

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF
HENRY COUNTY, INDIANA
January 1, 2013 to December 31, 2013



FILED
06/13/2014

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SCHEDULE OF OFFICIALS

| <u>Office</u> | <u>Official</u> | <u>Term</u> |
|---|---------------------|----------------------|
| Auditor | Patricia A. French | 01-01-11 to 12-31-14 |
| Treasurer | Byron G. Bundy | 01-01-11 to 12-31-14 |
| Clerk | Debra Walker | 01-01-11 to 12-31-14 |
| Sheriff | Bruce (Butch) Baker | 01-01-11 to 12-31-14 |
| Recorder | Susan Hufford | 01-01-11 to 12-31-14 |
| President of the Board of County Commissioners | Joseph E. Yanos | 01-01-13 to 12-31-14 |
| President of the County Council | Nathan S. LaMar | 01-01-13 to 12-31-14 |



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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF HENRY COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of Henry County (County), which comprises the financial position and results of operations for the year ended December 31, 2013, 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, 2013.

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, 2013, 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 16, 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, 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.


Paul D. Joyce, CPA
State Examiner

April 16, 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 HENRY 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 Henry County (County), which comprises the financial position and results of operations for the year ended December 31, 2013, and the related notes to the financial statement, and have issued our report thereon dated April 16, 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 deficiency described in the accompanying Schedule of Findings and Questioned Costs as item 2013-001 to be a material weakness.

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

Compliance and Other Matters

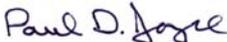
As part of obtaining reasonable assurance about whether the County's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Henry 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 16, 2014

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FINANCIAL STATEMENT AND ACCOMPANYING NOTES

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.

HENRY COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended December 31, 2013

| Fund | Cash and Investments 01-01-13 | Receipts | Disbursements | Cash and Investments 12-31-13 |
|--|-------------------------------------|------------|---------------|-------------------------------------|
| Sheriff's Inmate Trust | \$ 12,994 | \$ 826,130 | \$ 824,571 | \$ 14,553 |
| Jail Commissary | 10,093 | 185,406 | 173,064 | 22,435 |
| Clerk's Trust | 571,753 | 3,926,799 | 3,894,945 | 603,607 |
| Sheriff's Cashbook | 127 | 388,622 | 388,622 | 127 |
| General | 482,585 | 8,658,738 | 8,805,666 | 335,657 |
| Accident Report | 439 | 3,553 | 3,613 | 379 |
| Child Advocacy | 2,065 | 20 | - | 2,085 |
| City and Town Court Costs | 23,247 | 15,410 | - | 38,657 |
| Clerk's Records Perpetuation | 22,649 | 19,064 | 24,074 | 17,639 |
| Community Corrections | 11 | 169,651 | 158,552 | 11,110 |
| Community Transition Program | 31,525 | 28,844 | 14,366 | 46,003 |
| Congressional School Interest | 20,060 | - | - | 20,060 |
| Congressional School Principal | 21,969 | - | - | 21,969 |
| Sales Disclosure - County Share | 1,609 | 6,187 | 3,449 | 4,347 |
| Cumulative Bridge | 854,223 | 428,804 | 508,278 | 774,749 |
| Cumulative Capital Development | 7,419 | 231,065 | 233,868 | 4,616 |
| Drug Free Community | 53,390 | 57,715 | 56,679 | 54,426 |
| Electronic Map Generation | 573 | 108 | 85 | 596 |
| Emergency Planning/Right To Know | 9,369 | 4,036 | 275 | 13,130 |
| Emergency Telephone System | 7,424 | 713,863 | 619,813 | 101,474 |
| Firearms Training | 7,900 | 30,167 | 30,338 | 7,729 |
| Food and Beverage Tax | - | 485,687 | 485,687 | - |
| General Drain Improvement | 111,652 | - | 17,989 | 93,663 |
| Health | 8,135 | 520,236 | 501,232 | 27,139 |
| Identification Security Protection | 46,975 | 4,353 | - | 51,328 |
| Local Health Maintenance | 93,726 | 71,611 | 58,880 | 106,457 |
| Local Road and Street | 165,658 | 410,735 | 284,093 | 292,300 |
| Medical Care for Inmates | 580 | 7,471 | 2,348 | 5,703 |
| Misdemeanant | 11,536 | 34,454 | 29,233 | 16,757 |
| Motor Vehicle Highway | 664,980 | 2,556,118 | 2,320,381 | 900,717 |
| Park Nonreverting Operating | 191 | 172,682 | 170,374 | 2,499 |
| Plat Book | 27,822 | 15,382 | 2,469 | 40,735 |
| Rainy Day | 600,153 | 8,153 | 305,662 | 302,644 |
| Reassessment - 2015 | 167,179 | 203,459 | 309,681 | 60,957 |
| Recorder's Records Perpetuation | 109,488 | 82,977 | 70,768 | - |
| Sex and Violent Offender Administration | 1,127 | 4,635 | 480 | 5,282 |
| Supplemental Public Defender Services | 200 | 18,060 | 16,376 | 1,884 |
| Surplus Tax | 110,926 | 101,020 | 77,852 | 134,094 |
| Surveyor's Corner Perpetuation | 49,814 | 10,930 | 3,674 | 57,070 |
| Tax Sale Redemption | 1,389 | 223,757 | 212,593 | 12,553 |
| Tax Sale Surplus | 911,713 | 498,998 | 761,250 | 649,461 |
| Local Health Department Trust Account | 14,332 | 13,425 | 24,993 | 2,764 |
| Vehicle Inspection | 295 | 1,146 | 1,019 | 422 |
| GAL/CASA | 5,652 | 58,183 | 52,180 | 11,655 |
| County Elected Officials Training | 4,893 | 4,353 | 442 | 8,804 |
| County Offender Transportation Fund | 1,788 | 1,983 | 1,686 | 2,085 |
| Adult Probation Administrative | 52 | 188,477 | 167,531 | 20,998 |
| Juvenile Probation Administrative | 82 | 56,111 | 50,790 | 5,403 |
| Supplemental Juvenile Probation Services | 30,971 | - | - | 30,971 |
| County User Fee | 1,215 | 13,767 | 7,022 | 7,960 |
| Drainage Maintenance | 452,183 | 278,339 | 90,419 | 640,103 |
| Golf Course Operating | 77,317 | - | 77,317 | - |
| Drug Task Force | 136,315 | 74,471 | 102,152 | 108,634 |
| Collection Agency Fees | 326 | 224 | 346 | 204 |
| Donations | 20,552 | 42,323 | 36,120 | 26,755 |
| Debt Service | 536,781 | 1,282,733 | 1,381,000 | 438,514 |
| Self-Insurance | 331,059 | 3,306,200 | 3,196,990 | 440,269 |
| Payroll Clearing | 11,758 | 4,255,585 | 4,255,935 | 11,408 |
| Settlement | - | 37,481,923 | 37,481,923 | - |
| Wheel Tax/Surtax Combined | 102,005 | 888,653 | 899,528 | 91,130 |
| Wheel Tax | - | 97,681 | 97,461 | 220 |
| Sur Tax | - | 1,062,357 | 1,062,357 | - |
| CEDIT Homestead Credit | 312,107 | 1,933,792 | 2,215,552 | 30,347 |
| HEA 1001 State Homestead Credit | 23,152 | 169 | - | 23,321 |
| Homestead Credit Rebate | 665 | - | - | 665 |
| State Fines and Forfeitures | 3,072 | 12,682 | 13,829 | 1,925 |
| Infraction Judgments | 4,374 | 64,607 | 64,096 | 4,885 |
| Overweight Vehicle Fines | 795 | 1,407 | 1,628 | 574 |
| Special Death Benefit | 750 | 5,015 | 5,345 | 420 |
| Sales Disclosure - State Share | 385 | 6,195 | 6,180 | 400 |
| Coroners Training & Con't Education | 2,610 | 5,196 | 7,469 | 337 |

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

HENRY COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended December 31, 2013
(Continued)

| Fund | Cash and Investments 01-01-13 | Receipts | Disbursements | Cash and Investments 12-31-13 |
|---|-------------------------------------|----------------------|----------------------|-------------------------------------|
| Mortgage Recording Fees - State Share | 293 | 4,015 | 4,308 | - |
| Child Restraint Violations Fines | 125 | 475 | 600 | - |
| Inheritance Tax | 217,778 | 474,748 | 684,591 | 7,935 |
| Innkeepers Tax Collections | 21,814 | 33,410 | 44,940 | 10,284 |
| 93.563 Prosecutor PCA | 2,433 | 3,195 | 2,141 | 3,487 |
| 93.563 ARRA Prosecutor IV-D Incentive | 13,589 | - | - | 13,589 |
| 93.563 ARRA Clerk IV-D Incentive | 66,933 | - | - | 66,933 |
| 93.563 Title IV-D Incentive | 40,018 | 20,338 | 45,376 | 14,980 |
| 93.563 Prosecutor IV-D Incentive - Prior To Oct '99 | 7,509 | 2 | 220 | 7,291 |
| 93.563 Prosecutor IV-D Incentive - Post Oct '99 | 165,940 | 30,603 | 29,439 | 167,104 |
| 93.563 Clerk IV-D Incentive - Prior To Oct '99 | 35,728 | - | - | 35,728 |
| 93.563 Clerk IV-D Incentive - Post Oct '99 | 7,858 | 20,338 | 15,449 | 12,747 |
| Juvenile Programs - Probation | 5,379 | - | - | 5,379 |
| Henry County Youth League | 2,000 | - | - | 2,000 |
| Levy Excess | 1 | - | - | 1 |
| Comm Corrections - User Fee | 655,318 | 408,752 | 435,749 | 628,321 |
| Pre- Trial Diversion | 108,056 | 47,849 | 48,500 | 107,405 |
| Supplemental/CC II | 8,867 | 16,136 | 13,584 | 11,419 |
| Jury Pay Fund | 22,277 | 8,197 | 6,239 | 24,235 |
| Co Law Enf Cont Education | 1,838 | 1,171 | 2,568 | 441 |
| D.A.R.E Fund | 9,436 | 13,197 | 20,081 | 2,552 |
| Health Dept Donations | 4 | 3 | - | 7 |
| Park Commemorative Fund | 403 | 641 | 892 | 152 |
| EMA Donation Fund | 2,355 | 15,869 | 16,929 | 1,295 |
| IVY Tech Donation Fund | 392,752 | 641,827 | 1,034,061 | 518 |
| Health Dept Enforcement Fund | 2,150 | 1,101 | 388 | 2,863 |
| Treasurer Technology Fund | 1,800 | 2,400 | 3,233 | 967 |
| Food and Beverage - First Merchants | 2,385,434 | 481,415 | 1,555,536 | 1,311,313 |
| Community Corrections - 0600 | 23,517 | 131,945 | 155,460 | 2 |
| Pace Forfeiture Fund | 400,527 | 467,789 | 326,179 | 542,137 |
| Sheriff Critical Care | 144,567 | 1,829,291 | 1,663,262 | 310,596 |
| Haz-Mat Fund | 2,057 | - | 1,076 | 981 |
| DUI Impact Fund | 21,842 | 6,274 | 2,071 | 26,045 |
| National Road Heritage Trail | 5,164 | 92,397 | 97,037 | 524 |
| Court Alcohol and Drug Program | 11,566 | 27,946 | 36,158 | 3,354 |
| Common School Trust Fund | 1,064 | - | - | 1,064 |
| Golf Course Non-Reverting | 406,540 | 77,454 | - | 483,994 |
| Alter Dispute Resolution | 30,851 | 4,607 | 7,721 | 27,737 |
| Medicare Supplemental Retirement | 807 | 52,207 | 50,109 | 2,905 |
| Retirement - Under 65 | 1,064 | 27,897 | 28,222 | 739 |
| Drug Force Forfeiture | 43,826 | 18,529 | 17,664 | 44,691 |
| Bio- Terrorism Grant | 140 | 49,923 | 41,009 | 9,054 |
| H1N1 Vaccine Grant | 12,954 | 667 | 10,720 | 2,901 |
| Airport Project Grant | 17,136 | 491,708 | 503,844 | 5,000 |
| Rural Correctional Grant | 710 | - | - | 710 |
| LEP Sub-Grant | 69 | - | - | 69 |
| EMA Fire Training/Infrastructure | 9 | - | - | 9 |
| EMA Let GIS/07 Grant | 663 | - | 309 | 354 |
| EMA Enhancement Grant | 4,188 | - | - | 4,188 |
| NACCHO Health Grant | 588 | 4,000 | 3,013 | 1,575 |
| Haz-Mat Response Team Grant | 105 | - | - | 105 |
| Young Women Prg/Just Us | 3,941 | - | 1,291 | 2,650 |
| Family Court Project Fund | 3,314 | 14,000 | 5,498 | 11,816 |
| Family Court Grant | 866 | - | - | 866 |
| EMA/Community Foundation Grant | 1,250 | - | 50 | 1,200 |
| Health Dept Grant Fund | 15 | - | - | 15 |
| Treasurer | 957,925 | 835,504 | 957,925 | 835,504 |
| Redevelopment Capital Projects | 1,111,474 | 813,924 | 1,050,968 | 874,430 |
| Redevelopment Debt Service | 658,298 | 149,905 | 269,576 | 538,627 |
| Henry Co Redevelopment Commission | 52,102 | 27,313 | 21,006 | 58,409 |
| County Option Income Tax Fund | - | 4,018,856 | 3,759,511 | 259,345 |
| CC II Supplemental PD | - | 5,050 | 775 | 4,275 |
| Planning Enforcement Fund | - | 22,300 | - | 22,300 |
| Wilber Wright Trails | - | 98,339 | 90,701 | 7,638 |
| Airport Leased Ground | - | 7,290 | 75 | 7,215 |
| Probation Interstate Fee Fund | - | 396 | 333 | 63 |
| JAG 10K Grant - CJJ | - | 5,055 | 5,055 | - |
| Riverboat Gambling - Rev Share | - | 293,009 | 293,009 | - |
| SEMA | 13,433 | - | - | 13,433 |
| Totals | \$ 15,410,814 | \$ 84,061,154 | \$ 86,037,041 | \$ 13,434,927 |

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

HENRY 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.

HENRY 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.

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

HENRY COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

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

F. Fund Accounting

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

Note 2. Budgets

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

Note 3. Property Taxes

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

Note 4. Deposits and Investments

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

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

HENRY COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 5. Risk Management

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

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

Note 6. Pension Plans

A. Public Employees' Retirement Fund

Plan Description

The Indiana Public Employees' Retirement Fund (PERF) is a defined benefit pension plan. PERF is an agent multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All full-time employees are eligible to participate in this defined benefit plan. State statutes (IC 5-10.2 and 5-10.3) govern, through the Indiana Public Retirement System (INPRS) Board, most requirements of the system, and give the County authority to contribute to the plan. The PERF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of members' contributions, set by state statute at 3 percent of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

INPRS administers the plan and issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole and for its participants. That report may be obtained by contacting:

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

Funding Policy and Annual Pension Cost

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

HENRY COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

B. County Police Retirement Plan

Plan Description

The County Police Retirement Plan is a single-employer defined benefit pension plan. With the approval of the County's fiscal body, the plan is administered by the sheriff's department and an appointed trustee as authorized by state statute (IC 36-8-10-12) for full-time police officers. The plan provides retirement, death, and disability benefits to plan members and beneficiaries. Funds designated for payments related to this plan are accounted for in a pension trust fund. The activity of this trust fund has not been reflected in the financial statement. The trustee issues a publicly available financial report that includes financial statements and required supplementary information of the plan. The report may be obtained by contacting the county sheriff.

Funding Policy

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

C. County Police Benefit Plan

Plan Description

The County Police Benefit Plan is a single-employer defined benefit pension plan. With the approval of the County's fiscal body, the plan is administered by the sheriff's department and an appointed trustee as authorized by state statute (IC 36-8-10-12) for full-time police officers. The plan provides dependent pensions, life insurance, and disability benefits to plan members and beneficiaries. Funds designated for payments related to this plan are accounted for in a pension trust fund. The activity of this trust fund has not been reflected in the financial statement. The trustee issues a publicly available financial report that includes financial statements and required supplementary information of the plan. The report may be obtained by contacting the county sheriff.

Funding Policy

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

Note 7. Holding Corporation

The County has entered into a capital lease with Henry County Government Center Building Corporation (the lessor). The lessor was organized as a 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 2013 totaled \$1,381,000.

Note 8. Other Postemployment Benefits

The County provides to eligible retirees and their spouses the following benefits: Health Insurance. These benefits pose a liability to the County for this year and in future years. Information regarding the benefits can be obtained by contacting the County.

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.

HENRY COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2013

| | Sheriff's Inmate Trust | Jail Commissary | Clerk's Trust | Sheriff's Cashbook | General | Accident Report | Child Advocacy |
|--|------------------------------|--------------------|-------------------|-----------------------|-------------------|--------------------|-------------------|
| Cash and investments - beginning | \$ 12,994 | \$ 10,093 | \$ 571,753 | \$ 127 | \$ 482,585 | \$ 439 | \$ 2,065 |
| Receipts: | | | | | | | |
| Taxes | - | - | - | - | 6,100,432 | - | - |
| Licenses and permits | - | - | - | - | 84,421 | - | - |
| Intergovernmental | - | - | - | - | 949,538 | - | - |
| Charges for services | 826,130 | 185,406 | - | 388,622 | 916,082 | 3,553 | - |
| Fines and forfeits | - | - | 3,926,799 | - | 274,314 | - | 20 |
| Other receipts | - | - | - | - | 333,951 | - | - |
| Total receipts | <u>826,130</u> | <u>185,406</u> | <u>3,926,799</u> | <u>388,622</u> | <u>8,658,738</u> | <u>3,553</u> | <u>20</u> |
| Disbursements: | | | | | | | |
| Personal services | - | - | - | - | 6,813,572 | - | - |
| Supplies | - | - | - | - | 330,249 | - | - |
| Other services and charges | - | - | - | - | 1,338,365 | - | - |
| Debt service - principal and interest | - | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | 19,722 | - | - |
| Other disbursements | 824,571 | 173,064 | 3,894,945 | 388,622 | 303,758 | 3,613 | - |
| Total disbursements | <u>824,571</u> | <u>173,064</u> | <u>3,894,945</u> | <u>388,622</u> | <u>8,805,666</u> | <u>3,613</u> | <u>-</u> |
| Excess (deficiency) of receipts over disbursements | <u>1,559</u> | <u>12,342</u> | <u>31,854</u> | <u>-</u> | <u>(146,928)</u> | <u>(60)</u> | <u>20</u> |
| Cash and investments - ending | <u>\$ 14,553</u> | <u>\$ 22,435</u> | <u>\$ 603,607</u> | <u>\$ 127</u> | <u>\$ 335,657</u> | <u>\$ 379</u> | <u>\$ 2,085</u> |

HENRY COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2013
 (Continued)

| | City and Town Court Costs | Clerk's Records Perpetuation | Community Corrections | Community Transition Program | Congressional School Interest | Congressional School Principal | Sales Disclosure - County Share |
|--|---------------------------------------|------------------------------------|--------------------------|------------------------------------|-------------------------------------|--------------------------------------|---|
| Cash and investments - beginning | \$ 23,247 | \$ 22,649 | \$ 11 | \$ 31,525 | \$ 20,060 | \$ 21,969 | \$ 1,609 |
| Receipts: | | | | | | | |
| Taxes | - | - | - | - | - | - | - |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental | - | - | 169,651 | 28,844 | - | - | - |
| Charges for services | - | - | - | - | - | - | - |
| Fines and forfeits | 15,410 | 19,064 | - | - | - | - | 6,187 |
| Other receipts | - | - | - | - | - | - | - |
| Total receipts | <u>15,410</u> | <u>19,064</u> | <u>169,651</u> | <u>28,844</u> | <u>-</u> | <u>-</u> | <u>6,187</u> |
| Disbursements: | | | | | | | |
| Personal services | - | - | 118,202 | - | - | - | - |
| Supplies | - | - | 475 | - | - | - | 484 |
| Other services and charges | - | - | 39,864 | - | - | - | 2,965 |
| Debt service - principal and interest | - | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | - | - | - |
| Other disbursements | - | 24,074 | 11 | 14,366 | - | - | - |
| Total disbursements | <u>-</u> | <u>24,074</u> | <u>158,552</u> | <u>14,366</u> | <u>-</u> | <u>-</u> | <u>3,449</u> |
| Excess (deficiency) of receipts over disbursements | <u>15,410</u> | <u>(5,010)</u> | <u>11,099</u> | <u>14,478</u> | <u>-</u> | <u>-</u> | <u>2,738</u> |
| Cash and investments - ending | <u>\$ 38,657</u> | <u>\$ 17,639</u> | <u>\$ 11,110</u> | <u>\$ 46,003</u> | <u>\$ 20,060</u> | <u>\$ 21,969</u> | <u>\$ 4,347</u> |

HENRY COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2013
 (Continued)

| | Cumulative Bridge | Cumulative Capital Development | Drug Free Community | Electronic Map Generation | Emergency Planning/Right To Know | Emergency Telephone System | Firearms Training |
|--|----------------------|--------------------------------------|---------------------------|---------------------------------|---|----------------------------------|----------------------|
| Cash and investments - beginning | \$ 854,223 | \$ 7,419 | \$ 53,390 | \$ 573 | \$ 9,369 | \$ 7,424 | \$ 7,900 |
| Receipts: | | | | | | | |
| Taxes | 295,847 | 203,719 | - | - | - | - | - |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental | 132,957 | 22,560 | - | - | 4,036 | - | - |
| Charges for services | - | - | - | 108 | - | 505,678 | 25,432 |
| Fines and forfeits | - | - | 57,715 | - | - | - | - |
| Other receipts | - | 4,786 | - | - | - | 208,185 | 4,735 |
| Total receipts | <u>428,804</u> | <u>231,065</u> | <u>57,715</u> | <u>108</u> | <u>4,036</u> | <u>713,863</u> | <u>30,167</u> |
| Disbursements: | | | | | | | |
| Personal services | - | - | - | - | - | 356,510 | - |
| Supplies | - | - | - | - | 275 | - | - |
| Other services and charges | - | 226,968 | - | - | - | 154,559 | - |
| Debt service - principal and interest | - | - | - | - | - | - | - |
| Capital outlay | 508,278 | 6,900 | - | - | - | - | - |
| Other disbursements | - | - | 56,679 | 85 | - | 108,744 | 30,338 |
| Total disbursements | <u>508,278</u> | <u>233,868</u> | <u>56,679</u> | <u>85</u> | <u>275</u> | <u>619,813</u> | <u>30,338</u> |
| Excess (deficiency) of receipts over disbursements | <u>(79,474)</u> | <u>(2,803)</u> | <u>1,036</u> | <u>23</u> | <u>3,761</u> | <u>94,050</u> | <u>(171)</u> |
| Cash and investments - ending | <u>\$ 774,749</u> | <u>\$ 4,616</u> | <u>\$ 54,426</u> | <u>\$ 596</u> | <u>\$ 13,130</u> | <u>\$ 101,474</u> | <u>\$ 7,729</u> |

HENRY COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2013
 (Continued)

| | Food and Beverage Tax | General Drain Improvement | Health | Identification Security Protection | Local Health Maintenance | Local Road and Street | Medical Care for Inmates |
|--|--------------------------------|---------------------------------|------------------|--|--------------------------------|--------------------------------|-----------------------------------|
| Cash and investments - beginning | \$ - | \$ 111,652 | \$ 8,135 | \$ 46,975 | \$ 93,726 | \$ 165,658 | \$ 580 |
| Receipts: | | | | | | | |
| Taxes | 485,687 | - | 395,761 | - | - | - | - |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental | - | - | 43,827 | - | 33,139 | 410,554 | - |
| Charges for services | - | - | 80,648 | 4,353 | 38,402 | - | 7,471 |
| Fines and forfeits | - | - | - | - | - | - | - |
| Other receipts | - | - | - | - | 70 | 181 | - |
| Total receipts | <u>485,687</u> | <u>-</u> | <u>520,236</u> | <u>4,353</u> | <u>71,611</u> | <u>410,735</u> | <u>7,471</u> |
| Disbursements: | | | | | | | |
| Personal services | - | - | 371,232 | - | - | - | - |
| Supplies | - | - | - | - | 29,216 | - | - |
| Other services and charges | - | - | 130,000 | - | 24,464 | - | - |
| Debt service - principal and interest | - | - | - | - | - | - | - |
| Capital outlay | - | 17,989 | - | - | 5,200 | 284,093 | - |
| Other disbursements | 485,687 | - | - | - | - | - | 2,348 |
| Total disbursements | <u>485,687</u> | <u>17,989</u> | <u>501,232</u> | <u>-</u> | <u>58,880</u> | <u>284,093</u> | <u>2,348</u> |
| Excess (deficiency) of receipts over disbursements | <u>-</u> | <u>(17,989)</u> | <u>19,004</u> | <u>4,353</u> | <u>12,731</u> | <u>126,642</u> | <u>5,123</u> |
| Cash and investments - ending | <u>\$ -</u> | <u>\$ 93,663</u> | <u>\$ 27,139</u> | <u>\$ 51,328</u> | <u>\$ 106,457</u> | <u>\$ 292,300</u> | <u>\$ 5,703</u> |

HENRY COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2013
 (Continued)

| | Misdemeanant | Motor Vehicle Highway | Park Nonreverting Operating | Plat Book | Rainy Day | Reassessment - 2015 | Recorder's Records Perpetuation |
|---|--------------|-----------------------------|-----------------------------------|--------------|--------------|---------------------------|---------------------------------------|
| Cash and investments - beginning | \$ 11,536 | \$ 664,980 | \$ 191 | \$ 27,822 | \$ 600,153 | \$ 167,179 | \$ 109,488 |
| Receipts: | | | | | | | |
| Taxes | - | - | 128,460 | - | - | 181,661 | - |
| Licenses and permits | - | 350 | - | - | - | - | - |
| Intergovernmental | 34,378 | 2,461,659 | 14,226 | - | - | 20,117 | - |
| Charges for services | - | - | 29,695 | 15,382 | - | - | 82,977 |
| Fines and forfeits | - | - | - | - | - | - | - |
| Other receipts | 76 | 94,109 | 301 | - | 8,153 | 1,681 | - |
| Total receipts | 34,454 | 2,556,118 | 172,682 | 15,382 | 8,153 | 203,459 | 82,977 |
| Disbursements: | | | | | | | |
| Personal services | - | 1,025,252 | 169,518 | - | - | 20,205 | - |
| Supplies | - | 504,391 | 856 | - | 16,832 | 7,763 | - |
| Other services and charges | 29,233 | 594,446 | - | - | 24,308 | 281,713 | - |
| Debt service - principal and interest | - | - | - | - | - | - | - |
| Capital outlay | - | 196,292 | - | - | 90,000 | - | - |
| Other disbursements | - | - | - | 2,469 | 174,522 | - | 70,768 |
| Total disbursements | 29,233 | 2,320,381 | 170,374 | 2,469 | 305,662 | 309,681 | 70,768 |
| Excess (deficiency) of receipts over disbursements | 5,221 | 235,737 | 2,308 | 12,913 | (297,509) | (106,222) | 12,209 |
| Cash and investments - ending | \$ 16,757 | \$ 900,717 | \$ 2,499 | \$ 40,735 | \$ 302,644 | \$ 60,957 | \$ 121,697 |

HENRY COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2013
 (Continued)

| | Sex and Violent Offender Administration | Supplemental Public Defender Services | Surplus Tax | Surveyor's Corner Perpetuation | Tax Sale Redemption | Tax Sale Surplus | Local Health Department Trust Account |
|--|---|--|-------------------|--------------------------------------|---------------------------|------------------------|---|
| Cash and investments - beginning | \$ 1,127 | \$ 200 | \$ 110,926 | \$ 49,814 | \$ 1,389 | \$ 911,713 | \$ 14,332 |
| Receipts: | | | | | | | |
| Taxes | - | - | 100,602 | - | - | - | - |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental | - | - | - | - | - | - | 12,934 |
| Charges for services | - | - | - | 10,930 | - | - | - |
| Fines and forfeits | 4,635 | 18,060 | - | - | - | - | - |
| Other receipts | - | - | 418 | - | 223,757 | 498,998 | 491 |
| Total receipts | <u>4,635</u> | <u>18,060</u> | <u>101,020</u> | <u>10,930</u> | <u>223,757</u> | <u>498,998</u> | <u>13,425</u> |
| Disbursements: | | | | | | | |
| Personal services | - | - | - | - | - | - | - |
| Supplies | - | - | - | - | - | - | - |
| Other services and charges | - | 16,376 | - | - | - | - | - |
| Debt service - principal and interest | - | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | - | - | - |
| Other disbursements | 480 | - | 77,852 | 3,674 | 212,593 | 761,250 | 24,993 |
| Total disbursements | <u>480</u> | <u>16,376</u> | <u>77,852</u> | <u>3,674</u> | <u>212,593</u> | <u>761,250</u> | <u>24,993</u> |
| Excess (deficiency) of receipts over disbursements | <u>4,155</u> | <u>1,684</u> | <u>23,168</u> | <u>7,256</u> | <u>11,164</u> | <u>(262,252)</u> | <u>(11,568)</u> |
| Cash and investments - ending | <u>\$ 5,282</u> | <u>\$ 1,884</u> | <u>\$ 134,094</u> | <u>\$ 57,070</u> | <u>\$ 12,553</u> | <u>\$ 649,461</u> | <u>\$ 2,764</u> |

HENRY COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2013
 (Continued)

| | Vehicle Inspection | GAL/CASA | County Elected Officials Training | County Offender Transportation Fund | Adult Probation Administrative | Juvenile Probation Administrative | Supplemental Juvenile Probation Services |
|--|-----------------------|------------------|--|--|--------------------------------------|---|---|
| Cash and investments - beginning | \$ 295 | \$ 5,652 | \$ 4,893 | \$ 1,788 | \$ 52 | \$ 82 | \$ 30,971 |
| Receipts: | | | | | | | |
| Taxes | - | - | - | - | - | - | - |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental | - | - | - | - | - | - | - |
| Charges for services | 1,146 | 22,621 | 4,353 | - | - | - | - |
| Fines and forfeits | - | 3,050 | - | 1,983 | 134,275 | 15,848 | - |
| Other receipts | - | 32,512 | - | - | 54,202 | 40,263 | - |
| Total receipts | <u>1,146</u> | <u>58,183</u> | <u>4,353</u> | <u>1,983</u> | <u>188,477</u> | <u>56,111</u> | <u>-</u> |
| Disbursements: | | | | | | | |
| Personal services | - | - | - | - | 162,941 | 50,401 | - |
| Supplies | - | - | - | - | - | - | - |
| Other services and charges | - | - | - | - | 4,527 | 349 | - |
| Debt service - principal and interest | - | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | - | - | - |
| Other disbursements | 1,019 | 52,180 | 442 | 1,686 | 63 | 40 | - |
| Total disbursements | <u>1,019</u> | <u>52,180</u> | <u>442</u> | <u>1,686</u> | <u>167,531</u> | <u>50,790</u> | <u>-</u> |
| Excess (deficiency) of receipts over disbursements | <u>127</u> | <u>6,003</u> | <u>3,911</u> | <u>297</u> | <u>20,946</u> | <u>5,321</u> | <u>-</u> |
| Cash and investments - ending | <u>\$ 422</u> | <u>\$ 11,655</u> | <u>\$ 8,804</u> | <u>\$ 2,085</u> | <u>\$ 20,998</u> | <u>\$ 5,403</u> | <u>\$ 30,971</u> |

HENRY COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2013
 (Continued)

| | County User Fee | Drainage Maintenance | Golf Course Operating | Drug Task Force | Collection Agency Fees | Donations | Debt Service |
|--|-----------------------|-------------------------|-----------------------------|-----------------------|------------------------------|------------------|-------------------|
| Cash and investments - beginning | \$ 1,215 | \$ 452,183 | \$ 77,317 | \$ 136,315 | \$ 326 | \$ 20,552 | \$ 536,781 |
| Receipts: | | | | | | | |
| Taxes | - | 275,614 | - | - | - | - | 1,154,842 |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental | - | - | - | 5,449 | - | - | 127,891 |
| Charges for services | - | 2,725 | - | 54,728 | - | - | - |
| Fines and forfeits | 13,767 | - | - | - | 224 | - | - |
| Other receipts | - | - | - | 14,294 | - | 42,323 | - |
| Total receipts | <u>13,767</u> | <u>278,339</u> | <u>-</u> | <u>74,471</u> | <u>224</u> | <u>42,323</u> | <u>1,282,733</u> |
| Disbursements: | | | | | | | |
| Personal services | - | - | - | 7,838 | - | - | - |
| Supplies | - | - | - | - | - | - | - |
| Other services and charges | - | - | - | - | - | - | - |
| Debt service - principal and interest | - | - | - | - | - | - | 1,381,000 |
| Capital outlay | - | 90,419 | - | - | - | - | - |
| Other disbursements | 7,022 | - | 77,317 | 94,314 | 346 | 36,120 | - |
| Total disbursements | <u>7,022</u> | <u>90,419</u> | <u>77,317</u> | <u>102,152</u> | <u>346</u> | <u>36,120</u> | <u>1,381,000</u> |
| Excess (deficiency) of receipts over disbursements | <u>6,745</u> | <u>187,920</u> | <u>(77,317)</u> | <u>(27,681)</u> | <u>(122)</u> | <u>6,203</u> | <u>(98,267)</u> |
| Cash and investments - ending | <u>\$ 7,960</u> | <u>\$ 640,103</u> | <u>\$ -</u> | <u>\$ 108,634</u> | <u>\$ 204</u> | <u>\$ 26,755</u> | <u>\$ 438,514</u> |

HENRY COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2013
 (Continued)

| | Self-Insurance | Payroll Clearing | Settlement | Wheel Tax/Surtax Combined | Wheel Tax | Sur Tax | CEDIT Homestead Credit |
|---|----------------|---------------------|------------|---------------------------------|--------------|------------|------------------------------|
| Cash and investments - beginning | \$ 331,059 | \$ 11,758 | \$ - | \$ 102,005 | \$ - | \$ - | \$ 312,107 |
| Receipts: | | | | | | | |
| Taxes | - | - | 31,995,207 | - | - | - | 1,933,792 |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental | - | - | 5,052,369 | 888,653 | 97,681 | 1,062,357 | - |
| Charges for services | - | - | 127,842 | - | - | - | - |
| Fines and forfeits | - | - | - | - | - | - | - |
| Other receipts | 3,306,200 | 4,255,585 | 306,505 | - | - | - | - |
| Total receipts | 3,306,200 | 4,255,585 | 37,481,923 | 888,653 | 97,681 | 1,062,357 | 1,933,792 |
| Disbursements: | | | | | | | |
| Personal services | - | - | - | - | - | - | - |
| Supplies | - | - | - | - | - | - | - |
| Other services and charges | 3,196,990 | - | - | - | - | - | - |
| Debt service - principal and interest | - | - | - | - | - | - | - |
| Capital outlay | - | - | - | 899,528 | - | - | - |
| Other disbursements | - | 4,255,935 | 37,481,923 | - | 97,461 | 1,062,357 | 2,215,552 |
| Total disbursements | 3,196,990 | 4,255,935 | 37,481,923 | 899,528 | 97,461 | 1,062,357 | 2,215,552 |
| Excess (deficiency) of receipts over disbursements | 109,210 | (350) | - | (10,875) | 220 | - | (281,760) |
| Cash and investments - ending | \$ 440,269 | \$ 11,408 | \$ - | \$ 91,130 | \$ 220 | \$ - | \$ 30,347 |

HENRY COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2013
 (Continued)

| | HEA 1001 State Homestead Credit | Homestead Credit Rebate | State Fines and Forfeitures | Infraction Judgments | Overweight Vehicle Fines | Special Death Benefit | Sales Disclosure - State Share |
|--|---|-------------------------------|--------------------------------------|-------------------------|--------------------------------|-----------------------------|--|
| Cash and investments - beginning | \$ 23,152 | \$ 665 | \$ 3,072 | \$ 4,374 | \$ 795 | \$ 750 | \$ 385 |
| Receipts: | | | | | | | |
| Taxes | - | - | - | - | - | - | - |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental | - | - | - | - | - | - | - |
| Charges for services | - | - | - | - | - | 5,015 | 6,195 |
| Fines and forfeits | - | - | 12,682 | 64,607 | 1,407 | - | - |
| Other receipts | 169 | - | - | - | - | - | - |
| Total receipts | <u>169</u> | <u>-</u> | <u>12,682</u> | <u>64,607</u> | <u>1,407</u> | <u>5,015</u> | <u>6,195</u> |
| Disbursements: | | | | | | | |
| Personal services | - | - | - | - | - | - | - |
| Supplies | - | - | - | - | - | - | - |
| Other services and charges | - | - | - | - | - | - | - |
| Debt service - principal and interest | - | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | - | - | - |
| Other disbursements | - | - | 13,829 | 64,096 | 1,628 | 5,345 | 6,180 |
| Total disbursements | <u>-</u> | <u>-</u> | <u>13,829</u> | <u>64,096</u> | <u>1,628</u> | <u>5,345</u> | <u>6,180</u> |
| Excess (deficiency) of receipts over disbursements | <u>169</u> | <u>-</u> | <u>(1,147)</u> | <u>511</u> | <u>(221)</u> | <u>(330)</u> | <u>15</u> |
| Cash and investments - ending | <u>\$ 23,321</u> | <u>\$ 665</u> | <u>\$ 1,925</u> | <u>\$ 4,885</u> | <u>\$ 574</u> | <u>\$ 420</u> | <u>\$ 400</u> |

HENRY COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2013
 (Continued)

| | Coroners Training & Con't Education | Mortgage Recording Fees - State Share | Child Restraint Violations Fines | Inheritance Tax | Innkeepers Tax Collections | 93.563 Prosecutor PCA | 93.563 ARRA Prosecutor IV-D Incentive |
|---|---|---|---|--------------------|----------------------------------|-----------------------------|---|
| Cash and investments - beginning | \$ 2,610 | \$ 293 | \$ 125 | \$ 217,778 | \$ 21,814 | \$ 2,433 | \$ 13,589 |
| Receipts: | | | | | | | |
| Taxes | - | - | - | - | 33,410 | - | - |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental | - | - | - | 474,748 | - | - | - |
| Charges for services | 5,196 | 4,015 | - | - | - | - | - |
| Fines and forfeits | - | - | 475 | - | - | 3,195 | - |
| Other receipts | - | - | - | - | - | - | - |
| Total receipts | 5,196 | 4,015 | 475 | 474,748 | 33,410 | 3,195 | - |
| Disbursements: | | | | | | | |
| Personal services | - | - | - | - | - | - | - |
| Supplies | - | - | - | - | - | - | - |
| Other services and charges | - | - | - | - | - | 2,141 | - |
| Debt service - principal and interest | - | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | - | - | - |
| Other disbursements | 7,469 | 4,308 | 600 | 684,591 | 44,940 | - | - |
| Total disbursements | 7,469 | 4,308 | 600 | 684,591 | 44,940 | 2,141 | - |
| Excess (deficiency) of receipts over disbursements | (2,273) | (293) | (125) | (209,843) | (11,530) | 1,054 | - |
| Cash and investments - ending | \$ 337 | \$ - | \$ - | \$ 7,935 | \$ 10,284 | \$ 3,487 | \$ 13,589 |

HENRY COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2013
 (Continued)

| | 93.563 ARRA Clerk IV-D Incentive | 93.563 Title IV-D Incentive | 93.563 Prosecutor IV-D Incentive - Prior To Oct '99 | 93.563 Prosecutor IV-D Incentive - Post Oct '99 | 93.563 Clerk IV-D Incentive - Prior To Oct '99 | 93.563 Clerk IV-D Incentive - Post Oct '99 | Juvenile Programs - Probation |
|--|--|--------------------------------------|---|---|--|--|--|
| Cash and investments - beginning | \$ 66,933 | \$ 40,018 | \$ 7,509 | \$ 165,940 | \$ 35,728 | \$ 7,858 | \$ 5,379 |
| Receipts: | | | | | | | |
| Taxes | - | - | - | - | - | - | - |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental | - | 20,338 | - | 30,603 | - | 20,338 | - |
| Charges for services | - | - | - | - | - | - | - |
| Fines and forfeits | - | - | - | - | - | - | - |
| Other receipts | - | - | 2 | - | - | - | - |
| Total receipts | - | 20,338 | 2 | 30,603 | - | 20,338 | - |
| Disbursements: | | | | | | | |
| Personal services | - | 22,343 | - | - | - | - | - |
| Supplies | - | - | - | - | - | - | - |
| Other services and charges | - | - | - | - | - | - | - |
| Debt service - principal and interest | - | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | - | - | - |
| Other disbursements | - | 23,033 | 220 | 29,439 | - | 15,449 | - |
| Total disbursements | - | 45,376 | 220 | 29,439 | - | 15,449 | - |
| Excess (deficiency) of receipts over disbursements | - | (25,038) | (218) | 1,164 | - | 4,889 | - |
| Cash and investments - ending | \$ 66,933 | \$ 14,980 | \$ 7,291 | \$ 167,104 | \$ 35,728 | \$ 12,747 | \$ 5,379 |

HENRY COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2013
 (Continued)

| | Henry County Youth League | Levy Excess | Comm Corrections - User Fee | Pre- Trial Diversion | Supplemental/CC II | Jury Pay Fund | Co Law Enf Cont Education |
|---|------------------------------------|----------------|---|----------------------------|-----------------------|---------------------|---------------------------------------|
| Cash and investments - beginning | \$ 2,000 | \$ 1 | \$ 655,318 | \$ 108,056 | \$ 8,867 | \$ 22,277 | \$ 1,838 |
| Receipts: | | | | | | | |
| Taxes | - | - | - | - | - | - | - |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental | - | - | - | - | - | - | - |
| Charges for services | - | - | 408,282 | - | - | - | - |
| Fines and forfeits | - | - | - | 47,849 | 16,136 | 7,659 | 1,171 |
| Other receipts | - | - | 470 | - | - | 538 | - |
| Total receipts | - | - | 408,752 | 47,849 | 16,136 | 8,197 | 1,171 |
| Disbursements: | | | | | | | |
| Personal services | - | - | 228,658 | 23,461 | - | - | - |
| Supplies | - | - | 17,581 | 5,000 | - | - | - |
| Other services and charges | - | - | 182,101 | 11,197 | - | - | - |
| Debt service - principal and interest | - | - | - | - | - | - | - |
| Capital outlay | - | - | 7,409 | 8,842 | - | - | - |
| Other disbursements | - | - | - | - | 13,584 | 6,239 | 2,568 |
| Total disbursements | - | - | 435,749 | 48,500 | 13,584 | 6,239 | 2,568 |
| Excess (deficiency) of receipts over disbursements | - | - | (26,997) | (651) | 2,552 | 1,958 | (1,397) |
| Cash and investments - ending | \$ 2,000 | \$ 1 | \$ 628,321 | \$ 107,405 | \$ 11,419 | \$ 24,235 | \$ 441 |

HENRY COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2013
 (Continued)

| | D.A.R.E Fund | Health Dept Donations | Park Commemorative Fund | EMA Donation Fund | IVY Tech Donation Fund | Health Dept Enforcement Fund | Treasurer Technology Fund |
|--|-----------------|-----------------------------|-------------------------------|-------------------------|---------------------------------|---------------------------------------|---------------------------------|
| Cash and investments - beginning | \$ 9,436 | \$ 4 | \$ 403 | \$ 2,355 | \$ 392,752 | \$ 2,150 | \$ 1,800 |
| Receipts: | | | | | | | |
| Taxes | - | - | - | - | - | - | - |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental | - | - | - | - | - | - | - |
| Charges for services | - | - | - | - | - | - | 2,400 |
| Fines and forfeits | - | - | - | - | - | 1,101 | - |
| Other receipts | 13,197 | 3 | 641 | 15,869 | 641,827 | - | - |
| Total receipts | <u>13,197</u> | <u>3</u> | <u>641</u> | <u>15,869</u> | <u>641,827</u> | <u>1,101</u> | <u>2,400</u> |
| Disbursements: | | | | | | | |
| Personal services | - | - | - | - | - | - | - |
| Supplies | - | - | - | - | - | - | - |
| Other services and charges | 20,081 | - | - | - | - | - | 3,233 |
| Debt service - principal and interest | - | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | 1,034,061 | - | - |
| Other disbursements | - | - | 892 | 16,929 | - | 388 | - |
| Total disbursements | <u>20,081</u> | <u>-</u> | <u>892</u> | <u>16,929</u> | <u>1,034,061</u> | <u>388</u> | <u>3,233</u> |
| Excess (deficiency) of receipts over disbursements | <u>(6,884)</u> | <u>3</u> | <u>(251)</u> | <u>(1,060)</u> | <u>(392,234)</u> | <u>713</u> | <u>(833)</u> |
| Cash and investments - ending | <u>\$ 2,552</u> | <u>\$ 7</u> | <u>\$ 152</u> | <u>\$ 1,295</u> | <u>\$ 518</u> | <u>\$ 2,863</u> | <u>\$ 967</u> |

HENRY COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2013
 (Continued)

| | Food and Beverage - First Merchants | Community Corrections - 0600 | Pace Forfeiture Fund | Sheriff Critical Care | Haz-Mat Fund | DUI Impact Fund | National Road Heritage Trail |
|--|---|---------------------------------------|----------------------------|-----------------------------|-----------------|-----------------------|---------------------------------------|
| Cash and investments - beginning | \$ 2,385,434 | \$ 23,517 | \$ 400,527 | \$ 144,567 | \$ 2,057 | \$ 21,842 | \$ 5,164 |
| Receipts: | | | | | | | |
| Taxes | 481,335 | - | - | - | - | - | - |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental | - | 131,945 | - | - | - | - | - |
| Charges for services | - | - | 441,400 | 1,727,531 | - | - | - |
| Fines and forfeits | - | - | - | - | - | 6,225 | - |
| Other receipts | 80 | - | 26,389 | 101,760 | - | 49 | 92,397 |
| Total receipts | <u>481,415</u> | <u>131,945</u> | <u>467,789</u> | <u>1,829,291</u> | <u>-</u> | <u>6,274</u> | <u>92,397</u> |
| Disbursements: | | | | | | | |
| Personal services | - | 145,257 | - | 890,243 | - | - | - |
| Supplies | - | - | - | - | - | - | - |
| Other services and charges | - | 10,203 | - | - | - | - | - |
| Debt service - principal and interest | - | - | - | - | - | - | - |
| Capital outlay | 1,555,536 | - | - | - | - | - | 85,037 |
| Other disbursements | - | - | 326,179 | 773,019 | 1,076 | 2,071 | 12,000 |
| Total disbursements | <u>1,555,536</u> | <u>155,460</u> | <u>326,179</u> | <u>1,663,262</u> | <u>1,076</u> | <u>2,071</u> | <u>97,037</u> |
| Excess (deficiency) of receipts over disbursements | <u>(1,074,121)</u> | <u>(23,515)</u> | <u>141,610</u> | <u>166,029</u> | <u>(1,076)</u> | <u>4,203</u> | <u>(4,640)</u> |
| Cash and investments - ending | <u>\$ 1,311,313</u> | <u>\$ 2</u> | <u>\$ 542,137</u> | <u>\$ 310,596</u> | <u>\$ 981</u> | <u>\$ 26,045</u> | <u>\$ 524</u> |

HENRY COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2013
 (Continued)

| | Court Alcohol and Drug Program | Common School Trust Fund | Golf Course Non-Reverting | Alter Dispute Resolution | Medicare Supplemental Retirement | Retirement - Under 65 |
|---|--|-----------------------------------|---------------------------------|--------------------------------|--|--------------------------------|
| Cash and investments - beginning | \$ 11,566 | \$ 1,064 | \$ 406,540 | \$ 30,851 | \$ 807 | \$ 1,064 |
| Receipts: | | | | | | |
| Taxes | - | - | - | - | - | - |
| Licenses and permits | - | - | - | - | - | - |
| Intergovernmental | - | - | - | - | - | - |
| Charges for services | - | - | - | - | - | - |
| Fines and forfeits | 27,946 | - | - | 4,607 | - | - |
| Other receipts | - | - | 77,454 | - | 52,207 | 27,897 |
| Total receipts | <u>27,946</u> | <u>-</u> | <u>77,454</u> | <u>4,607</u> | <u>52,207</u> | <u>27,897</u> |
| Disbursements: | | | | | | |
| Personal services | - | - | - | - | - | - |
| Supplies | - | - | - | - | - | - |
| Other services and charges | 36,158 | - | - | 7,721 | - | - |
| Debt service - principal and interest | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | - | - |
| Other disbursements | - | - | - | - | 50,109 | 28,222 |
| Total disbursements | <u>36,158</u> | <u>-</u> | <u>-</u> | <u>7,721</u> | <u>50,109</u> | <u>28,222</u> |
| Excess (deficiency) of receipts over disbursements | <u>(8,212)</u> | <u>-</u> | <u>77,454</u> | <u>(3,114)</u> | <u>2,098</u> | <u>(325)</u> |
| Cash and investments - ending | <u>\$ 3,354</u> | <u>\$ 1,064</u> | <u>\$ 483,994</u> | <u>\$ 27,737</u> | <u>\$ 2,905</u> | <u>\$ 739</u> |

HENRY COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2013
 (Continued)

| | Drug Force Forfeiture | Bio- Terrorism Grant | H1N1 Vaccine Grant | Airport Project Grant | Rural Correctional Grant | LEP Sub-Grant |
|---|-----------------------------|----------------------------|--------------------------|-----------------------------|--------------------------------|------------------|
| Cash and investments - beginning | \$ 43,826 | \$ 140 | \$ 12,954 | \$ 17,136 | \$ 710 | \$ 69 |
| Receipts: | | | | | | |
| Taxes | - | - | - | - | - | - |
| Licenses and permits | - | - | - | - | - | - |
| Intergovernmental | - | 49,922 | - | 454,898 | - | - |
| Charges for services | 18,529 | - | - | 34,987 | - | - |
| Fines and forfeits | - | - | - | - | - | - |
| Other receipts | - | 1 | 667 | 1,823 | - | - |
| Total receipts | <u>18,529</u> | <u>49,923</u> | <u>667</u> | <u>491,708</u> | <u>-</u> | <u>-</u> |
| Disbursements: | | | | | | |
| Personal services | - | - | - | - | - | - |
| Supplies | - | - | - | - | - | - |
| Other services and charges | - | - | - | - | - | - |
| Debt service - principal and interest | - | - | - | - | - | - |
| Capital outlay | - | - | - | 503,844 | - | - |
| Other disbursements | 17,664 | 41,009 | 10,720 | - | - | - |
| Total disbursements | <u>17,664</u> | <u>41,009</u> | <u>10,720</u> | <u>503,844</u> | <u>-</u> | <u>-</u> |
| Excess (deficiency) of receipts over disbursements | <u>865</u> | <u>8,914</u> | <u>(10,053)</u> | <u>(12,136)</u> | <u>-</u> | <u>-</u> |
| Cash and investments - ending | <u>\$ 44,691</u> | <u>\$ 9,054</u> | <u>\$ 2,901</u> | <u>\$ 5,000</u> | <u>\$ 710</u> | <u>\$ 69</u> |

HENRY COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2013
 (Continued)

| | EMA Fire Training/Infrastructure | EMA Let GIS/07 Grant | EMA Enhancement Grant | NACCHO Health Grant | Haz-Mat Response Team Grant | Young Women Prg/Just Us |
|--|--|-------------------------------|-----------------------------|---------------------------|--------------------------------------|----------------------------------|
| Cash and investments - beginning | \$ 9 | \$ 663 | \$ 4,188 | \$ 588 | \$ 105 | \$ 3,941 |
| Receipts: | | | | | | |
| Taxes | - | - | - | - | - | - |
| Licenses and permits | - | - | - | - | - | - |
| Intergovernmental | - | - | - | 4,000 | - | - |
| Charges for services | - | - | - | - | - | - |
| Fines and forfeits | - | - | - | - | - | - |
| Other receipts | - | - | - | - | - | - |
| Total receipts | - | - | - | 4,000 | - | - |
| Disbursements: | | | | | | |
| Personal services | - | - | - | - | - | 1,291 |
| Supplies | - | - | - | - | - | - |
| Other services and charges | - | - | - | - | - | - |
| Debt service - principal and interest | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | - | - |
| Other disbursements | - | 309 | - | 3,013 | - | - |
| Total disbursements | - | 309 | - | 3,013 | - | 1,291 |
| Excess (deficiency) of receipts over disbursements | - | (309) | - | 987 | - | (1,291) |
| Cash and investments - ending | <u>\$ 9</u> | <u>\$ 354</u> | <u>\$ 4,188</u> | <u>\$ 1,575</u> | <u>\$ 105</u> | <u>\$ 2,650</u> |

HENRY COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2013
 (Continued)

| | Family Court Project Fund | Family Court Grant | EMA/Community Foundation Grant | Health Dept Grant Fund | Treasurer | Redevelopment Capital Projects |
|--|------------------------------------|--------------------------|--------------------------------------|---------------------------------|-------------------|--------------------------------------|
| Cash and investments - beginning | \$ 3,314 | \$ 866 | \$ 1,250 | \$ 15 | \$ 957,925 | \$ 1,111,474 |
| Receipts: | | | | | | |
| Taxes | 14,000 | - | - | - | - | - |
| Licenses and permits | - | - | - | - | - | - |
| Intergovernmental | - | - | - | - | - | - |
| Charges for services | - | - | - | - | 835,504 | - |
| Fines and forfeits | - | - | - | - | - | - |
| Other receipts | - | - | - | - | - | 813,924 |
| Total receipts | <u>14,000</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>835,504</u> | <u>813,924</u> |
| Disbursements: | | | | | | |
| Personal services | - | - | - | - | - | - |
| Supplies | - | - | - | - | - | - |
| Other services and charges | - | - | - | - | - | - |
| Debt service - principal and interest | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | - | - |
| Other disbursements | 5,498 | - | 50 | - | 957,925 | 1,050,968 |
| Total disbursements | <u>5,498</u> | <u>-</u> | <u>50</u> | <u>-</u> | <u>957,925</u> | <u>1,050,968</u> |
| Excess (deficiency) of receipts over disbursements | <u>8,502</u> | <u>-</u> | <u>(50)</u> | <u>-</u> | <u>(122,421)</u> | <u>(237,044)</u> |
| Cash and investments - ending | <u>\$ 11,816</u> | <u>\$ 866</u> | <u>\$ 1,200</u> | <u>\$ 15</u> | <u>\$ 835,504</u> | <u>\$ 874,430</u> |

HENRY COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2013
 (Continued)

| | Redevelopment Debt Service | Henry Co Redevelopment Commission | County Option Income Tax Fund | CC II Supplemental PD | Planning Enforcement Fund | Wilber Wright Trails |
|--|----------------------------------|--|---|--------------------------------|---------------------------------|----------------------------|
| Cash and investments - beginning | \$ 658,298 | \$ 52,102 | \$ - | \$ - | \$ - | \$ - |
| Receipts: | | | | | | |
| Taxes | - | - | 4,018,819 | - | - | - |
| Licenses and permits | - | - | - | - | - | - |
| Intergovernmental | - | - | - | - | - | 46,339 |
| Charges for services | - | - | - | - | - | - |
| Fines and forfeits | - | - | - | 5,050 | 22,300 | - |
| Other receipts | 149,905 | 27,313 | 37 | - | - | 52,000 |
| Total receipts | <u>149,905</u> | <u>27,313</u> | <u>4,018,856</u> | <u>5,050</u> | <u>22,300</u> | <u>98,339</u> |
| Disbursements: | | | | | | |
| Personal services | - | - | 481,419 | - | - | - |
| Supplies | - | - | 37,468 | - | - | - |
| Other services and charges | - | - | 3,135,317 | - | - | - |
| Debt service - principal and interest | - | - | - | - | - | - |
| Capital outlay | - | - | 105,307 | - | - | 90,701 |
| Other disbursements | 269,576 | 21,006 | - | 775 | - | - |
| Total disbursements | <u>269,576</u> | <u>21,006</u> | <u>3,759,511</u> | <u>775</u> | <u>-</u> | <u>90,701</u> |
| Excess (deficiency) of receipts over disbursements | <u>(119,671)</u> | <u>6,307</u> | <u>259,345</u> | <u>4,275</u> | <u>22,300</u> | <u>7,638</u> |
| Cash and investments - ending | <u>\$ 538,627</u> | <u>\$ 58,409</u> | <u>\$ 259,345</u> | <u>\$ 4,275</u> | <u>\$ 22,300</u> | <u>\$ 7,638</u> |

HENRY COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2013
 (Continued)

| | Airport Leased Ground | Probation Interstate Fee Fund | JAG 10K Grant - CJI | Riverboat Gambling - Rev Share | SEMA | Totals |
|---|-----------------------------|--|---------------------------------|--|------------------|----------------------|
| Cash and investments - beginning | \$ - | \$ - | \$ - | \$ - | \$ 13,433 | \$ 15,410,814 |
| Receipts: | | | | | | |
| Taxes | - | - | - | - | - | 47,799,188 |
| Licenses and permits | - | - | - | - | - | 84,771 |
| Intergovernmental | - | - | 5,055 | 293,009 | - | 13,104,015 |
| Charges for services | 7,290 | - | - | - | - | 6,830,628 |
| Fines and forfeits | - | 396 | - | - | - | 4,714,157 |
| Other receipts | - | - | - | - | - | 11,528,395 |
| Total receipts | <u>7,290</u> | <u>396</u> | <u>5,055</u> | <u>293,009</u> | <u>-</u> | <u>84,061,154</u> |
| Disbursements: | | | | | | |
| Personal services | - | - | - | - | - | 10,888,343 |
| Supplies | - | - | - | - | - | 950,590 |
| Other services and charges | 75 | - | - | - | - | 9,473,354 |
| Debt service - principal and interest | - | - | - | - | - | 1,381,000 |
| Capital outlay | - | - | - | - | - | 5,509,158 |
| Other disbursements | - | 333 | 5,055 | 293,009 | - | 57,834,596 |
| Total disbursements | <u>75</u> | <u>333</u> | <u>5,055</u> | <u>293,009</u> | <u>-</u> | <u>86,037,041</u> |
| Excess (deficiency) of receipts over disbursements | <u>7,215</u> | <u>63</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>(1,975,887)</u> |
| Cash and investments - ending | <u>\$ 7,215</u> | <u>\$ 63</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 13,433</u> | <u>\$ 13,434,927</u> |

HENRY COUNTY
SCHEDULE OF PAYABLES
December 31, 2013

| <u>Government or Enterprise</u> | <u>Accounts Payable</u> |
|---------------------------------|-----------------------------|
| Governmental activities | <u>\$ 285,562</u> |

HENRY COUNTY
SCHEDULE OF LEASES AND DEBT
December 31, 2013

| Type | Description of Debt Purpose | Ending Principal Balance | Principal and Interest Due Within One Year | | |
|---|---|--------------------------------|---|-------------------------|--|
| Governmental activities: | | | | | |
| Revenue bonds | FINANCE CONSTRUCTION RENOVATION AND IMPROVEMENTS OF CERTAIN TOURISM & ECONOMIC DEVELOPMENT PROJECTS | \$ 2,190,000 | \$ 177,788 | | |
| Revenue bonds | REDEVELOPMENT DISTRICT TAX INCREMENT REVENUE BONDS OF 2004 | 920,000 | 121,088 | | |
| Revenue bonds | REDEVELOPMENT DISTRICT TAX INCREMENT REVENUE BONDS OF 2011 | 2,345,000 | 128,975 | | |
| Revenue bonds | REDEVELOPMENT DISTRICT TAXABLE INCREMENT REVENUE BONDS OF 2011 | 1,130,000 | 107,200 | | |
| Revenue bonds | FOOD & BEVERAGE SERIES 2004 BONDS | 390,000 | 95,910 | | |
| Notes and loans payable | 2012 LOAN 90292656/AMBULANCE | 39,419 | 15,000 | | |
| Notes and loans payable | 2013 AMBULANCE LOAN | 56,603 | 15,000 | | |
| Notes and loans payable | 2013 HIGHWAY FREIGHTLINERS | 264,748 | 52,950 | | |
| Notes and loans payable | 2010 LOAN 090202653/AMBULANCE | 75,972 | 24,042 | | |
| Notes and loans payable | 2010 LOAN 90292654/CHEVY SILVERADO | 8,347 | 5,808 | | |
| Notes and loans payable | 2010 FORD E 450 BRAUN CHIEF & 2010 CHEV SILVERADO/LOAN#90292655 | 52,710 | 32,944 | | |
| Notes and loans payable | 2010 LOAN 90292651/DUMP TRUCK | 43,304 | 22,978 | | |
| Notes and loans payable | LOAN # 90292650/AMBULANCE BUILDING | <u>5,521</u> | <u>4,074</u> | | |
| Total governmental activities | | <u>7,521,624</u> | <u>803,757</u> | | |
| Totals | | <u>\$ 7,521,624</u> | <u>\$ 803,757</u> | | |
| Lessor | Purpose | Annual Lease Payment | Lease Beginning Date | Lease Ending Date | |
| Henry County Government Center Building Corporation | Improvements to Buildings | <u>\$ 689,000</u> | 07-10-11 | 01-10-24 | |

HENRY COUNTY
SCHEDULE OF CAPITAL ASSETS
December 31, 2013

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

| | <u>Ending Balance</u> |
|------------------------------------|-----------------------------|
| Governmental activities: | |
| Land | \$ 1,184,710 |
| Infrastructure | 34,644,846 |
| Buildings | 24,961,264 |
| Improvements other than buildings | 2,533,396 |
| Machinery, equipment, and vehicles | <u>13,827,446</u> |
| Total governmental activities | <u>77,151,662</u> |
| Total capital assets | <u><u>\$ 77,151,662</u></u> |

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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

TO: THE OFFICIALS OF HENRY COUNTY, INDIANA

Report on Compliance for Each Major Federal Program

We have audited Henry County's (County) compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2013. The County's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the County's compliance.

Opinion on Each Major Federal Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2013.

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

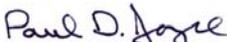
Report on Internal Control Over Compliance

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 each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

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

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

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


Paul D. Joyce, CPA
State Examiner

April 16, 2014

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND ACCOMPANYING NOTE

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

HENRY COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2013

| 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 Justice</u> | | | | |
| JAG Program Cluster | | | | |
| EDWARD BYRNE MEMORIAL JUSTICE ASSISTANCE GRANT PROGRAM DRUG TASK FORCE | INDIANA DEPT OF CRIMINAL JUSTICE | 16.738 | 10-DJ-061 | <u>\$ 10,504</u> |
| Total - JAG Program Cluster | | | | <u>10,504</u> |
| BULLETPROOF VEST PARTNERSHIP PROGRAM | DIRECT GRANT | 16.607 | 2012BUBX12064696 | <u>12,207</u> |
| Total - Department of Justice | | | | <u>22,711</u> |
| <u>Department of Transportation</u> | | | | |
| Highway Planning and Construction Cluster | | | | |
| HIGHWAY PLANNING AND CONSTRUCTION | INDIANA DEPT OF TRANSPORTATION | 20.205 | 401235 | 80,397 |
| NATIONAL ROAD HERITAGE TRAIL | | 20.205 | 0500909 0810472 0801 | 100,193 |
| CUMULATIVE BRIDGE | | 20.205 | DES#0301158 | 46,339 |
| WILBUR WRIGHT TRAILS | | 20.205 | DES#1173519 | <u>60,255</u> |
| SIGN INVENTORY | | | | |
| Total - Highway Planning and Construction Cluster | | | | <u>287,184</u> |
| Highway Safety Cluster | | | | |
| STATE AND COMMUNITY HIGHWAY SAFETY | INDIANA DEPT OF TRANSPORTATION | 20.600 | FY2012 | <u>4,509</u> |
| Total - Highway Safety Cluster | | | | <u>4,509</u> |
| AIRPORT IMPROVEMENT PROGRAM | DIRECT | | | |
| | | 20.106 | 3-18-0061-11 | 3,737 |
| | | 20.106 | 3-18-0061-12 | 17,739 |
| | | 20.106 | 3-18-0061-13 | <u>419,835</u> |
| Total - Airport Improvement Program | | | | <u>441,311</u> |
| Total - Department of Transportation | | | | <u>733,004</u> |
| <u>Department of Health and Human Services</u> | | | | |
| PUBLIC HEALTH EMERGENCY PREPAREDNESS | INDIANA DEPT OF HEALTH | | | |
| BIO-TERRORISM | | 93.069 | BHP-132-1 | <u>24,922</u> |
| HOSPITAL PREPAREDNESS PROGRAM (HPP) AND PUBLIC HEALTH EMERGENCY | INDIANA DEPT OF HEALTH | | | |
| PREPAREDNESS (PHEP) ALIGNED COOPERATIVE AGREEMENTS | | 93.074 | FY2013 | <u>25,000</u> |
| BIO-TERRORISM | | | | |
| CHILD SUPPORT ENFORCEMENT | INDIANA DEPT OF CHILD SERVICES | | | |
| CLERK IV-D | | 93.563 | FY2013 | 181,434 |
| PROSECUTOR IV-D | | 93.563 | FY2013 | 107,319 |
| COURTS IV-D | | 93.563 | FY2013 | 18,311 |
| INDIRECT COSTS | | 93.563 | FY2013 | 129,864 |
| TITLE IV-D INCENTIVE | | 93.563 | 1104IN4004 | 45,376 |
| CLERK INCENTIVE | | 93.563 | 1104IN4004 | 15,449 |
| PROSECUTOR INCENTIVE | | 93.563 | A70-1-0531603 | <u>29,439</u> |
| Total - Child Support Enforcement | | | | <u>527,192</u> |
| Total - Department of Health and Human Services | | | | <u>577,114</u> |
| <u>Department of Homeland Security</u> | | | | |
| EMERGENCY MANAGEMENT PERFORMANCE GRANTS | INDIANA DEPT OF HOMELAND SECURITY | | | |
| EMERGENCY MGT PERFORMANCE | | 97.042 | #C44P-2-340A | <u>13,000</u> |
| Total - Department of Homeland Security | | | | <u>13,000</u> |
| Total federal awards expended | | | | <u>\$ 1,345,829</u> |

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

HENRY 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 Henry 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.

HENRY COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I - Summary of Auditor's Results

Financial Statement:

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

Federal Awards:

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

Identification of Major Programs:

| <u>CFDA Number</u> | <u>Name of Federal Program or Cluster</u> |
|------------------------|---|
| 20.106 | Airport Improvement Program |
| 93.563 | Child Support Enforcement |

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

| | |
|--|----|
| Auditee qualified as low-risk auditee? | no |
|--|----|

HENRY COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Section II - Financial Statement Findings

FINDING 2013-001 - INTERNAL CONTROLS OVER FINANCIAL TRANSACTIONS AND REPORTING

We noted a deficiency in the internal control system of the County related to the preparation of the Schedule of Expenditures of Federal Awards (SEFA). We believe the following deficiency constitutes a material weakness:

Monitoring of Controls: Effective internal control over financial reporting requires the Board of County Commissioners to monitor and assess the quality of the County's system of internal control. The Board of County Commissioners has not performed either an ongoing or separate evaluation of their system of internal controls. The failure to exercise their oversight responsibility places the County at risk that controls may not be designed or operating effectively to provide reasonable assurance that controls will prevent, or detect and correct, material misstatements in a timely manner.

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

No matters are reportable.

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AUDITEE PREPARED DOCUMENTS

The subsequent documents were provided by management of the County. The documents are presented as intended by the County.



PATRICIA A. FRENCH
AUDITOR OF HENRY COUNTY
COURTHOUSE
101 S. MAIN STREET
NEW CASTLE, INDIANA 47362
PHONE 765-529-2800

SUMMARY OF FINDINGS

April 3, 2014

Section II

Finding 2012-1

Original SBA Audit Report Number: 2012-1

Fiscal Year: December 31, 2013

Auditee Contact Person: Patricia A. French

Title of Contact Person: Auditor

Phone Number: 765-529-2800

Status of Finding: Internal Controls regarding Federal Expenditures is still a work in progress. Steps have been taken to assure accurate reporting.

Finding 2012-2

Original SBA Audit Report Number: 2012-2

Fiscal Year: December 31, 2013

Auditee Contact Person: Joseph Bergacs

Title of Contact Person: Prosecutor

Phone Number: 765-529-7565

Status of Finding: Controls now in place to seek reimbursements for actual expenses instead of estimated.

Finding 2012-3

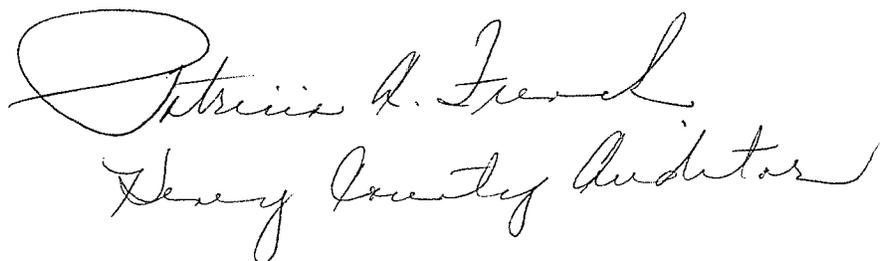
Original SBA Audit Report Number: 2012-3

Fiscal Year: December 31, 2013
Auditee Contact Person: Joseph Bergacs
Title of Contact Person: Prosecutor
Phone Number: 765-529-7565
Status of Finding: Controls now in place to insure proper documentation for expenditures.

Finding 2012-4

Original SBA Audit Report Number: 2012-4
Fiscal Year: December 31, 2013
Auditee Contact Person: Joseph Bergacs
Title of Contact Person: Prosecutor
Phone Number: 765-529-7565
Status of Finding: Internal Controls has been adopted to insure compliance requirements that have a direct and material effect to Child Support.

Sincerely,
Patricia A. French
Henry County Auditor



Patricia A. French
Henry County Auditor



PATRICIA A. FRENCH
AUDITOR OF HENRY COUNTY
COURTHOUSE
101 S. MAIN STREET
NEW CASTLE, INDIANA 47362
PHONE 765-529-2800

CORRECTIVE ACTION PLAN

Responsible Party: Patricia A. French

Anticipated Completion: When SEFA Report is prepared

Finding: 2013-001

April 25, 2014

The County is currently working on a proper system of internal control to prevent or detect and correct errors on the Schedule of Expenditures of Federal Awards (SEFA). The County has adopted a Federal Grant Form for all departments to fill out before a grant can be administered. The County is aware there should be accurate reporting of federal awards. Without a proper system of internal control in place that operates effectively, material misstatements of SEFA could remain undetected.

Sincerely,

Patricia A. French

OTHER REPORT

In addition to this report, a Supplemental Compliance Report has been issued for the County. That report can be found on the Indiana State Board of Accounts' website: <http://www.in.gov/sboa/>.