

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

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



FILED
05/08/2014

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	2
Independent Auditor's Report	3-5
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	6-7
Financial Statement:	
Statement of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis	10-12
Notes to Financial Statement	13-17
Supplementary Information - Unaudited:	
Combining Schedule of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis	20-42
Schedule of Payables and Receivables	43
Schedule of Leases and Debt	44
Schedule of Capital Assets	45
Other Reports	46
Supplemental Audit of Federal Awards:	
Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control Over Compliance	48-49
Schedule of Expenditures of Federal Awards	52
Note to Schedule of Expenditures of Federal Awards	53
Schedule of Findings and Questioned Costs	54-57
Auditee Prepared Schedule:	
Corrective Action Plan	58-59
Exit Conference	60

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Janice L. Ramey	01-01-11 to 12-31-14
Treasurer	Sandra L. Vance	01-01-09 to 12-31-16
Clerk	Mary Dorsett Kilgore	01-01-11 to 12-31-14
Sheriff	Steve Hoppock	01-01-11 to 12-31-14
Recorder	Lisa Jines	01-01-11 to 12-31-14
President of the County Council	Howard L. Malcomb	01-01-12 to 12-31-14
President of the Board of County Commissioners	Jeffrey S. Day Matt Sporleder	01-01-12 to 12-31-12 01-01-13 to 12-31-14



INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF JENNINGS COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of Jennings 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 April 9, 2014, 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 Payables and Receivables, 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

April 9, 2014



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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 JENNINGS 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 Jennings 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 April 9, 2014, 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 2012-001 and 2012-002 to be material weaknesses.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed 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 2012-001.

Jennings 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

April 9, 2014

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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.

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

Fund	Cash and Investments		Cash and Investments	
	01-01-12	Receipts	Disbursements	12-31-12
General	\$ 314,098	\$ 6,964,551	\$ 6,995,208	\$ 283,441
Highway	309,814	1,757,925	1,610,152	457,587
Local Road And Street	241,659	269,557	276,324	234,892
Accident Report	4,354	6,245	4,093	6,506
Firearms Training	384	13,690	10,566	3,508
County Park Non-Reverting	41,705	46,752	38,937	49,520
Health	44,240	284,438	239,918	88,760
Alcohol And Drug Services	21,654	26,300	110	47,844
Law Enforcement Continuing Education	30,857	3,833	871	33,819
Motor Vehicle Inspection	789	910	964	735
Electronic Map Generation	1,750	250	-	2,000
Deferral Program	23,528	14,510	23,550	14,488
Riverboat	61,578	743,756	661,989	143,345
Emergency Telephone System	(11,593)	265,859	252,814	1,452
Juvenile Probation Services	76,422	8,273	16,168	68,527
Adult Probation Services	82,269	69,601	62,957	88,913
Recorder's Records Perpetuation	20,313	40,922	18,964	42,271
Covered Bridge	26,919	3,700	-	30,619
Health Maintenance	74,780	32,672	31,616	75,836
Pretrial Diversion	19,458	31,908	29,004	22,362
Guardian Ad Litem/Court	-	19,145	19,145	-
Supplemental Public Defender Services	81,338	76,768	72,026	86,080
Township Assistance	-	134,517	79,312	55,205
Surveyor's Corner Perpetuation	23,787	5,065	75	28,777
Prisoner Reimbursement	50,252	7,800	51,393	6,659
Sales Disclosure	330	3,715	3,710	335
Cedit Special Revenue	316,813	1,778,477	2,077,346	17,944
Local Health Dept Trust	57,637	19,151	75,785	1,003
Cumulative Bridge	562,011	476,983	496,499	542,495
Cumulative Building	410,523	86,930	33,593	463,860
City And Town Court Costs	1,022	7,054	-	8,076
Surplus Tax Sale	558,859	1,112,106	1,230,218	440,747
Tax Sale Redemption	6,289	256,125	227,709	34,705
Surplus Tax	313	2,602	1,651	1,264
State Fines And Forfeitures	3,462	17,682	17,952	3,192
Infraction Judgments	1,201	17,558	16,390	2,369
Inheritance Tax	86,804	280,331	290,910	76,225
Sheriff's Inmate Trust	16,642	195,445	192,141	19,946
Education Plate Fees Agency	19	338	169	188
Innkeepers Tax	59,977	38,917	59,000	39,894
Financial Institution Tax	-	80,843	80,843	-
Mortgage Fees-State Share	223	1,880	2,103	-
Interstate Compact	10	10,125	509	9,626
CVET Agency	-	186,565	186,565	-
2010 EMPG Competitive EMA	-	3,623	3,623	-
Sheriff Drug Free	43	-	-	43
Elected Officials Training	1,000	2,042	-	3,042
Squire Lakes Big Lake Dam	651	1,231,079	1,229,098	2,632
November 2011 Certificate Sale	21,118	15,660	35,493	1,285
Title IV-D Incentive Fund	27,085	14,802	-	41,887
Prosecutor IV-D Incentive Fund	38,719	22,272	20,027	40,964
Clerk IV-D Incentive Fund	17,735	73,550	5,200	86,085
Health Assessment Incentive	1,000	-	-	1,000
2015 Reassessment	137,059	202,545	89,092	250,512
Special Death Benefit Fees	-	5	5	-
Child Restraint Fee	-	500	125	375
Circuit Court Reform Grant	-	13,780	13,780	-
EMS HSCP Grant	-	16,000	16,000	-
St. Mary/Vincent Planning Grant	-	30,000	30,000	-
HSA - Deductions	-	55,942	55,942	-
Surplus County Dog Tax	-	442	-	442
Courthouse Security Grant	-	45	-	45
Interstate Probation Fee	-	492	-	492

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

JENNINGS 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
Child Abuse Prevention	-	15	-	15
WTH Web Feature Service	-	2,000	-	2,000
Prosecutor ARRA Fund	346	-	346	-
Donations	2,657	2,380	3,408	1,629
Property Reassessment	99,088	125	96,810	2,403
Solid Waste Planning	9,306	51,919	61,046	179
Sheriff's Continuing Education	108	-	-	108
Community Services	7,749	6,144	13,795	98
Law Enforcement	821	-	-	821
Sheriff's Commissary	7,807	83,541	81,224	10,124
County Corrections	1,492	17,542	1,157	17,877
Coroners Education	173	3,420	818	2,775
Operation Pullover	1,115	-	-	1,115
Township Cumulative Fire	-	74,660	44,015	30,645
Township Debt Service	-	10,123	5,765	4,358
Township General	-	84,464	49,623	34,841
Township Fire	-	89,377	53,181	36,196
School Debt Service	-	3,082,558	1,802,395	1,280,163
School Capital Projects	-	3,032,771	1,773,285	1,259,486
School Transportation	-	3,355,533	1,962,006	1,393,527
Corporation General	-	3,993,602	2,132,097	1,861,505
Corp MVH	-	237,927	134,094	103,833
Corp Cemetery	-	33,625	18,951	14,674
Corp Recreation	-	123,646	69,686	53,960
Corp Police Pension	-	35,114	19,790	15,324
Corp Debt Service	-	94,017	53,355	40,662
Mutc Sewer	8,394	-	-	8,394
Solid Waste Settlement	-	99,576	58,223	41,353
Library General	-	451,525	264,010	187,515
Jennings County Animal Control	11,081	85,270	86,191	10,160
Campbell Sewer Lien	-	21,759	16,201	5,558
Security Protection	13,125	2,038	878	14,285
Jury Fee	1,310	1,907	-	3,217
Death Benefit	8,660	1,760	-	10,420
Equitable Share Law Enforcement	66	-	-	66
Corp Cumulative Capital	-	65,334	36,822	28,512
Superior Probation	12,349	46,339	31,416	27,272
Court Security	1,507	13,277	13,251	1,533
Area Plan Non-Reverting	15,259	134,996	148,818	1,437
Criminal Background Check	159	-	-	159
Victim Of Crime Assistance	4,662	-	-	4,662
School Bus Replacement Fund	-	156,231	91,349	64,882
Paramedic Training	6,187	4,000	6,650	3,537
Document Storage Fee	4,687	9,271	10,069	3,889
Local Rainy Day	339,306	-	10,000	329,306
Transfer Fee	12,758	5,567	5,090	13,235
4-D Child Support Impact	(1,416)	1,416	-	-
Jennings County Landfill Closure	10,148	-	-	10,148
Supplemental Circuit Probation	4,311	14,117	2,932	15,496
Supplemental Superior Probation	34,653	9,757	43,566	844
Supplemental Juvenile Probation	330	10	-	340
2008 IN Natural Disaster	146	-	-	146
Sales Disclosure Local	8,264	4,032	5,634	6,662
Public Health Prepare	1,617	22,145	23,412	350
Jennings County LEPC	11,914	3,526	17	15,423
Interpreter Grant	1,225	3,650	200	4,675
North Vernon Redevelopment CR35	19,773	-	-	19,773
School Retirement	-	359,675	210,305	149,370
FEMA Disaster	33,838	8,504	8,988	33,354
Jennings County Christmas Light	50	-	-	50
Hayden Planning Grant	7	-	7	-
North Vernon Sewer	-	4,147	3,014	1,133
Sharps Fund	100	100	200	-

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

JENNINGS 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
Jennings Drug Free Community	19,033	25,198	17,650	26,581
Debt Service - Other	392,891	794,605	385,000	802,496
Phone System (911)	11,036	-	11,036	-
Payroll Withholding-Federal	-	471,820	471,830	(10)
Payroll Withholding-State	-	181,518	168,966	12,552
Payroll Withholding-Local Tax	-	64,050	59,668	4,382
Credit Union	-	49,332	49,332	-
Insurance-Other	39,240	349,692	340,622	48,310
Payroll Withholdings-United Way	-	3,015	2,793	222
Tax Sale	11,282	85,955	66,189	31,048
Payroll Withholding-Uniforms	-	1,696	1,572	124
DNR Agency	733	-	228	505
Payroll Withholding-Sheriff Pension	-	19,631	-	19,631
Payroll Withholding-Garnishment	200	43,217	43,217	200
Rescue 20 - FEMA	725	-	-	725
Emergency Management Non-Reverting	72,564	57,029	32,439	97,154
State Welfare Excise	-	799,729	407,838	391,891
State Homestead Credit	1,745	-	-	1,745
Local Option Certified	-	4,057,755	4,056,687	1,068
Payroll Fica	-	525,167	548,326	(23,159)
Payroll Medicare	-	146,287	151,836	(5,549)
Dependent Day Care	-	1,500	1,500	-
Unreimbursed Medical	-	3,632	3,632	-
457 Retirement	445	170,737	170,737	445
Fairground Non-Reverting	4,862	69,355	47,510	26,707
E911 Wireless	3,545	56,532	59,905	172
E911 General	25,513	234,142	219,374	40,281
Circuit Supplemental Public Defender	5,324	3,962	-	9,286
Superior Supplemental Public Defender	3,702	1,009	743	3,968
Identity Theft Protection	114	1,554	1,684	(16)
Clerk's Cash Book	678,497	3,958,060	4,015,946	620,611
Clerk's Isets	9,723	629,712	632,619	6,816
Treasurer's Cash Book	378,503	356,192	378,003	356,692
Totals	<u>\$ 6,221,709</u>	<u>\$ 46,191,068</u>	<u>\$ 38,788,606</u>	<u>\$ 13,624,171</u>

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

JENNINGS 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. The basis of accounting involves the reporting of only cash and investments and the changes therein resulting from cash inflows (receipts) and cash outflows (disbursements) reported in the period in which they occurred.

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.

JENNINGS COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

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

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

E. Disbursements

Disbursements are presented in the aggregate on the face of the financial statement. The aggregate disbursements include the following uses:

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

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

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

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.

JENNINGS COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

F. Interfund Transfers

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

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.

JENNINGS COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 4. Deposits and Investments

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

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

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. 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.

JENNINGS COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

B. 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 statements.

Note 8. Cash Balance Deficits

The financial statement contains some funds with deficits in cash. This is a result of expenditures exceeding receipts and will be offset with future receipts.

Note 9. Holding Corporation

The County has entered into a capital lease with the Jennings County Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the County. The lessor has been determined to be a related party of the County. Lease payments during the year 2012 totaled \$770,000.

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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.

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

	General	Highway	Local Road And Street	Accident Report	Firearms Training	County Park Non-Reverting	Health
Cash and investments - beginning	\$ 314,098	\$ 309,814	\$ 241,659	\$ 4,354	\$ 384	\$ 41,705	\$ 44,240
Receipts:							
Taxes	5,550,299	-	-	-	-	-	227,942
Licenses and permits	24,697	-	-	-	13,690	-	-
Intergovernmental	485,178	1,736,845	269,557	-	-	-	22,415
Charges for services	506,131	-	-	6,245	-	42,304	33,273
Fines and forfeits	114,473	-	-	-	-	-	-
Other receipts	283,773	21,080	-	-	-	4,448	808
Total receipts	<u>6,964,551</u>	<u>1,757,925</u>	<u>269,557</u>	<u>6,245</u>	<u>13,690</u>	<u>46,752</u>	<u>284,438</u>
Disbursements:							
Personal services	4,384,092	892,850	85,082	-	-	14,967	221,606
Supplies	296,006	560,117	191,242	4,093	-	-	16,334
Other services and charges	1,978,661	61,997	-	-	10,566	23,970	1,978
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	177,927	93,377	-	-	-	-	-
Other disbursements	158,522	1,811	-	-	-	-	-
Total disbursements	<u>6,995,208</u>	<u>1,610,152</u>	<u>276,324</u>	<u>4,093</u>	<u>10,566</u>	<u>38,937</u>	<u>239,918</u>
Excess (deficiency) of receipts over disbursements	<u>(30,657)</u>	<u>147,773</u>	<u>(6,767)</u>	<u>2,152</u>	<u>3,124</u>	<u>7,815</u>	<u>44,520</u>
Cash and investments - ending	<u>\$ 283,441</u>	<u>\$ 457,587</u>	<u>\$ 234,892</u>	<u>\$ 6,506</u>	<u>\$ 3,508</u>	<u>\$ 49,520</u>	<u>\$ 88,760</u>

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

	Alcohol And Drug Services	Law Enforcement Continuing Education	Motor Vehicle Inspection	Electronic Map Generation	Deferral Program	Riverboat	Emergency Telephone System
Cash and investments - beginning	\$ 21,654	\$ 30,857	\$ 789	\$ 1,750	\$ 23,528	\$ 61,578	\$ (11,593)
Receipts:							
Taxes	-	-	-	-	-	574,776	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	168,980	-
Charges for services	-	-	910	-	-	-	265,859
Fines and forfeits	26,300	3,833	-	-	14,510	-	-
Other receipts	-	-	-	250	-	-	-
Total receipts	<u>26,300</u>	<u>3,833</u>	<u>910</u>	<u>250</u>	<u>14,510</u>	<u>743,756</u>	<u>265,859</u>
Disbursements:							
Personal services	-	-	-	-	211	-	225,541
Supplies	-	-	-	-	-	-	-
Other services and charges	-	871	964	-	23,339	-	27,273
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	110	-	-	-	-	661,989	-
Total disbursements	<u>110</u>	<u>871</u>	<u>964</u>	<u>-</u>	<u>23,550</u>	<u>661,989</u>	<u>252,814</u>
Excess (deficiency) of receipts over disbursements	<u>26,190</u>	<u>2,962</u>	<u>(54)</u>	<u>250</u>	<u>(9,040)</u>	<u>81,767</u>	<u>13,045</u>
Cash and investments - ending	<u>\$ 47,844</u>	<u>\$ 33,819</u>	<u>\$ 735</u>	<u>\$ 2,000</u>	<u>\$ 14,488</u>	<u>\$ 143,345</u>	<u>\$ 1,452</u>

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

	Juvenile Probation Services	Adult Probation Services	Recorder's Records Perpetuation	Covered Bridge	Health Maintenance	Pretrial Diversion	Guardian Ad Litem/Court
Cash and investments - beginning	\$ 76,422	\$ 82,269	\$ 20,313	\$ 26,919	\$ 74,780	\$ 19,458	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	3,700	32,672	18,648	19,145
Charges for services	-	-	40,922	-	-	-	-
Fines and forfeits	8,273	69,601	-	-	-	13,260	-
Other receipts	-	-	-	-	-	-	-
Total receipts	<u>8,273</u>	<u>69,601</u>	<u>40,922</u>	<u>3,700</u>	<u>32,672</u>	<u>31,908</u>	<u>19,145</u>
Disbursements:							
Personal services	-	34,280	15,027	-	-	29,004	-
Supplies	-	3,652	-	-	31,616	-	-
Other services and charges	16,168	23,165	3,937	-	-	-	19,145
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	1,860	-	-	-	-	-
Total disbursements	<u>16,168</u>	<u>62,957</u>	<u>18,964</u>	<u>-</u>	<u>31,616</u>	<u>29,004</u>	<u>19,145</u>
Excess (deficiency) of receipts over disbursements	<u>(7,895)</u>	<u>6,644</u>	<u>21,958</u>	<u>3,700</u>	<u>1,056</u>	<u>2,904</u>	<u>-</u>
Cash and investments - ending	<u>\$ 68,527</u>	<u>\$ 88,913</u>	<u>\$ 42,271</u>	<u>\$ 30,619</u>	<u>\$ 75,836</u>	<u>\$ 22,362</u>	<u>\$ -</u>

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

	Supplemental Public Defender Services	Township Assistance	Surveyor's Corner Perpetuation	Prisoner Reimbursement	Sales Disclosure	Cedit Special Revenue	Local Health Dept Trust
Cash and investments - beginning	\$ 81,338	\$ -	\$ 23,787	\$ 50,252	\$ 330	\$ 316,813	\$ 57,637
Receipts:							
Taxes	-	134,517	-	-	-	1,778,477	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	19,151
Charges for services	70,250	-	5,065	7,800	3,715	-	-
Fines and forfeits	6,518	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	<u>76,768</u>	<u>134,517</u>	<u>5,065</u>	<u>7,800</u>	<u>3,715</u>	<u>1,778,477</u>	<u>19,151</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	72,026	-	75	-	-	2,077,346	75,785
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	79,312	-	51,393	3,710	-	-
Total disbursements	<u>72,026</u>	<u>79,312</u>	<u>75</u>	<u>51,393</u>	<u>3,710</u>	<u>2,077,346</u>	<u>75,785</u>
Excess (deficiency) of receipts over disbursements	<u>4,742</u>	<u>55,205</u>	<u>4,990</u>	<u>(43,593)</u>	<u>5</u>	<u>(298,869)</u>	<u>(56,634)</u>
Cash and investments - ending	<u>\$ 86,080</u>	<u>\$ 55,205</u>	<u>\$ 28,777</u>	<u>\$ 6,659</u>	<u>\$ 335</u>	<u>\$ 17,944</u>	<u>\$ 1,003</u>

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

	Cumulative Bridge	Cumulative Building	City And Town Court Costs	Surplus Tax Sale	Tax Sale Redemption	Surplus Tax	State Fines And Forfeitures
Cash and investments - beginning	\$ 562,011	\$ 410,523	\$ 1,022	\$ 558,859	\$ 6,289	\$ 313	\$ 3,462
Receipts:							
Taxes	356,159	79,147	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	35,024	7,783	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	7,054	-	-	-	17,682
Other receipts	85,800	-	-	1,112,106	256,125	2,602	-
Total receipts	<u>476,983</u>	<u>86,930</u>	<u>7,054</u>	<u>1,112,106</u>	<u>256,125</u>	<u>2,602</u>	<u>17,682</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	496,498	33,593	-	-	-	-	-
Other disbursements	1	-	-	1,230,218	227,709	1,651	17,952
Total disbursements	<u>496,499</u>	<u>33,593</u>	<u>-</u>	<u>1,230,218</u>	<u>227,709</u>	<u>1,651</u>	<u>17,952</u>
Excess (deficiency) of receipts over disbursements	<u>(19,516)</u>	<u>53,337</u>	<u>7,054</u>	<u>(118,112)</u>	<u>28,416</u>	<u>951</u>	<u>(270)</u>
Cash and investments - ending	<u>\$ 542,495</u>	<u>\$ 463,860</u>	<u>\$ 8,076</u>	<u>\$ 440,747</u>	<u>\$ 34,705</u>	<u>\$ 1,264</u>	<u>\$ 3,192</u>

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

	Infraction Judgments	Inheritance Tax	Sheriff's Inmate Trust	Education Plate Fees Agency	Innkeepers Tax	Financial Institution Tax	Mortgage Fees-State Share
Cash and investments - beginning	\$ 1,201	\$ 86,804	\$ 16,642	\$ 19	\$ 59,977	\$ -	\$ 223
Receipts:							
Taxes	-	280,331	-	-	38,917	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	80,843	-
Charges for services	-	-	-	338	-	-	1,880
Fines and forfeits	17,558	-	-	-	-	-	-
Other receipts	-	-	195,445	-	-	-	-
Total receipts	<u>17,558</u>	<u>280,331</u>	<u>195,445</u>	<u>338</u>	<u>38,917</u>	<u>80,843</u>	<u>1,880</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	16,390	-	-	169	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	290,910	192,141	-	59,000	80,843	2,103
Total disbursements	<u>16,390</u>	<u>290,910</u>	<u>192,141</u>	<u>169</u>	<u>59,000</u>	<u>80,843</u>	<u>2,103</u>
Excess (deficiency) of receipts over disbursements	<u>1,168</u>	<u>(10,579)</u>	<u>3,304</u>	<u>169</u>	<u>(20,083)</u>	<u>-</u>	<u>(223)</u>
Cash and investments - ending	<u>\$ 2,369</u>	<u>\$ 76,225</u>	<u>\$ 19,946</u>	<u>\$ 188</u>	<u>\$ 39,894</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Interstate Compact	CVET Agency	2010 EMPG Competitive EMA	Sheriff Drug Free	Elected Officials Training	Squire Lakes Big Lake Dam	November 2011 Certificate Sale
Cash and investments - beginning	\$ 10	\$ -	\$ -	\$ 43	\$ 1,000	\$ 651	\$ 21,118
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	186,565	3,623	-	-	1,231,079	-
Charges for services	-	-	-	-	2,042	-	-
Fines and forfeits	10,125	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	15,660
Total receipts	<u>10,125</u>	<u>186,565</u>	<u>3,623</u>	<u>-</u>	<u>2,042</u>	<u>1,231,079</u>	<u>15,660</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	3,623	-	-	1,229,098	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	509	186,565	-	-	-	-	35,493
Total disbursements	<u>509</u>	<u>186,565</u>	<u>3,623</u>	<u>-</u>	<u>-</u>	<u>1,229,098</u>	<u>35,493</u>
Excess (deficiency) of receipts over disbursements	<u>9,616</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,042</u>	<u>1,981</u>	<u>(19,833)</u>
Cash and investments - ending	<u>\$ 9,626</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 43</u>	<u>\$ 3,042</u>	<u>\$ 2,632</u>	<u>\$ 1,285</u>

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

	Title IV-D Incentive Fund	Prosecutor IV-D Incentive Fund	Clerk IV-D Incentive Fund	Health Assessment Incentive	2015 Reassessment	Special Death Benefit Fees	Child Restraint Fee
Cash and investments - beginning	\$ 27,085	\$ 38,719	\$ 17,735	\$ 1,000	\$ 137,059	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	184,411	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	14,802	22,272	73,550	-	18,134	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	5	500
Other receipts	-	-	-	-	-	-	-
Total receipts	<u>14,802</u>	<u>22,272</u>	<u>73,550</u>	<u>-</u>	<u>202,545</u>	<u>5</u>	<u>500</u>
Disbursements:							
Personal services	-	10,103	-	-	27,211	-	-
Supplies	-	-	-	-	14	-	-
Other services and charges	-	9,924	5,200	-	61,367	5	125
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	500	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>20,027</u>	<u>5,200</u>	<u>-</u>	<u>89,092</u>	<u>5</u>	<u>125</u>
Excess (deficiency) of receipts over disbursements	<u>14,802</u>	<u>2,245</u>	<u>68,350</u>	<u>-</u>	<u>113,453</u>	<u>-</u>	<u>375</u>
Cash and investments - ending	<u>\$ 41,887</u>	<u>\$ 40,964</u>	<u>\$ 86,085</u>	<u>\$ 1,000</u>	<u>\$ 250,512</u>	<u>\$ -</u>	<u>\$ 375</u>

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

	Circuit Court Reform Grant	EMS HSCP Grant	St. Mary/Vincent Planning Grant	HSA Deductions	Surplus County Dog Tax	Courthouse Security Grant	Interstate Probation Fee
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	13,780	16,000	30,000	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	492
Other receipts	-	-	-	55,942	442	45	-
Total receipts	<u>13,780</u>	<u>16,000</u>	<u>30,000</u>	<u>55,942</u>	<u>442</u>	<u>45</u>	<u>492</u>
Disbursements:							
Personal services	-	-	-	55,942	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	13,780	16,000	30,000	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>13,780</u>	<u>16,000</u>	<u>30,000</u>	<u>55,942</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>442</u>	<u>45</u>	<u>492</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 442</u>	<u>\$ 45</u>	<u>\$ 492</u>

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

	Child Abuse Prevention	WTH Web Feature Service	Prosecutor ARRA Fund	Donations	Property Reassessment	Solid Waste Planning	Sheriff's Continuing Education
Cash and investments - beginning	\$ -	\$ -	\$ 346	\$ 2,657	\$ 99,088	\$ 9,306	\$ 108
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	751	-	-	-
Charges for services	-	2,000	-	-	-	51,919	-
Fines and forfeits	15	-	-	-	-	-	-
Other receipts	-	-	-	1,629	125	-	-
Total receipts	15	2,000	-	2,380	125	51,919	-
Disbursements:							
Personal services	-	-	-	-	-	22,753	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	346	3,408	96,810	38,293	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	-	-	346	3,408	96,810	61,046	-
Excess (deficiency) of receipts over disbursements	15	2,000	(346)	(1,028)	(96,685)	(9,127)	-
Cash and investments - ending	\$ 15	\$ 2,000	\$ -	\$ 1,629	\$ 2,403	\$ 179	\$ 108

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

	Community Services	Law Enforcement	Sheriff's Commissary	County Corrections	Coroners Education	Operation Pullover	Township Cumulative Fire
Cash and investments - beginning	\$ 7,749	\$ 821	\$ 7,807	\$ 1,492	\$ 173	\$ 1,115	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	74,660
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	17,542	-	-	-
Charges for services	-	-	-	-	3,420	-	-
Fines and forfeits	6,144	-	-	-	-	-	-
Other receipts	-	-	83,541	-	-	-	-
Total receipts	<u>6,144</u>	<u>-</u>	<u>83,541</u>	<u>17,542</u>	<u>3,420</u>	<u>-</u>	<u>74,660</u>
Disbursements:							
Personal services	13,795	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	1,157	818	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	81,224	-	-	-	44,015
Total disbursements	<u>13,795</u>	<u>-</u>	<u>81,224</u>	<u>1,157</u>	<u>818</u>	<u>-</u>	<u>44,015</u>
Excess (deficiency) of receipts over disbursements	<u>(7,651)</u>	<u>-</u>	<u>2,317</u>	<u>16,385</u>	<u>2,602</u>	<u>-</u>	<u>30,645</u>
Cash and investments - ending	<u>\$ 98</u>	<u>\$ 821</u>	<u>\$ 10,124</u>	<u>\$ 17,877</u>	<u>\$ 2,775</u>	<u>\$ 1,115</u>	<u>\$ 30,645</u>

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

	Township Debt Service	Township General	Township Fire	School Debt Service	School Capital Projects	School Transportation	Corporation General
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	10,123	84,464	89,377	3,082,558	3,032,771	3,355,533	3,993,602
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	<u>10,123</u>	<u>84,464</u>	<u>89,377</u>	<u>3,082,558</u>	<u>3,032,771</u>	<u>3,355,533</u>	<u>3,993,602</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	5,765	49,623	53,181	1,802,395	1,773,285	1,962,006	2,132,097
Total disbursements	<u>5,765</u>	<u>49,623</u>	<u>53,181</u>	<u>1,802,395</u>	<u>1,773,285</u>	<u>1,962,006</u>	<u>2,132,097</u>
Excess (deficiency) of receipts over disbursements	<u>4,358</u>	<u>34,841</u>	<u>36,196</u>	<u>1,280,163</u>	<u>1,259,486</u>	<u>1,393,527</u>	<u>1,861,505</u>
Cash and investments - ending	<u>\$ 4,358</u>	<u>\$ 34,841</u>	<u>\$ 36,196</u>	<u>\$ 1,280,163</u>	<u>\$ 1,259,486</u>	<u>\$ 1,393,527</u>	<u>\$ 1,861,505</u>

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

	Corp MVH	Corp Cemetery	Corp Recreation	Corp Police Pension	Corp Debt Service	Mutc Sewer	Solid Waste Settlement
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8,394	\$ -
Receipts:							
Taxes	237,927	33,625	123,646	35,114	91,637	-	99,576
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	2,380	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	<u>237,927</u>	<u>33,625</u>	<u>123,646</u>	<u>35,114</u>	<u>94,017</u>	<u>-</u>	<u>99,576</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	134,094	18,951	69,686	19,790	53,355	-	58,223
Total disbursements	<u>134,094</u>	<u>18,951</u>	<u>69,686</u>	<u>19,790</u>	<u>53,355</u>	<u>-</u>	<u>58,223</u>
Excess (deficiency) of receipts over disbursements	<u>103,833</u>	<u>14,674</u>	<u>53,960</u>	<u>15,324</u>	<u>40,662</u>	<u>-</u>	<u>41,353</u>
Cash and investments - ending	<u>\$ 103,833</u>	<u>\$ 14,674</u>	<u>\$ 53,960</u>	<u>\$ 15,324</u>	<u>\$ 40,662</u>	<u>\$ 8,394</u>	<u>\$ 41,353</u>

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

	Library General	Jennings County Animal Control	Campbell Sewer Lien	Security Protection	Jury Fee	Death Benefit	Equitable Share Law Enforcement
Cash and investments - beginning	\$ -	\$ 11,081	\$ -	\$ 13,125	\$ 1,310	\$ 8,660	\$ 66
Receipts:							
Taxes	451,525	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	21,759	2,038	-	-	-
Fines and forfeits	-	4,226	-	-	1,907	1,760	-
Other receipts	-	81,044	-	-	-	-	-
Total receipts	<u>451,525</u>	<u>85,270</u>	<u>21,759</u>	<u>2,038</u>	<u>1,907</u>	<u>1,760</u>	<u>-</u>
Disbursements:							
Personal services	-	69,095	-	-	-	-	-
Supplies	-	1,676	-	-	-	-	-
Other services and charges	-	11,362	16,201	878	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	4,058	-	-	-	-	-
Other disbursements	264,010	-	-	-	-	-	-
Total disbursements	<u>264,010</u>	<u>86,191</u>	<u>16,201</u>	<u>878</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>187,515</u>	<u>(921)</u>	<u>5,558</u>	<u>1,160</u>	<u>1,907</u>	<u>1,760</u>	<u>-</u>
Cash and investments - ending	<u>\$ 187,515</u>	<u>\$ 10,160</u>	<u>\$ 5,558</u>	<u>\$ 14,285</u>	<u>\$ 3,217</u>	<u>\$ 10,420</u>	<u>\$ 66</u>

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

	Corp Cumulative Capital	Superior Probation	Court Security	Area Plan Non-Reverting	Criminal Background Check	Victim Of Crime Assistance	School Bus Replacement Fund
Cash and investments - beginning	\$ -	\$ 12,349	\$ 1,507	\$ 15,259	\$ 159	\$ 4,662	\$ -
Receipts:							
Taxes	65,334	-	-	40,000	-	-	156,231
Licenses and permits	-	-	-	90,469	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	46,339	13,277	-	-	-	-
Other receipts	-	-	-	4,527	-	-	-
Total receipts	<u>65,334</u>	<u>46,339</u>	<u>13,277</u>	<u>134,996</u>	<u>-</u>	<u>-</u>	<u>156,231</u>
Disbursements:							
Personal services	-	12,460	13,251	130,073	-	-	-
Supplies	-	3,669	-	6,211	-	-	-
Other services and charges	-	15,087	-	12,534	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	36,822	200	-	-	-	-	91,349
Total disbursements	<u>36,822</u>	<u>31,416</u>	<u>13,251</u>	<u>148,818</u>	<u>-</u>	<u>-</u>	<u>91,349</u>
Excess (deficiency) of receipts over disbursements	<u>28,512</u>	<u>14,923</u>	<u>26</u>	<u>(13,822)</u>	<u>-</u>	<u>-</u>	<u>64,882</u>
Cash and investments - ending	<u>\$ 28,512</u>	<u>\$ 27,272</u>	<u>\$ 1,533</u>	<u>\$ 1,437</u>	<u>\$ 159</u>	<u>\$ 4,662</u>	<u>\$ 64,882</u>

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

	Paramedic Training	Document Storage Fee	Local Rainy Day	Transfer Fee	4-D Child Support Impact	Jennings County Landfill Closure	Supplemental Circuit Probation
Cash and investments - beginning	\$ 6,187	\$ 4,687	\$ 339,306	\$ 12,758	\$ (1,416)	\$ 10,148	\$ 4,311
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	4,000	9,271	-	5,567	-	-	-
Fines and forfeits	-	-	-	-	-	-	14,117
Other receipts	-	-	-	-	1,416	-	-
Total receipts	<u>4,000</u>	<u>9,271</u>	<u>-</u>	<u>5,567</u>	<u>1,416</u>	<u>-</u>	<u>14,117</u>
Disbursements:							
Personal services	-	10,069	-	-	-	-	2,932
Supplies	-	-	-	-	-	-	-
Other services and charges	6,650	-	-	5,090	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	10,000	-	-	-	-
Total disbursements	<u>6,650</u>	<u>10,069</u>	<u>10,000</u>	<u>5,090</u>	<u>-</u>	<u>-</u>	<u>2,932</u>
Excess (deficiency) of receipts over disbursements	<u>(2,650)</u>	<u>(798)</u>	<u>(10,000)</u>	<u>477</u>	<u>1,416</u>	<u>-</u>	<u>11,185</u>
Cash and investments - ending	<u>\$ 3,537</u>	<u>\$ 3,889</u>	<u>\$ 329,306</u>	<u>\$ 13,235</u>	<u>\$ -</u>	<u>\$ 10,148</u>	<u>\$ 15,496</u>

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

	Supplemental Superior Probation	Supplemental Juvenile Probation	2008 IN Natural Disaster	Sales Disclosure Local	Public Health Prepare	Jennings County LEPC	Interpreter Grant
Cash and investments - beginning	\$ 34,653	\$ 330	\$ 146	\$ 8,264	\$ 1,617	\$ 11,914	\$ 1,225
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	22,145	3,526	3,650
Charges for services	-	-	-	4,032	-	-	-
Fines and forfeits	9,757	10	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	<u>9,757</u>	<u>10</u>	<u>-</u>	<u>4,032</u>	<u>22,145</u>	<u>3,526</u>	<u>3,650</u>
Disbursements:							
Personal services	43,566	-	-	5,634	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	23,412	17	200
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>43,566</u>	<u>-</u>	<u>-</u>	<u>5,634</u>	<u>23,412</u>	<u>17</u>	<u>200</u>
Excess (deficiency) of receipts over disbursements	<u>(33,809)</u>	<u>10</u>	<u>-</u>	<u>(1,602)</u>	<u>(1,267)</u>	<u>3,509</u>	<u>3,450</u>
Cash and investments - ending	<u>\$ 844</u>	<u>\$ 340</u>	<u>\$ 146</u>	<u>\$ 6,662</u>	<u>\$ 350</u>	<u>\$ 15,423</u>	<u>\$ 4,675</u>

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

	North Vernon Redevelopment CR35	School Retirement	FEMA Disaster	Jennings County Christmas Light	Hayden Planning Grant	North Vernon Sewer	Sharps Fund
Cash and investments - beginning	\$ 19,773	\$ -	\$ 33,838	\$ 50	\$ 7	\$ -	\$ 100
Receipts:							
Taxes	-	359,675	-	-	-	3,712	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	100
Charges for services	-	-	-	-	-	435	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	8,504	-	-	-	-
Total receipts	-	359,675	8,504	-	-	4,147	100
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	200
Other services and charges	-	-	-	-	7	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	8,988	-	-	-	-
Other disbursements	-	210,305	-	-	-	3,014	-
Total disbursements	-	210,305	8,988	-	7	3,014	200
Excess (deficiency) of receipts over disbursements	-	149,370	(484)	-	(7)	1,133	(100)
Cash and investments - ending	<u>\$ 19,773</u>	<u>\$ 149,370</u>	<u>\$ 33,354</u>	<u>\$ 50</u>	<u>\$ -</u>	<u>\$ 1,133</u>	<u>\$ -</u>

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

	Jennings Drug Free Community	Debt Service - Other	Phone System (911)	Payroll Withholding-Federal	Payroll Withholding-State	Payroll Withholding-Local Tax	Credit Union
Cash and investments - beginning	\$ 19,033	\$ 392,891	\$ 11,036	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	690,949	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	102,466	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	25,198	-	-	-	-	-	-
Other receipts	-	1,190	-	471,820	181,518	64,050	49,332
Total receipts	<u>25,198</u>	<u>794,605</u>	<u>-</u>	<u>471,820</u>	<u>181,518</u>	<u>64,050</u>	<u>49,332</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	3,140	-	-	-	-	-
Debt service - principal and interest	-	381,860	-	-	-	-	-
Capital outlay	-	-	11,036	-	-	-	-
Other disbursements	17,650	-	-	471,830	168,966	59,668	49,332
Total disbursements	<u>17,650</u>	<u>385,000</u>	<u>11,036</u>	<u>471,830</u>	<u>168,966</u>	<u>59,668</u>	<u>49,332</u>
Excess (deficiency) of receipts over disbursements	<u>7,548</u>	<u>409,605</u>	<u>(11,036)</u>	<u>(10)</u>	<u>12,552</u>	<u>4,382</u>	<u>-</u>
Cash and investments - ending	<u>\$ 26,581</u>	<u>\$ 802,496</u>	<u>\$ -</u>	<u>\$ (10)</u>	<u>\$ 12,552</u>	<u>\$ 4,382</u>	<u>\$ -</u>

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

	Insurance-Other	Payroll Withholdings-United Way	Tax Sale	Payroll Withholding-Uniforms	DNR Agency	Payroll Withholding-Sheriff Pension	Payroll Withholding- Garnishment
Cash and investments - beginning	\$ 39,240	\$ -	\$ 11,282	\$ -	\$ 733	\$ -	\$ 200
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	349,692	3,015	85,955	1,696	-	19,631	43,217
Total receipts	349,692	3,015	85,955	1,696	-	19,631	43,217
Disbursements:							
Personal services	340,622	-	-	1,572	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	66,189	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	228	-	-
Other disbursements	-	2,793	-	-	-	-	43,217
Total disbursements	340,622	2,793	66,189	1,572	228	-	43,217
Excess (deficiency) of receipts over disbursements	9,070	222	19,766	124	(228)	19,631	-
Cash and investments - ending	\$ 48,310	\$ 222	\$ 31,048	\$ 124	\$ 505	\$ 19,631	\$ 200

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

	Rescue 20 FEMA	Emergency Management Non-Reverting	State Welfare Excise	State Homestead Credit	Local Option Certified	Payroll Fica	Payroll Medicare
Cash and investments - beginning	\$ 725	\$ 72,564	\$ -	\$ 1,745	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	799,729	-	3,867,743	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	189,428	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	57,029	-	-	584	525,167	146,287
Total receipts	-	57,029	799,729	-	4,057,755	525,167	146,287
Disbursements:							
Personal services	-	15,020	-	-	-	548,326	-
Supplies	-	1,037	-	-	-	-	-
Other services and charges	-	16,382	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	407,838	-	4,056,687	-	151,836
Total disbursements	-	32,439	407,838	-	4,056,687	548,326	151,836
Excess (deficiency) of receipts over disbursements	-	24,590	391,891	-	1,068	(23,159)	(5,549)
Cash and investments - ending	\$ 725	\$ 97,154	\$ 391,891	\$ 1,745	\$ 1,068	\$ (23,159)	\$ (5,549)

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

	Dependent Day Care	Unreimbursed Medical	457 Retirement	Fairground Non-Reverting	E911 Wireless	E911 General	Circuit Supplemental Public Defender
Cash and investments - beginning	\$ -	\$ -	\$ 445	\$ 4,862	\$ 3,545	\$ 25,513	\$ 5,324
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	66,796	56,532	234,034	-
Fines and forfeits	-	-	-	-	-	-	3,962
Other receipts	1,500	3,632	170,737	2,559	-	108	-
Total receipts	<u>1,500</u>	<u>3,632</u>	<u>170,737</u>	<u>69,355</u>	<u>56,532</u>	<u>234,142</u>	<u>3,962</u>
Disbursements:							
Personal services	-	3,632	170,737	-	58,454	137,295	-
Supplies	-	-	-	-	-	7,500	-
Other services and charges	-	-	-	-	1,451	70,191	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	47,309	-	4,388	-
Other disbursements	1,500	-	-	201	-	-	-
Total disbursements	<u>1,500</u>	<u>3,632</u>	<u>170,737</u>	<u>47,510</u>	<u>59,905</u>	<u>219,374</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>-</u>	<u>-</u>	<u>21,845</u>	<u>(3,373)</u>	<u>14,768</u>	<u>3,962</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 445</u>	<u>\$ 26,707</u>	<u>\$ 172</u>	<u>\$ 40,281</u>	<u>\$ 9,286</u>

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

	Superior Supplemental Public Defender	Identity Theft Protection	Clerk's Cash Book	Clerk's Issets	Treasurer's Cash Book	Totals
Cash and investments - beginning	\$ 3,702	\$ 114	\$ 678,497	\$ 9,723	\$ 378,503	\$ 6,221,709
Receipts:						
Taxes	-	-	-	-	356,192	30,340,679
Licenses and permits	-	-	-	-	-	128,856
Intergovernmental	-	-	-	-	-	4,851,734
Charges for services	-	-	-	-	-	1,448,537
Fines and forfeits	1,009	-	-	-	-	437,905
Other receipts	-	1,554	3,958,060	629,712	-	8,983,357
Total receipts	<u>1,009</u>	<u>1,554</u>	<u>3,958,060</u>	<u>629,712</u>	<u>356,192</u>	<u>46,191,068</u>
Disbursements:						
Personal services	-	-	-	-	-	7,595,202
Supplies	-	-	-	-	-	1,123,367
Other services and charges	743	1,684	-	-	-	6,194,997
Debt service - principal and interest	-	-	-	-	-	381,860
Capital outlay	-	-	-	-	-	877,902
Other disbursements	-	-	4,015,946	632,619	378,003	22,615,278
Total disbursements	<u>743</u>	<u>1,684</u>	<u>4,015,946</u>	<u>632,619</u>	<u>378,003</u>	<u>38,788,606</u>
Excess (deficiency) of receipts over disbursements	<u>266</u>	<u>(130)</u>	<u>(57,886)</u>	<u>(2,907)</u>	<u>(21,811)</u>	<u>7,402,462</u>
Cash and investments - ending	<u>\$ 3,968</u>	<u>\$ (16)</u>	<u>\$ 620,611</u>	<u>\$ 6,816</u>	<u>\$ 356,692</u>	<u>\$ 13,624,171</u>

JENNINGS COUNTY
SCHEDULE OF PAYABLES AND RECEIVABLES
December 31, 2012

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	<u>\$ 385,000</u>	<u>\$ -</u>

JENNINGS COUNTY
 SCHEDULE OF LEASES AND DEBT
 December 31, 2012

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities: Jennings County Building Corporation	Government Center Lease	<u>\$ 770,000</u>	07-15-99	01-15-15

Type	Description of Debt	Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities: Notes and loans payable		Purchase of various equipment and vehicles	<u>\$ 617,374</u>	<u>\$ 217,159</u>

JENNINGS COUNTY
 SCHEDULE OF CAPITAL ASSETS
 December 31, 2012

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

	Ending Balance
Governmental activities:	
Land	\$ 213,989
Infrastructure	77,380,627
Buildings	10,073,966
Improvements other than buildings	995,621
Machinery, equipment, and vehicles	7,564,352
 Total capital assets	 \$ 96,228,555

JENNINGS 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
County Sheriff
Clerk of the Circuit Court
County Auditor Special Investigation
Clerk of the Circuit Court Special Investigation

SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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

TO: THE OFFICIALS OF JENNINGS COUNTY, INDIANA

Report on Compliance for Each Major Federal Program

We have audited Jennings County's (County) compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that could have a direct and material effect on its major federal program for the year ended December 31, 2012. The County's major federal program is identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs.

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 the County's major federal program 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 the 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 its major federal program for the year ended December 31, 2012.

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

Report on Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with 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 the major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for the 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 2012-003 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

April 9, 2014

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

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

JENNINGS 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 Commerce</u>				
ARRA - State Broadband Data and Development Grant Program, Recovery Act GIS	Indiana Office of Technology	11.558	067BROADBAND000	\$ 2,000
Total - Department of Commerce				2,000
<u>Department of Housing and Urban Development</u>				
CDBG - State-Administered CDBG Cluster Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii Country Squire Lakes Dam Project St. Mary's St. Vincent de Paul Planning Study	Indiana Office of Community and Rural Affairs	14.228	DR1B-09-022 PL-06-027	1,231,079 30,000
Total - Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii				1,261,079
Total - Department of Housing and Urban Development				1,261,079
<u>Department of Justice</u>				
Crime Victim Assistance	Indiana Criminal Justice Institute	16.575	11-VA-PR-144	18,648
Crime Victim Compensation	Indiana Criminal Justice Institute	16.576	0321LVCGX005203	1,019
Total - Department of Justice				19,667
<u>Department of Transportation</u>				
Highway Planning and Construction Cluster Highway Planning and Construction Bridge Inspection Des No. 1006064 Bridge Inspection Des No. 0200554	Indiana Department of Transportation	20.205	Des No. 1006064 Des No. 0200554	44,328 41,472
Total - Highway Planning and Construction				85,800
Total - Department of Transportation				85,800
<u>Department of Health and Human Services</u>				
Public Health Emergency Preparedness	Indiana State Department of Health	93.069	5U90TP517024-10	7,491
Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements	Indiana Department of Homeland Security	93.074	BPRS 139-70	12,622
Centers for Disease Control and Prevention Investigations and Technical Assistance	Indiana Department of Homeland Security	93.283	40036101032BA12	2,032
Child Support Enforcement	Indiana Department of Child Services	93.563	FY 2012	228,152
Total - Department of Health and Human Services				250,297
<u>Department of Homeland Security</u>				
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	Indiana Department of Homeland Security	97.036	385-PA-1997	8,504
Emergency Management Performance Grants	Indiana Department of Homeland Security	97.042	EDS# C44P-2-101A EDS# C44P-2-347A	3,623 12,990
Total - Emergency Management Performance Grants				16,613
Homeland Security Grant Program	Indiana Department of Homeland Security	97.067	EDS# C44P-2-004A EDS# C44P-2-279A	6,396 16,000
Total - Homeland Security Grant Program				22,396
Total - Department of Homeland Security				47,513
Total federal awards expended				\$ 1,666,356

The accompanying note is an integral part of the Schedule of Expenditures of Federal Awards.

JENNINGS COUNTY
NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Jennings 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.

JENNINGS 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 program:	
Material weaknesses identified?	yes
Significant deficiencies identified?	none reported
Type of auditor's report issued on compliance for major program:	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 Program:

_____ Name of Federal Program or Cluster
CDBG – State-Administered CDBG Cluster

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

Auditee qualified as low-risk auditee? no

Section II – Financial Statement Findings

FINDING 2012-001 - 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.

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

1. Fifteen federal grants with a total of \$1,662,733 in expenditures were not reported.

JENNINGS COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

2. State grant expenditures were reported as federal grant expenditures in the amount of \$19,145.
3. The pass-through entity and identifying number assigned by the pass-through entity for some federal programs were not always included or were incorrect.
4. The federal awards reported for some individual federal programs did not include the CFDA number.

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 identifying number assigned by the pass-through entity shall be included.
- (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.

JENNINGS COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

- (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 2012-002 - INTERNAL CONTROLS OVER FINANCIAL TRANSACTIONS AND REPORTING

We noted a deficiency in the internal control system of the County related to financial transactions and reporting. We believe the following deficiency constitutes a material weakness:

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 had not properly implemented control activities related to disbursements. The failure to establish and implement controls related to disbursements could enable material misstatements or irregularities to remain undetected.

Although controls have been established for the Board of County Commissioners to review and approve all claims, the control was not effective for this process because 20 percent of the disbursements reviewed did not have proof that the Board of County Commissioners approved the disbursements. In these instances, either the claims docket could not be located or did not contain the appropriate signatures.

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)

Section III – Federal Award Findings and Questioned Costs

FINDING 2012-003 - INTERNAL CONTROLS OVER COMPLIANCE REQUIREMENTS THAT HAVE A DIRECT AND MATERIAL EFFECT TO THE CDBG PROGRAM

Federal Agency: Department of Housing and Urban Development
Federal Program: Community Development Block Grants/State's
Program and Non-Entitlement Grants in Hawaii

CFDA Number: 14.228

Federal Award Number and Year (or Other Identifying Number): DR1B-09-022

Pass-Through Entity: Indiana Office of Community and Rural Affairs

JENNINGS COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Management of the County has not established an effective internal control system related to the compliance requirements for Allowable Activities and Allowable Costs that have a direct and material effect to the program.

Allowable Costs/Cost Principles

Although controls have been established for the Board of County Commissioners to review and approve all claims, the control was not effective for this grant because 8 of the 11 disbursements for the grant did not have proof that the Board of County Commissioners approved the disbursements. In these instances, either the claims docket could not be located or did not contain the appropriate signatures. There is the risk that contract overpayments and costs in excess of approved budget amounts related to grant administrative services could occur and go undetected.

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.

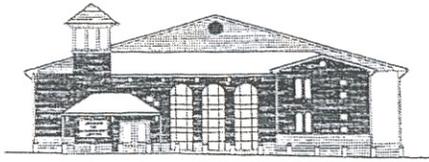
An internal control system, including segregation of duties, should be designed and operate effectively to provide reasonable assurance that material noncompliance with the grant agreement, or a type of compliance requirement of a federal program will be prevented, or detected and corrected, on a timely basis.

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 perform established internal controls could enable material noncompliance to go undetected. Noncompliance of 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 perform the establish controls, including segregation of duties, related to the grant agreement and compliance requirements that have a direct and material effect to the program.



Jennings County Government Center
200 East Brown Street, Vernon, IN 47282

Janice L. Ramey
Auditor of Jennings County
200 East Brown Street
P.O. Box 383
Vernon, IN 47282
Phone: (812) 352-3021 Fax: (812) 352-3032

April 9, 2014

Section II- Financial Statement Findings

Finding 2012-1 Internal Controls Over The Schedule Of Expenditures Of Federal Awards.

We will work with other county offices to correct the errors on the Schedule of Expenditures of Federal Awards (SEFA) and do accurate reporting of federal awards.

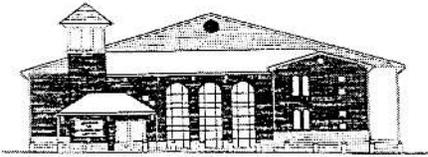
Finding 2012-2 Internal Controls Over Financial Transactions And Reporting.

We will work to establish for the Board of County Commissioner to review and approve all claims, and show proof that the commissioners approve the disbursements and proper paperwork can be located with appropriate signatures.

Janice L. Ramey

A handwritten signature in cursive script that reads "Janice L. Ramey". The signature is written in black ink and is positioned below the printed name.

Auditor of Jennings County



Jennings County Government Center
200 East Brown Street, Vernon, IN 47282

Janice L. Ramey
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April 9, 2014

Section III- Federal Award Findings and Questioned Cost

Finding 2012-3 –Internal Controls Over Compliance Requirements That Have A Direct And Material Effect To The CDBG Program.

Allowable Cost/Cost Principles

We will work to establish management of the County to establish for the County Board of Commissioners to review and approve all claims for grants in order for the Commissioners to approve disbursement, and make sure that the claims can be located with the appropriate signatures.

Janice L. Ramey

A handwritten signature in cursive script that reads "Janice L. Ramey".

Auditor of Jennings County

JENNINGS COUNTY
EXIT CONFERENCE

The contents of this report were discussed on April 9, 2014, with Janice L. Ramey, Auditor; Howard L. Malcomb, President of the County Council; and Matt Sporleder, President of the Board of County Commissioners.