana Criminal Justice Institute	20.609	OP-12-04-02-65	7,402
Operation Pullover				
Total - Highway Safety Cluster				<u>9,572</u>
Total - Department of Transportation				<u>93,646</u>

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

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

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>Department of Health and Human Services</u>				
Public Health Emergency Preparedness	Indiana State Department of Health			
Bioterrorism		93.069	40036101032BA12	5,064
Bioterrorism		93.069	40036101032CR12	<u>16,075</u>
Total - Public Health Emergency Preparedness				<u>21,139</u>
Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements	Indiana State Department of Health			
Bioterrorism		93.074	400361010320013	<u>7,963</u>
Centers for Disease Control and Prevention - Investigations and Technical Assistance	Indiana State Department of Health			
Bioterrorism		93.283	40036101032BA12	<u>1,373</u>
Child Support Enforcement	Indiana Department of Child Services			
Child Support		93.563		<u>395,290</u>
Voting Access for Individuals with Disabilities - Grants to States	Indiana State Department of Health			
HAVA		93.617	0630803INVOTE03	<u>10,000</u>
Maternal and Child Health Services Block Grant to the States	Indiana State Department of Health			
MCH		93.994	MCH-121-2	<u>92,928</u>
Total - Department of Health and Human Services				<u>528,693</u>
<u>Department of Homeland Security</u>				
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	Indiana Department of Homeland Security			
April 2011 Storm		97.036	385PA1997000000	<u>111,731</u>
Emergency Management Performance Grants	Indiana Department of Homeland Security			
EMA		97.042	C44P-2-088A	3,612
EMA		97.042	C44P-2-329A	<u>31,403</u>
Total - Emergency Management Performance Grants				<u>35,015</u>
Total - Department of Homeland Security				<u>146,746</u>
Total federal awards expended				<u>\$ 1,586,974</u>

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

FLOYD 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 Floyd 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
Juvenile Justice and Delinquency Prevention - Allocation to States	16.540	\$ 1,919
Crime Victim Assistance	16.575	24,145

FLOYD 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?	yes

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	yes
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?      yes

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
16.922	Equitable Sharing Program
93.563	Child Support Enforcement

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

Auditee qualified as low-risk auditee?      no

**Section II – Financial Statement Findings**

**FINDING 2012-1 - INTERNAL CONTROLS OVER THE 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.

FLOYD COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)

During the audit of the SEFA, we noted the following errors:

1. A significant number of the County's federal programs were not reported.
2. The amount reported for some federal programs were incorrect.
3. Some Federal awards reported did not include the correct federal program name.
4. Some Federal awards reported did not include the correct CFDA number.
5. The amount of federal awards provided to subrecipients was not reported or were reported incorrectly.

Audit adjustments were proposed, accepted by the County, and made to the SEFA presented in this report. These adjustments resulted in a presentation of the SEFA that is materially correct in relation to the financial statement.

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 of Indiana, Chapter 1)

OMB Circular A-133, Subpart C, section. 300 states in part: "The auditee shall: . . . (d) Prepare appropriate financial statements, including the schedule of expenditures of Federal Awards in accordance with section.310."

OMB Circular A-133, Subpart C, section. 310(b) states:

"Schedule of expenditures of Federal awards: The auditee shall also prepare a schedule of expenditures of Federal awards for the period covered by the auditee's financial statements. While not required, the auditee may choose to provide information requested by Federal awarding agencies and pass-through entities to make the schedule easier to use. For example, when a Federal program has multiple award years, the auditee may list the amount of Federal awards expended for each award year separately. At a minimum, the schedule shall:

- (1) List individual Federal programs by Federal agency. For Federal programs included in a cluster of programs, list individual Federal programs within a cluster of programs. For R&D, total Federal awards expended shall be shown either by individual award or by Federal agency and major subdivision within the Federal agency. For example, the National Institutes of Health is a major subdivision I the Department of Health and Human Services.
- (2) For Federal awards received as a subrecipient, the name of the pass-through entity and indentifying number assigned by the pass-through entity shall be included.

FLOYD COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)

- (3) Provide the total Federal awards expended for each individual Federal program and the CFDA number or other identifying number when the CFDA information is not available.
- (4) Include notes that describe the significant accounting policies used in preparing the schedule.
- (5) To the extent practical, pass-through entities should identify in the schedule the total amount provided to subrecipients from each Federal program.
- (6) Include, in either the schedule or a note to the schedule, the value of the Federal awards expended in the form of non-cash assistance, the amount of insurance in effect during the year, and loans or loan guarantees outstanding at year end. While not required, it is preferable to present this information in the schedule."

***FINDING 2012-2 - INTERNAL CONTROLS OVER FINANCIAL TRANSACTIONS AND REPORTING***

We noted several deficiencies in the internal control system of the County related to financial transactions and reporting. We believe the following deficiencies constitute material weaknesses:

1. **Lack of Segregation of Duties:** Control activities should be selected and developed at various levels of the County to reduce risks to the achievement of financial reporting objectives. The County has not separated incompatible activities related to cash and investment balances. The failure to establish these controls could enable material misstatements or irregularities to remain undetected.
2. **Preparing Financial Statements:** Effective internal control over financial reporting involves the identification and analysis of the risks of material misstatement to the County's audited financial statement and then determining how those identified risks should be managed. The County has not identified risks to the preparation of a reliable financial statement and as a result has failed to design effective controls over the preparation of the financial statement to prevent or detect material misstatements, including notes to the financial statement.
3. **Monitoring of Controls:** Effective internal control over financial reporting requires the County Council to monitor and assess the quality of the County's system of internal control. The County Council has not performed either an ongoing or separate evaluation of their system of internal controls. The failure to exercise their oversight responsibility places the County at risk that controls may not be designed or operating effectively to provide reasonable assurance that controls will prevent or detect material misstatements in a timely manner. Additionally, the County has no process to identify or communicate corrective actions to improve controls.

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 of Indiana, Chapter 1)

FLOYD COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)

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

**FINDING 2012-3 - INTERNAL CONTROLS OVER COMPLIANCE REQUIREMENTS THAT HAVE A DIRECT AND MATERIAL EFFECT TO THE EQUITABLE SHARING PROGRAM**

Federal Agency: Department of Justice  
Federal Program: Equitable Sharing Program  
CFDA Number: 16.922  
Federal Award Number and Year (or Other Identifying Number): 2012

Management of the County has not established an effective internal control system, which would include segregation of duties, related to the grant agreement and some of the compliance requirements that have a direct and material effect to the program. This includes the following compliance requirements; Allowable Costs/Cost Principals, Equipment and Real Property Management, Program Income, and Reporting. The failure to establish an effective internal control system places the County at risk of noncompliance with the grant agreement and the compliance requirements. A lack of segregation of duties within an internal control system could also allow noncompliance with compliance requirements and allow the misuse and mismanagement of federal funds and assets by not having proper oversight, reviews, and approvals over the activities of the grant.

An internal control system, including segregation of duties, should be designed and operate effectively to provide reasonable assurance that material noncompliance with the grant agreement, or a type of compliance requirement of a federal program will be prevented, detected and corrected, on a timely basis. In order to have an effective internal control system, it is important to have proper segregation of duties. This is accomplished by making sure proper oversight, reviews, and approvals take place and to have a separation of functions over certain activities related to the program. The fundamental premise of segregation of duties is that an individual or small group of individuals should not be in a position to initiate, approve, undertake, and review the same activity.

OMB Circular A-133, Subpart C, section .300 states in part:

"The auditee shall: . . . (b) Maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs."

The failure to establish internal controls could enable material noncompliance to go undetected. Noncompliance with the grant agreement or the compliance requirements that have a direct and material effect to the program could result in the loss of federal funds to the County.

We recommended that the County's management establish controls, including segregation of duties, related to the grant agreement and compliance requirements that have a direct and material effect to the program.



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**Scott L. Clark**, Auditor of Floyd County

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November 12, 2013

Auditee Contact Person : Scott L. Clark

Title of Contacted Person: Floyd County Auditor

Phone no. : 812-948-5435

Section II – Federal Award Findings and Questioned Costs

Corrective Action Plan

Finding 2012-1 – Internal Controls over the schedule of Expenditures of Federal Awards

The County Auditor is taking immediate action to implement adequate internal controls over the Schedule of Expenditures of Federal Awards (SEFA).

A separate schedule of Federal Awards is being kept as support of all the federal awards for the county. This schedule is updated throughout the year for all renewal and new grants received currently and in future years to come. Further, all grant revenue listed on the schedule will agree to the financial statements for the county.

This will ensure the accuracy for future years.

A handwritten signature in black ink, appearing to be "S. Clark", is written over a horizontal line.

Scott L. Clark, Auditor



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**Linda L. Berger**, Treasurer of Floyd County

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Room 113, City-County Bldg. • 311 Hauss Square • New Albany, IN 47150  
E-Mail: lberger@floydcounty.in.gov

(812) 948-5477

November 14, 2013

Linda L. Berger  
Floyd County Treasurer  
(812) 948-5477

**Corrective Action Plan:**

Section 11- Federal Award Findings and Questioned Costs

Finding 2012-2 INTERNAL CONTROLS OVER FINANCIAL TRANSACTION AND REPORTING

Re: Lack of Segregation of Duties: We have divided the duties to ensure each area balances as well as balancing semi-monthly with the Auditor's Office. With the two balances from different employees, the figures will give a complete and accurate picture of the county finances.

Preparing Financial Statements: Figures for the Financial Statements now come from one employee who does the daily sheets and the other employee who does the bank reconciliation to ensure both area's balance.

Monitoring of Controls: The County Treasurer's Monthly Report (Form 47-TR) is prepared and given to the Auditor for distribution. We have not, in the past year been timely, but are now on track to have all figures to the Auditor in a timely manner.

Sincerely,

A handwritten signature in cursive script that reads "Linda L. Berger".

Linda L. Berger

Floyd County Treasurer



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**FLOYD COUNTY SHERIFF'S DEPARTMENT**  
"The Sheriff shall keep and preserve the peace of his county"

November 5, 2013

Auditee Contact Person: Darrell Mills  
Title of Contact Person: Floyd County Sheriff  
Phone Number: (812) 948-4571

Corrective Action Plan:

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

**Finding 2012-3** – Internal Controls over compliance requirements that have a direct and material effect to the equitable sharing program

Federal Agency: Department of Justice  
Federal Program: Federal Program  
CFDA Number: 16.922  
Federal Award Number/Year 2012

The Floyd County Sheriff, in reference to cost/cost principals, shall inform the Auditor and or County Commissioners to validate all claims with this program to have all the necessary signatures and file all claims as required by the guidelines of the Sharing Program Requirements. In regards to the program income compliance, the Sheriff or Designee of the Sheriff shall provide the necessary information to the proper person or person to apply program income to the proper account of Equitable Sharing Funds.

As to the real property management, The Floyd County Sheriff has established and shall continue to have an inventory of all equipment purchases by the Sharing Program for proper accountability and a sell/disposal program purchased from assets. These internal controls shall be reviewed by the Sheriff and /or Program Director quarterly to assure compliance.

As to the audit reporting discrepancies between the Auditor and the Fiscal report of the Floyd County Sheriff, these discrepancies have been out of balance with the last three Floyd County

**Floyd County Sheriff's Department**  
**Sheriff Darrell Mills**  
311 Hauss Square  
New Albany, Indiana 47150



**Dispatch:** 812.948.5400  
**Criminal Investigations:** 812.948.5407  
**Corrections:** 812.948.5404  
[www.FCSDIN.org](http://www.FCSDIN.org)

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**FLOYD COUNTY SHERIFF'S DEPARTMENT**  
"The Sheriff shall keep and preserve the peace of his county"

Auditors. The Floyd County Sheriff's auditing report is in compliance with the Federal Asset Forfeiture and Money Laundering Section of the US Dept. of Justice and this error we feel is with the Auditor's Office of Floyd County, Indiana.

A handwritten signature in cursive script that reads "Darrell W. Mills".

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Darrell W. Mills, Sheriff  
Floyd County Sheriff's Department

FLOYD COUNTY  
EXIT CONFERENCE

The contents of this report were discussed on November 14, 2013, with Scott L. Clark, Auditor, and John J. Schellenberger, President of the County Council.