

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

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



FILED
09/29/2014

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	2
Independent Auditor's Report	3-5
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statement Performed in Accordance With <i>Government Auditing Standards</i>	6-7
Financial Statement and Accompanying Notes:	
Statement of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis	10-12
Notes to Financial Statement	13-18
Supplementary Information - Unaudited:	
Combining Schedule of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis	20-43
Schedule of Payables and Receivables	44
Schedule of Leases and Debt	45
Schedule of Capital Assets.....	46
Supplemental Audit of Federal Awards:	
Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control Over Compliance.....	48-49
Schedule of Expenditure of Federal Awards and Accompanying Note:	
Schedule of Expenditures of Federal Awards.....	52-53
Note to Schedule of Expenditures of Federal Awards	54
Schedule of Findings and Questioned Costs	55-65
Auditee Prepared Documents:	
Summary Schedule of Prior Audit Findings.....	68-69
Corrective Action Plan	70-81
Other Report	82

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Glenda K. Stogsdill	01-01-11 to 12-31-14
Treasurer	Mary E. Smith	01-01-13 to 12-31-16
Clerk	Beth A. Mulry	01-01-11 to 12-31-14
Sheriff	Rick D. Followell	01-01-11 to 12-31-14
Recorder	Sandy S. Cain	01-01-13 to 12-31-16
President of the Board of County Commissioners	John Kennard	01-01-13 to 12-31-14
President of the County Council	David Critser	01-01-13 to 12-31-14



INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF BROWN COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of Brown 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 August 14, 2014, on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

Accompanying Information

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the County's financial statement. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the *U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the financial statement. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statement. The information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated, in all material respects, in relation to the financial statement taken as a whole.

INDEPENDENT AUDITOR'S REPORT
(Continued)

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


Paul D. Joyce, CPA
State Examiner

August 14, 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 BROWN 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 Brown 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 August 14, 2014, wherein we noted the County followed accounting practices the Indiana State Board of Accounts prescribes rather than accounting principles generally accepted in the United States of America.

Internal Control Over Financial Reporting

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

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statement will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies described in the accompanying Schedule of Findings and Questioned Costs as items 2013-001 and 2013-002 to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions

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

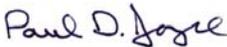
was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2013-001 and 2013-002.

Brown 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

August 14, 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.

BROWN 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
General	\$ 1,793,815	\$ 4,705,294	\$ 5,946,200	\$ 552,909
Accident Report	11,681	2,230	-	13,911
CAGIT County Certified Shares	-	1,812,049	1,341,549	470,500
Child Advocacy	927	-	-	927
City And Town Court Costs	922	3,583	2,430	2,075
Clerk's Records Perpetuation	19,227	4,479	-	23,706
Community Corrections	2,154	181,383	180,660	2,877
Congressional School Interest	8,405	195	8,600	-
Convention Visitor And Tourism Promotion	213,301	745,051	730,000	228,352
County Option Dog Tax	10,321	12,685	13,856	9,150
Covered Bridge	19,821	1,850	-	21,671
Cumulative Bridge	513,083	261,165	279,509	494,739
Cumulative Capital Development	1,041,776	467,252	584,899	924,129
Drug Free Community	2,000	-	357	1,643
Emergency Planning/Right To Know	7,217	2,733	1,014	8,936
Enhanced Access	605	-	-	605
Extradition And Sheriff's Assistance	2,949	-	-	2,949
Health	295,845	446,370	462,919	279,296
Levy Excess	25,158	7,704	15,408	17,454
Local Road And Street	225,042	181,937	178,622	228,357
Misdemeanant	37,088	10,764	-	47,852
Motor Vehicle Highway	398,160	1,770,028	1,546,306	621,882
Rainy Day	2,310,338	16,909	264,370	2,062,877
Reassessment - 2009	8,905	-	-	8,905
Reassessment - 2015	166,587	98,291	101,075	163,803
Recorder's Records Perpetuation	146,091	40,823	116,305	70,609
Riverboat	514,014	90,292	4,757	599,549
Surplus Tax	113,757	11,315	27,153	97,919
Surveyor's Corner Perpetuation	2,116	5,245	4,800	2,561
Tax Sale Redemption	6,606	169,250	167,763	8,093
Tax Sale Surplus	1,098,159	807,166	1,173,822	731,503
Guardian Ad Litem	22,687	2,837	5,732	19,792
Alternative Dispute Resolution	7,153	900	800	7,253
County User Fee	76,094	11,049	5,321	81,822
Sheriff Sale Administration	7,335	22,954	12,500	17,789
Health Clinic	6,820	1,200	-	8,020
Court Interpreters	8,742	-	1,116	7,626
Payroll Clearing	103,168	2,358,066	2,428,131	33,103
Settlement	7,547	13,355,318	13,355,318	7,547
Wheel Tax	-	160,122	160,122	-
Sur Tax	-	349,992	349,992	-
Financial Institution Tax	8,322	39,637	39,637	8,322
HEA 1001 State Homestead Credit	4,808	-	402	4,406
Homestead Credit Rebate	35,343	-	-	35,343
LOIT PTRC	120	1,473,203	1,473,269	54
Infraction Judgments	860	19,856	19,779	937
Overweight Vehicle Fines	-	1,172	-	1,172
Special Death Benefit	20	405	395	30
Sales Disclosure - State Share	210	2,460	2,450	220
Coroners Training & Con't Education	67	1,855	1,822	100
Mortgage Recording Fees - State Share	247	2,367	2,479	135
DLGF Homestead Property Database	(1)	3	-	2
Sex And Violent Offender Admin - State	2,388	1,110	582	2,916
Child Restraint Violation Fines	-	100	100	-

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

BROWN 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
Inheritance Tax	84,793	320,795	403,636	1,952
Sales Tax Collections	43	47	43	47
CAGIT Distribution	380,759	607,209	582,378	405,590
CEDIT Distribution	528,105	608,288	420,301	716,092
93.563 Prosecutor PCA	1,175	719	1,079	815
93.563 ARRA Prosecutor IV-D Incentive	16,984	-	4,619	12,365
93.563 Title IV-D Incentive	72,847	6,267	60,331	18,783
93.563 Prosecutor IV-D Incentive-Post Oct '99	39,669	9,427	-	49,096
93.563 Clerk IV-D Incentive-Post Oct '99	27,228	13,930	1,728	39,430
Jail Commissary	45,549	76,487	74,371	47,665
Sheriff's Cash Book	-	124,941	124,941	-
Sheriff's Dept Inmate Trust	2,297	50,577	50,765	2,109
Sheriff's Drug Investigation Fund	14,040	-	-	14,040
Brown County Treasurer	963,533	1,111,010	963,533	1,111,010
Brown County Clerk	162,913	1,147,557	1,165,429	145,041
Homeland Security-LETPP	319	-	-	319
Extradition Fund County	764	-	-	764
Cities Readiness VI	(502)	-	-	(502)
Jackson Twp. Fire	(1,040)	-	-	(1,040)
Sheriff Surety Bond	90	990	950	130
Small Claim Serv Fee	14,380	1,907	-	16,287
Probation Application Fee	1,325	375	-	1,700
Pros Controlled Sub. Tax	236	-	-	236
Public Defender Fund	15,163	3,959	-	19,122
Bond Admin. Feed	36,944	3,927	-	40,871
Document Fees	36,800	5,197	-	41,997
Cities Readiness	62	-	-	62
Cities Readiness II	3,113	-	-	3,113
Civil Service Fee	18,893	-	-	18,893
HSC 07 Pay 08 (CAGIT)	297,837	1,323,256	1,586,060	35,033
Comm Transition Prog CC	2,863	2,010	-	4,873
BC Prisoner Reimbursement Fund	19,910	-	-	19,910
Property Transfer Fee Fund	22,580	6,130	2,191	26,519
Hwy Safety Plan-Ca95-11	1,104	4,237	5,138	203
Drug Abuse Prevention Fd	3,918	7,389	7,617	3,690
Firearms-Train. Gun Permit	26,276	14,955	9,455	31,776
Project Income	36,762	80,827	57,155	60,434
Jury Pay Fund	22,211	1,495	-	23,706
Br Co Emerg Management	52	-	-	52
Recorder's Training Fund	2,041	1,930	240	3,731
Recorder's Redacted Version	36,895	1,977	33,673	5,199
Auditors Ineligible Ded Fund	24,119	9,296	5,726	27,689
Brown County 911	53,347	329,782	198,252	184,877
Pk & Rec Non Rev Oper Fund	7,970	109,949	104,397	13,522
Parks & Rec Grant Fund	1,379	250	1,629	-
Pk & Rec Salt Creek Trail Main	2,765	-	-	2,765
Salt Creek Trail - INDOT Ph-1	210	11,000	25,660	(14,450)
Salt Ck Tr - Park & Rec DNR	725,206	719	1,609	724,316
Fines & Forfeitures	196	1,579	1,563	212
Probation Users Fee Adult	16,695	24,729	43,633	(2,209)
Probation Users Fee Juvenile	25,080	4,339	725	28,694
Prob Admin. Fees/Sup Adult Svc	20,575	9,756	23,148	7,183
Improvements Loan	219	-	-	219
Pros. Infraction Deferral	24,093	15,330	31,540	7,883

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

BROWN 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
EDC/SBI	21,883	8,900	645	30,138
Co Econ Devel Income Tax	1	664,582	664,568	15
Urine Drug Screen Fund	1,412	2,079	2,008	1,483
5th 3rd Investment Money	-	10,055	-	10,055
Return Of Funds Health Clinic	-	120,697	661	120,036
Triad	12,436	3,906	5,593	10,749
Local Animal Ordinance	8,158	3,265	-	11,423
Prosecutor St. Forfeit.	2,500	-	-	2,500
Prosecutor Fed Forfeiture	506	-	-	506
Owner Occupied Rehab Grant	4,198	-	-	4,198
Br Co Family Access Prog	(48,882)	89,125	86,096	(45,853)
Br Co Domestic Violence Task	1,118	-	294	824
Prescription Drug Abuse Program	500	-	-	500
P & Z Project	10,000	-	-	10,000
Title III Hava	49,300	-	-	49,300
Title III Sec 101	-	271	-	271
Juvenile AAC Ability Grant	593	-	-	593
Jail Lease Rental	308,552	621,374	592,000	337,926
Economic Dev Comm - Ober Grant	2,000	-	-	2,000
Loan-Road Improvement Fund	-	1,996,605	1,142,457	854,148
4-H Fair Cons't Loan	-	496,202	15,000	481,202
Sheriff DNR Distribution	(87)	2,250	2,416	(253)
Sub Treatment-Rec. (Start)	825	2,944	1,900	1,869
Title III - Fire	4,349	-	-	4,349
Public Safety LOIT Distribution	-	661,427	661,414	13
Oper Levy Freeze Stabilization	636,376	-	590,225	46,151
CAGIT-Prop Tax Oper Levy	-	529,142	529,142	-
Commercial Veh Excise Tax	-	92,520	92,125	395
Sheriff's Service Fees - Retirement	1,365	8,651	8,407	1,609
Van Buren Fire Dept Grant	-	258,964	175,167	83,797
Redevelopment Commission	-	41,700	-	41,700
Public Health Coordinator - Biot	286	-	-	286
Bioterrorism Cash Allow	6,469	-	-	6,469
Bioterrorism Supplemental A	9,180	-	-	9,180
EMS Grant Fund	15,726	-	-	15,726
Victim Assist. Prog. Fed	(48,308)	39,223	53,519	(62,604)
Inmate Incentive Payments	-	400	-	400
Buyout Grant	192,051	168,145	365,761	(5,565)
Buyout Grant 2	(40,238)	207,071	166,833	-
B.C. Tobacco Free Partner	(14,258)	30,000	15,742	-
Tobacco Fund III	29,789	8,617	11,404	27,002
Br Co EMA Grant Fund	3,537	3,381	6,762	156
EMA Donations	-	3,381	-	3,381
2011 EMPG Competitive	-	3,375	3,458	(83)
Local Health Maint Grant	18,510	20,000	20,152	18,358
Health Maint II-Tobacco	49,180	13,139	4,024	58,295
Master Tobacco III A	-	-	5,447	(5,447)
Health Bonus Base Grant (Emerg Prep)	-	16,158	16,130	28
Public Defender Board	-	15,823	110,259	(94,436)
Cities Readiness VII	-	3,609	4,360	(751)
Prosecutor Investigator Grant	860	34,410	36,639	(1,369)
Helmsburg Br Co Water Grant	(127,151)	126,776	-	(375)
Stormwater Project Dr-09-094	126,776	-	126,776	-
Health Base Grant 2013	-	9,504	9,090	414
Totals	\$ 14,368,297	\$ 42,032,864	\$ 42,532,310	\$ 13,868,851

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

BROWN 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.

BROWN 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.

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

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

BROWN COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

F. Interfund Transfers

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

G. Fund Accounting

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

Note 2. Budgets

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

Note 3. Property Taxes

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

Note 4. Deposits and Investments

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

BROWN COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

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

Note 5. Risk Management

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

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

Note 6. Pension Plans

A. Public Employees' Retirement Fund

Plan Description

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

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

Indiana Public Retirement System
1 North Capitol 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.

BROWN COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

B. County Police Retirement Plan

Plan Description

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

Funding Policy

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

C. County Police Benefit Plan

Plan Description

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

Funding Policy

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

Note 7. Restatement of County Offices

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

BROWN COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 8. Cash Balance Deficits

The financial statement contains some funds with deficits in cash. This is a result of reimbursable grants, posting errors, and expenditures exceeding receipts.

Note 9. Holding Corporation

The County has entered into a capital lease with Brown County Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the County. The lessor has been determined to be a related party of the County. Lease payments during the year 2013 totaled \$592,000. This debt was refinanced by the Holding Corporation in January 2014.

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.

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

	General	Accident Report	CAGIT County Certified Shares	Child Advocacy	City And Town Court Costs	Clerk's Records Perpetuation	Community Corrections
Cash and investments - beginning	\$ 1,793,815	\$ 11,681	\$ -	\$ 927	\$ 922	\$ 19,227	\$ 2,154
Receipts:							
Taxes	3,600,261	-	651,392	-	-	-	-
Licenses and permits	19,498	-	-	-	-	-	-
Intergovernmental	485,043	-	-	-	-	-	145,258
Charges for services	223,924	-	-	-	-	-	-
Fines and forfeits	36,905	-	-	-	3,583	-	-
Other receipts	339,663	2,230	1,160,657	-	-	4,479	36,125
Total receipts	<u>4,705,294</u>	<u>2,230</u>	<u>1,812,049</u>	<u>-</u>	<u>3,583</u>	<u>4,479</u>	<u>181,383</u>
Disbursements:							
Personal services	3,732,234	-	1,341,549	-	-	-	175,102
Supplies	155,341	-	-	-	-	-	-
Other services and charges	1,886,203	-	-	-	-	-	-
Capital outlay	59,794	-	-	-	-	-	-
Other disbursements	112,628	-	-	-	2,430	-	5,558
Total disbursements	<u>5,946,200</u>	<u>-</u>	<u>1,341,549</u>	<u>-</u>	<u>2,430</u>	<u>-</u>	<u>180,660</u>
Excess (deficiency) of receipts over disbursements	<u>(1,240,906)</u>	<u>2,230</u>	<u>470,500</u>	<u>-</u>	<u>1,153</u>	<u>4,479</u>	<u>723</u>
Cash and investments - ending	<u>\$ 552,909</u>	<u>\$ 13,911</u>	<u>\$ 470,500</u>	<u>\$ 927</u>	<u>\$ 2,075</u>	<u>\$ 23,706</u>	<u>\$ 2,877</u>

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

	Congressional School Interest	Convention Visitor And Tourism Promotion	County Option Dog Tax	Covered Bridge	Cumulative Bridge	Cumulative Capital Development	Drug Free Community
Cash and investments - beginning	\$ 8,405	\$ 213,301	\$ 10,321	\$ 19,821	\$ 513,083	\$ 1,041,776	\$ 2,000
Receipts:							
Taxes	-	-	-	-	-	401,390	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	40,157	-
Charges for services	-	-	-	-	10,547	2,000	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	195	745,051	12,685	1,850	250,618	23,705	-
Total receipts	195	745,051	12,685	1,850	261,165	467,252	-
Disbursements:							
Personal services	-	-	-	-	117,777	43,144	161
Supplies	-	-	-	-	148,379	-	196
Other services and charges	-	-	3,041	-	13,353	126,362	-
Capital outlay	-	-	-	-	-	415,251	-
Other disbursements	8,600	730,000	10,815	-	-	142	-
Total disbursements	8,600	730,000	13,856	-	279,509	584,899	357
Excess (deficiency) of receipts over disbursements	(8,405)	15,051	(1,171)	1,850	(18,344)	(117,647)	(357)
Cash and investments - ending	\$ -	\$ 228,352	\$ 9,150	\$ 21,671	\$ 494,739	\$ 924,129	\$ 1,643

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

	Emergency Planning/Right To Know	Enhanced Access	Extradition And Sheriff's Assistance	Health	Levy Excess	Local Road And Street	Misdemeanant
Cash and investments - beginning	\$ 7,217	\$ 605	\$ 2,949	\$ 295,845	\$ 25,158	\$ 225,042	\$ 37,088
Receipts:							
Taxes	-	-	-	351,683	7,704	-	-
Licenses and permits	-	-	-	45,818	-	-	-
Intergovernmental	-	-	-	34,781	-	181,818	-
Charges for services	2,733	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	14,088	-	119	10,764
Total receipts	<u>2,733</u>	<u>-</u>	<u>-</u>	<u>446,370</u>	<u>7,704</u>	<u>181,937</u>	<u>10,764</u>
Disbursements:							
Personal services	-	-	-	412,313	-	-	-
Supplies	-	-	-	19,684	-	161,251	-
Other services and charges	-	-	-	10,922	-	17,371	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	1,014	-	-	20,000	15,408	-	-
Total disbursements	<u>1,014</u>	<u>-</u>	<u>-</u>	<u>462,919</u>	<u>15,408</u>	<u>178,622</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>1,719</u>	<u>-</u>	<u>-</u>	<u>(16,549)</u>	<u>(7,704)</u>	<u>3,315</u>	<u>10,764</u>
Cash and investments - ending	<u>\$ 8,936</u>	<u>\$ 605</u>	<u>\$ 2,949</u>	<u>\$ 279,296</u>	<u>\$ 17,454</u>	<u>\$ 228,357</u>	<u>\$ 47,852</u>

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

	Motor Vehicle Highway	Rainy Day	Reassessment - 2009	Reassessment - 2015	Recorder's Records Perpetuation	Riverboat	Surplus Tax
Cash and investments - beginning	\$ 398,160	\$ 2,310,338	\$ 8,905	\$ 166,587	\$ 146,091	\$ 514,014	\$ 113,757
Receipts:							
Taxes	-	-	-	89,474	-	-	-
Licenses and permits	3,325	-	-	-	-	-	-
Intergovernmental	1,711,026	-	-	8,817	-	90,292	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	55,677	16,909	-	-	40,823	-	11,315
Total receipts	<u>1,770,028</u>	<u>16,909</u>	<u>-</u>	<u>98,291</u>	<u>40,823</u>	<u>90,292</u>	<u>11,315</u>
Disbursements:							
Personal services	753,602	14,370	-	-	2,510	-	-
Supplies	463,458	-	-	387	-	-	-
Other services and charges	273,267	-	-	100,688	-	-	-
Capital outlay	55,979	-	-	-	-	-	-
Other disbursements	-	250,000	-	-	113,795	4,757	27,153
Total disbursements	<u>1,546,306</u>	<u>264,370</u>	<u>-</u>	<u>101,075</u>	<u>116,305</u>	<u>4,757</u>	<u>27,153</u>
Excess (deficiency) of receipts over disbursements	<u>223,722</u>	<u>(247,461)</u>	<u>-</u>	<u>(2,784)</u>	<u>(75,482)</u>	<u>85,535</u>	<u>(15,838)</u>
Cash and investments - ending	<u>\$ 621,882</u>	<u>\$ 2,062,877</u>	<u>\$ 8,905</u>	<u>\$ 163,803</u>	<u>\$ 70,609</u>	<u>\$ 599,549</u>	<u>\$ 97,919</u>

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

	Surveyor's Corner Perpetuation	Tax Sale Redemption	Tax Sale Surplus	Guardian Ad Litem	Alternative Dispute Resolution	County User Fee	Sheriff Sale Administration
Cash and investments - beginning	\$ 2,116	\$ 6,606	\$ 1,098,159	\$ 22,687	\$ 7,153	\$ 76,094	\$ 7,335
Receipts:							
Taxes	-	169,250	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	2,387	-	-	-
Charges for services	-	-	-	-	-	-	22,954
Fines and forfeits	-	-	-	450	900	11,049	-
Other receipts	5,245	-	807,166	-	-	-	-
Total receipts	<u>5,245</u>	<u>169,250</u>	<u>807,166</u>	<u>2,837</u>	<u>900</u>	<u>11,049</u>	<u>22,954</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	444	-	-	-
Other services and charges	-	-	-	-	800	4,601	12,500
Capital outlay	-	-	-	-	-	720	-
Other disbursements	4,800	167,763	1,173,822	5,288	-	-	-
Total disbursements	<u>4,800</u>	<u>167,763</u>	<u>1,173,822</u>	<u>5,732</u>	<u>800</u>	<u>5,321</u>	<u>12,500</u>
Excess (deficiency) of receipts over disbursements	<u>445</u>	<u>1,487</u>	<u>(366,656)</u>	<u>(2,895)</u>	<u>100</u>	<u>5,728</u>	<u>10,454</u>
Cash and investments - ending	<u>\$ 2,561</u>	<u>\$ 8,093</u>	<u>\$ 731,503</u>	<u>\$ 19,792</u>	<u>\$ 7,253</u>	<u>\$ 81,822</u>	<u>\$ 17,789</u>

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

	Health Clinic	Court Interpreters	Payroll Clearing	Settlement	Wheel Tax	Sur Tax	Financial Institution Tax
Cash and investments - beginning	\$ 6,820	\$ 8,742	\$ 103,168	\$ 7,547	\$ -	\$ -	\$ 8,322
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	39,637
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	1,200	-	2,358,066	13,355,318	160,122	349,992	-
Total receipts	1,200	-	2,358,066	13,355,318	160,122	349,992	39,637
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	1,116	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	2,428,131	13,355,318	160,122	349,992	39,637
Total disbursements	-	1,116	2,428,131	13,355,318	160,122	349,992	39,637
Excess (deficiency) of receipts over disbursements	1,200	(1,116)	(70,065)	-	-	-	-
Cash and investments - ending	<u>\$ 8,020</u>	<u>\$ 7,626</u>	<u>\$ 33,103</u>	<u>\$ 7,547</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,322</u>

BROWN 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	LOIT PTRC	Infraction Judgments	Overweight Vehicle Fines	Special Death Benefit	Sales Disclosure - State Share
Cash and investments - beginning	\$ 4,808	\$ 35,343	\$ 120	\$ 860	\$ -	\$ 20	\$ 210
Receipts:							
Taxes	-	-	1,473,203	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	2,460
Fines and forfeits	-	-	-	-	-	405	-
Other receipts	-	-	-	19,856	1,172	-	-
Total receipts	-	-	1,473,203	19,856	1,172	405	2,460
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	19,779	-	395	2,450
Capital outlay	-	-	-	-	-	-	-
Other disbursements	402	-	1,473,269	-	-	-	-
Total disbursements	402	-	1,473,269	19,779	-	395	2,450
Excess (deficiency) of receipts over disbursements	(402)	-	(66)	77	1,172	10	10
Cash and investments - ending	\$ 4,406	\$ 35,343	\$ 54	\$ 937	\$ 1,172	\$ 30	\$ 220

BROWN 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	DLGF Homestead Property Database	Sex And Violent Offender Admin - State	Child Restraint Violation Fines	Inheritance Tax	Sales Tax Collections
Cash and investments - beginning	\$ 67	\$ 247	\$ (1)	\$ 2,388	\$ -	\$ 84,793	\$ 43
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	320,795	-
Charges for services	1,855	2,367	3	-	-	-	47
Fines and forfeits	-	-	-	1,110	100	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	<u>1,855</u>	<u>2,367</u>	<u>3</u>	<u>1,110</u>	<u>100</u>	<u>320,795</u>	<u>47</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	1,822	2,479	-	582	100	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	403,636	43
Total disbursements	<u>1,822</u>	<u>2,479</u>	<u>-</u>	<u>582</u>	<u>100</u>	<u>403,636</u>	<u>43</u>
Excess (deficiency) of receipts over disbursements	<u>33</u>	<u>(112)</u>	<u>3</u>	<u>528</u>	<u>-</u>	<u>(82,841)</u>	<u>4</u>
Cash and investments - ending	<u>\$ 100</u>	<u>\$ 135</u>	<u>\$ 2</u>	<u>\$ 2,916</u>	<u>\$ -</u>	<u>\$ 1,952</u>	<u>\$ 47</u>

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

	CAGIT Distribution	CEDIT Distribution	93.563 Prosecutor PCA	93.563 ARRA Prosecutor IV-D Incentive	93.563 Title IV-D Incentive	93.563 Prosecutor IV-D Incentive-Post Oct '99	93.563 Clerk IV-D Incentive-Post Oct '99
Cash and investments - beginning	\$ 380,759	\$ 528,105	\$ 1,175	\$ 16,984	\$ 72,847	\$ 39,669	\$ 27,228
Receipts:							
Taxes	-	608,288	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	607,209	-	-	-	6,267	9,427	13,930
Charges for services	-	-	719	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	<u>607,209</u>	<u>608,288</u>	<u>719</u>	<u>-</u>	<u>6,267</u>	<u>9,427</u>	<u>13,930</u>
Disbursements:							
Personal services	45,635	-	-	-	-	-	-
Supplies	-	28,560	1,079	4,619	-	-	-
Other services and charges	479,186	391,741	-	-	60,331	-	1,728
Capital outlay	57,557	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>582,378</u>	<u>420,301</u>	<u>1,079</u>	<u>4,619</u>	<u>60,331</u>	<u>-</u>	<u>1,728</u>
Excess (deficiency) of receipts over disbursements	<u>24,831</u>	<u>187,987</u>	<u>(360)</u>	<u>(4,619)</u>	<u>(54,064)</u>	<u>9,427</u>	<u>12,202</u>
Cash and investments - ending	<u>\$ 405,590</u>	<u>\$ 716,092</u>	<u>\$ 815</u>	<u>\$ 12,365</u>	<u>\$ 18,783</u>	<u>\$ 49,096</u>	<u>\$ 39,430</u>

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

	Jail Commissary	Sheriff's Cash Book	Sheriff's Dept Inmate Trust	Sheriff's Drug Investigation Fund	Brown County Treasurer	Brown County Clerk	Homeland Security-LETPP
Cash and investments - beginning	\$ 45,549	\$ -	\$ 2,297	\$ 14,040	\$ 963,533	\$ 162,913	\$ 319
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	76,487	124,941	50,577	-	1,111,010	-	-
Fines and forfeits	-	-	-	-	-	1,147,557	-
Other receipts	-	-	-	-	-	-	-
Total receipts	<u>76,487</u>	<u>124,941</u>	<u>50,577</u>	<u>-</u>	<u>1,111,010</u>	<u>1,147,557</u>	<u>-</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	74,371	124,941	50,765	-	963,533	1,165,429	-
Total disbursements	<u>74,371</u>	<u>124,941</u>	<u>50,765</u>	<u>-</u>	<u>963,533</u>	<u>1,165,429</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>2,116</u>	<u>-</u>	<u>(188)</u>	<u>-</u>	<u>147,477</u>	<u>(17,872)</u>	<u>-</u>
Cash and investments - ending	<u>\$ 47,665</u>	<u>\$ -</u>	<u>\$ 2,109</u>	<u>\$ 14,040</u>	<u>\$ 1,111,010</u>	<u>\$ 145,041</u>	<u>\$ 319</u>

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

	Extradition Fund County	Cities Readiness VI	Jackson Twp. Fire	Sheriff Surety Bond	Small Claim Serv Fee	Probation Application Fee	Pros Controlled Sub. Tax
Cash and investments - beginning	\$ 764	\$ (502)	\$ (1,040)	\$ 90	\$ 14,380	\$ 1,325	\$ 236
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	990	-	-	-
Fines and forfeits	-	-	-	-	1,907	375	-
Other receipts	-	-	-	-	-	-	-
Total receipts	-	-	-	990	1,907	375	-
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	950	-	-	-
Total disbursements	-	-	-	950	-	-	-
Excess (deficiency) of receipts over disbursements	-	-	-	40	1,907	375	-
Cash and investments - ending	<u>\$ 764</u>	<u>\$ (502)</u>	<u>\$ (1,040)</u>	<u>\$ 130</u>	<u>\$ 16,287</u>	<u>\$ 1,700</u>	<u>\$ 236</u>

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

	Public Defender Fund	Bond Admin. Feed	Document Fees	Cities Readiness	Cities Readiness II	Civil Service Fee	HSC 07 Pay 08 (CAGIT)
Cash and investments - beginning	\$ 15,163	\$ 36,944	\$ 36,800	\$ 62	\$ 3,113	\$ 18,893	\$ 297,837
Receipts:							
Taxes	-	-	-	-	-	-	1,323,256
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	3,959	3,927	5,197	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	3,959	3,927	5,197	-	-	-	1,323,256
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	1,586,060
Total disbursements	-	-	-	-	-	-	1,586,060
Excess (deficiency) of receipts over disbursements	3,959	3,927	5,197	-	-	-	(262,804)
Cash and investments - ending	<u>\$ 19,122</u>	<u>\$ 40,871</u>	<u>\$ 41,997</u>	<u>\$ 62</u>	<u>\$ 3,113</u>	<u>\$ 18,893</u>	<u>\$ 35,033</u>

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

	Comm Transition Prog CC	BC Prisoner Reimbursement Fund	Property Transfer Fee Fund	Hwy Safety Plan-Ca95-11	Drug Abuse Prevention Fd	Firearms-Train. Gun Permit	Project Income
Cash and investments - beginning	\$ 2,863	\$ 19,910	\$ 22,580	\$ 1,104	\$ 3,918	\$ 26,276	\$ 36,762
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	4,237	-	-	-
Charges for services	-	-	6,130	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	2,010	-	-	-	7,389	14,955	80,827
Total receipts	<u>2,010</u>	<u>-</u>	<u>6,130</u>	<u>4,237</u>	<u>7,389</u>	<u>14,955</u>	<u>80,827</u>
Disbursements:							
Personal services	-	-	-	5,138	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	2,191	-	7,617	9,455	57,155
Total disbursements	<u>-</u>	<u>-</u>	<u>2,191</u>	<u>5,138</u>	<u>7,617</u>	<u>9,455</u>	<u>57,155</u>
Excess (deficiency) of receipts over disbursements	<u>2,010</u>	<u>-</u>	<u>3,939</u>	<u>(901)</u>	<u>(228)</u>	<u>5,500</u>	<u>23,672</u>
Cash and investments - ending	<u>\$ 4,873</u>	<u>\$ 19,910</u>	<u>\$ 26,519</u>	<u>\$ 203</u>	<u>\$ 3,690</u>	<u>\$ 31,776</u>	<u>\$ 60,434</u>

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

	Jury Pay Fund	Br Co Emerg Management	Recorder's Training Fund	Recorder's Redacted Version	Auditors Ineligible Ded Fund	Brown County 911	Pk & Rec Non Rev Oper Fund
Cash and investments - beginning	\$ 22,211	\$ 52	\$ 2,041	\$ 36,895	\$ 24,119	\$ 53,347	\$ 7,970
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	1,930	1,977	644	328,611	109,949
Fines and forfeits	1,495	-	-	-	-	-	-
Other receipts	-	-	-	-	8,652	1,171	-
Total receipts	1,495	-	1,930	1,977	9,296	329,782	109,949
Disbursements:							
Personal services	-	-	-	-	-	195,109	23,297
Supplies	-	-	-	-	5,726	1,006	-
Other services and charges	-	-	-	-	-	2,137	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	240	33,673	-	-	81,100
Total disbursements	-	-	240	33,673	5,726	198,252	104,397
Excess (deficiency) of receipts over disbursements	1,495	-	1,690	(31,696)	3,570	131,530	5,552
Cash and investments - ending	\$ 23,706	\$ 52	\$ 3,731	\$ 5,199	\$ 27,689	\$ 184,877	\$ 13,522

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

	Parks & Rec Grant Fund	Pk & Rec Salt Creek Trail Main	Salt Creek Trail - INDOT Ph-1	Salt Ck Tr - Park & Rec DNR	Fines & Forfeitures	Probation Users Fee Adult	Probation Users Fee Juvenile
Cash and investments - beginning	\$ 1,379	\$ 2,765	\$ 210	\$ 725,206	\$ 196	\$ 16,695	\$ 25,080
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	1,579	24,729	-
Other receipts	250	-	11,000	719	-	-	4,339
Total receipts	<u>250</u>	<u>-</u>	<u>11,000</u>	<u>719</u>	<u>1,579</u>	<u>24,729</u>	<u>4,339</u>
Disbursements:							
Personal services	-	-	-	-	-	35,647	-
Supplies	-	-	-	-	-	4,086	-
Other services and charges	-	-	-	1,609	-	3,380	725
Capital outlay	1,629	-	-	-	-	520	-
Other disbursements	-	-	25,660	-	1,563	-	-
Total disbursements	<u>1,629</u>	<u>-</u>	<u>25,660</u>	<u>1,609</u>	<u>1,563</u>	<u>43,633</u>	<u>725</u>
Excess (deficiency) of receipts over disbursements	<u>(1,379)</u>	<u>-</u>	<u>(14,660)</u>	<u>(890)</u>	<u>16</u>	<u>(18,904)</u>	<u>3,614</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 2,765</u>	<u>\$ (14,450)</u>	<u>\$ 724,316</u>	<u>\$ 212</u>	<u>\$ (2,209)</u>	<u>\$ 28,694</u>

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

	Prob Admin. Fees/Sup Adult Svc	Improvements Loan	Pros. Infraction Deferral	EDC/SBI	Co Econ Devel Income Tax	Urine Drug Screen Fund	5th 3rd Investment Money
Cash and investments - beginning	\$ 20,575	\$ 219	\$ 24,093	\$ 21,883	\$ 1	\$ 1,412	\$ -
Receipts:							
Taxes	-	-	-	-	664,582	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	9,756	-	15,330	-	-	-	-
Other receipts	-	-	-	8,900	-	2,079	10,055
Total receipts	<u>9,756</u>	<u>-</u>	<u>15,330</u>	<u>8,900</u>	<u>664,582</u>	<u>2,079</u>	<u>10,055</u>
Disbursements:							
Personal services	23,148	-	21,861	-	-	-	-
Supplies	-	-	3,108	-	-	-	-
Other services and charges	-	-	6,571	645	-	2,008	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	664,568	-	-
Total disbursements	<u>23,148</u>	<u>-</u>	<u>31,540</u>	<u>645</u>	<u>664,568</u>	<u>2,008</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(13,392)</u>	<u>-</u>	<u>(16,210)</u>	<u>8,255</u>	<u>14</u>	<u>71</u>	<u>10,055</u>
Cash and investments - ending	<u>\$ 7,183</u>	<u>\$ 219</u>	<u>\$ 7,883</u>	<u>\$ 30,138</u>	<u>\$ 15</u>	<u>\$ 1,483</u>	<u>\$ 10,055</u>

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

	Return Of Funds Health Clinic	Triad	Local Animal Ordinance	Prosecutor St. Forfeit.	Prosecutor Fed Forfeiture	Owner Occupied Rehab Grant	Br Co Family Access Prog
Cash and investments - beginning	\$ -	\$ 12,436	\$ 8,158	\$ 2,500	\$ 506	\$ 4,198	\$ (48,882)
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	89,125
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	3,265	-	-	-	-
Other receipts	120,697	3,906	-	-	-	-	-
Total receipts	120,697	3,906	3,265	-	-	-	89,125
Disbursements:							
Personal services	-	-	-	-	-	-	48,351
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	661	5,593	-	-	-	-	37,745
Total disbursements	661	5,593	-	-	-	-	86,096
Excess (deficiency) of receipts over disbursements	120,036	(1,687)	3,265	-	-	-	3,029
Cash and investments - ending	\$ 120,036	\$ 10,749	\$ 11,423	\$ 2,500	\$ 506	\$ 4,198	\$ (45,853)

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

	Br Co Domestic Violence Task	Prescription Drug Abuse Program	P & Z Project	Title III Hava	Title III Sec 101	Juvenile AAC Ability Grant	Jail Lease Rental
Cash and investments - beginning	\$ 1,118	\$ 500	\$ 10,000	\$ 49,300	\$ -	\$ 593	\$ 308,552
Receipts:							
Taxes	-	-	-	-	-	-	565,426
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	271	-	55,948
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	-	-	-	-	271	-	621,374
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	592,000
Other disbursements	294	-	-	-	-	-	-
Total disbursements	294	-	-	-	-	-	592,000
Excess (deficiency) of receipts over disbursements	(294)	-	-	-	271	-	29,374
Cash and investments - ending	<u>\$ 824</u>	<u>\$ 500</u>	<u>\$ 10,000</u>	<u>\$ 49,300</u>	<u>\$ 271</u>	<u>\$ 593</u>	<u>\$ 337,926</u>

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

	Economic Dev Comm - Ober Grant	Loan-Road Improvement Fund	4-H Fair Const' Loan	Sheriff DNR Distribution	Sub Treatment-Rec. (Start)	Title III - Fire	Public Safety LOIT Distribution
Cash and investments - beginning	\$ 2,000	\$ -	\$ -	\$ (87)	\$ 825	\$ 4,349	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	2,250	2,944	-	661,427
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	1,996,605	496,202	-	-	-	-
Total receipts	-	1,996,605	496,202	2,250	2,944	-	661,427
Disbursements:							
Personal services	-	-	-	2,416	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	1,142,457	15,000	-	-	-	661,414
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	1,900	-	-
Total disbursements	-	1,142,457	15,000	2,416	1,900	-	661,414
Excess (deficiency) of receipts over disbursements	-	854,148	481,202	(166)	1,044	-	13
Cash and investments - ending	<u>\$ 2,000</u>	<u>\$ 854,148</u>	<u>\$ 481,202</u>	<u>\$ (253)</u>	<u>\$ 1,869</u>	<u>\$ 4,349</u>	<u>\$ 13</u>

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

	Oper Levy Freeze Stabilization	CAGIT-Prop Tax Oper Levy	Commercial Veh Excise Tax	Sheriff's Service Fees - Retirement	Van Buren Fire Dept Grant	Redevelopment Commission
Cash and investments - beginning	\$ 636,376	\$ -	\$ -	\$ 1,365	\$ -	\$ -
Receipts:						
Taxes	-	529,142	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	92,520	-	-	-
Charges for services	-	-	-	-	141,342	-
Fines and forfeits	-	-	-	8,651	-	-
Other receipts	-	-	-	-	117,622	41,700
Total receipts	<u>-</u>	<u>529,142</u>	<u>92,520</u>	<u>8,651</u>	<u>258,964</u>	<u>41,700</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	400,051	-	-	-	112,342	-
Capital outlay	-	-	-	-	62,825	-
Other disbursements	190,174	529,142	92,125	8,407	-	-
Total disbursements	<u>590,225</u>	<u>529,142</u>	<u>92,125</u>	<u>8,407</u>	<u>175,167</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(590,225)</u>	<u>-</u>	<u>395</u>	<u>244</u>	<u>83,797</u>	<u>41,700</u>
Cash and investments - ending	<u>\$ 46,151</u>	<u>\$ -</u>	<u>\$ 395</u>	<u>\$ 1,609</u>	<u>\$ 83,797</u>	<u>\$ 41,700</u>

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

	Public Health Coordinator - Biot	Bioterrorism Cash Allow	Bioterrorism Supplemental A	EMS Grant Fund	Victim Assist. Prog. Fed	Inmate Incentive Payments
Cash and investments - beginning	\$ 286	\$ 6,469	\$ 9,180	\$ 15,726	\$ (48,308)	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	32,563	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	-	-	6,660	400
Total receipts	-	-	-	-	39,223	400
Disbursements:						
Personal services	-	-	-	-	53,519	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	-	-	-	-	53,519	-
Excess (deficiency) of receipts over disbursements	-	-	-	-	(14,296)	400
Cash and investments - ending	<u>\$ 286</u>	<u>\$ 6,469</u>	<u>\$ 9,180</u>	<u>\$ 15,726</u>	<u>\$ (62,604)</u>	<u>\$ 400</u>

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

	Buyout Grant	Buyout Grant 2	B.C. Tobacco Free Partner	Tobacco Fund III	Br Co EMA Grant Fund	EMA Donations
Cash and investments - beginning	\$ 192,051	\$ (40,238)	\$ (14,258)	\$ 29,789	\$ 3,537	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	166,382	207,071	30,000	8,617	2,381	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	1,763	-	-	-	1,000	3,381
Total receipts	<u>168,145</u>	<u>207,071</u>	<u>30,000</u>	<u>8,617</u>	<u>3,381</u>	<u>3,381</u>
Disbursements:						
Personal services	-	-	-	3,651	-	-
Supplies	-	-	8,842	-	-	-
Other services and charges	365,761	165,070	6,900	2,288	-	-
Capital outlay	-	-	-	5,465	-	-
Other disbursements	-	1,763	-	-	6,762	-
Total disbursements	<u>365,761</u>	<u>166,833</u>	<u>15,742</u>	<u>11,404</u>	<u>6,762</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(197,616)</u>	<u>40,238</u>	<u>14,258</u>	<u>(2,787)</u>	<u>(3,381)</u>	<u>3,381</u>
Cash and investments - ending	<u>\$ (5,565)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 27,002</u>	<u>\$ 156</u>	<u>\$ 3,381</u>

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

	2011 EMPG Competitive	Local Health Maint Grant	Health Maint II-Tobacco	Master Tobacco III A	Health Bonus Base Grant (Emerg Prep)	Public Defender Board
Cash and investments - beginning	\$ -	\$ 18,510	\$ 49,180	\$ -	\$ -	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	3,375	20,000	13,139	-	16,158	15,823
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total receipts	<u>3,375</u>	<u>20,000</u>	<u>13,139</u>	<u>-</u>	<u>16,158</u>	<u>15,823</u>
Disbursements:						
Personal services	-	19,205	2,539	-	-	103,855
Supplies	-	947	1,485	-	1,922	577
Other services and charges	-	-	-	5,447	6,500	5,827
Capital outlay	3,458	-	-	-	7,708	-
Other disbursements	-	-	-	-	-	-
Total disbursements	<u>3,458</u>	<u>20,152</u>	<u>4,024</u>	<u>5,447</u>	<u>16,130</u>	<u>110,259</u>
Excess (deficiency) of receipts over disbursements	<u>(83)</u>	<u>(152)</u>	<u>9,115</u>	<u>(5,447)</u>	<u>28</u>	<u>(94,436)</u>
Cash and investments - ending	<u>\$ (83)</u>	<u>\$ 18,358</u>	<u>\$ 58,295</u>	<u>\$ (5,447)</u>	<u>\$ 28</u>	<u>\$ (94,436)</u>

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

	Cities Readiness VII	Prosecutor Investigator Grant	Helmsburg Br Co Water Grant	Stormwater Project Dr-09-094	Health Base Grant 2013	Totals
Cash and investments - beginning	\$ -	\$ 860	\$ (127,151)	\$ 126,776	\$ -	\$ 14,368,297
Receipts:						
Taxes	-	-	-	-	-	10,435,051
Licenses and permits	-	-	-	-	-	68,641
Intergovernmental	3,349	34,410	-	-	9,504	5,168,338
Charges for services	-	-	-	-	-	2,224,197
Fines and forfeits	-	-	-	-	-	1,282,229
Other receipts	260	-	126,776	-	-	22,854,408
Total receipts	3,609	34,410	126,776	-	9,504	42,032,864
Disbursements:						
Personal services	-	36,639	-	-	-	7,212,772
Supplies	1,685	-	-	-	1,471	1,014,253
Other services and charges	2,675	-	-	-	7,144	6,326,768
Capital outlay	-	-	-	-	475	1,263,381
Other disbursements	-	-	-	126,776	-	26,715,136
Total disbursements	4,360	36,639	-	126,776	9,090	42,532,310
Excess (deficiency) of receipts over disbursements	(751)	(2,229)	126,776	(126,776)	414	(499,446)
Cash and investments - ending	<u>\$ (751)</u>	<u>\$ (1,369)</u>	<u>\$ (375)</u>	<u>\$ -</u>	<u>\$ 414</u>	<u>\$ 13,868,851</u>

BROWN COUNTY
SCHEDULE OF PAYABLES AND RECEIVABLES
December 31, 2013

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	<u>\$ 5,946,200</u>	<u>\$ 4,705,294</u>

BROWN COUNTY
SCHEDULE OF LEASES AND DEBT
December 31, 2013

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
Fifth Third Securities Inc.	Pay for new Jail/Law Enforcement Building	\$ 583,736	1/15/2014	1/15/2030
AT & T Capital	E 911	<u>73,843</u>	9/1/2005	12/1/2014
Total of annual lease payments		<u>\$ 657,579</u>		

Type	Description of Debt Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:			
General obligation bonds	Payment for loan toward Roads	\$ 2,000,000	\$ 537,579
Tax anticipation warrants	Payment for loan toward 4-H Fair Projects	<u>500,000</u>	<u>74,610</u>
Totals		<u>\$ 2,500,000</u>	<u>\$ 612,189</u>

BROWN 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	\$ 6,046,571
Infrastructure	90,752,464
Buildings	1,595,800
Machinery, equipment, and vehicles	<u>3,511,279</u>
Total capital assets	<u>\$ 101,906,114</u>

SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



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

TO: THE OFFICIALS OF BROWN COUNTY, INDIANA

Report on Compliance for Each Major Federal Program

We have audited Brown 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)

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2013-003, 2013-004, 2013-005, 2013-006, 2013-008, and 2013-009. Our opinion on each major federal program is not modified with respect to these matters.

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

Report on Internal Control Over Compliance

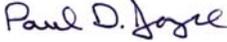
Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types 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.

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

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as items 2013-003, 2013-004, 2013-005, 2013-006, 2013-007, 2013-008, and 2013-009 to be material weaknesses.

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

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


Paul D. Joyce, CPA
State Examiner

August 14, 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 note are presented as intended by the County.

BROWN 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 Commerce</u>				
ARRA - State Broadband Data and Development Grant Program Broad Band Radios	Indiana Department of Commerce	11.558	2013	\$ 2,000
Total - Department of Commerce				<u>2,000</u>
<u>Department of Housing and Urban Development</u>				
CDBG - State-Administered CDBG Cluster Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii Buyout Grant 1 Buyout Grant 2 Van Buren Fire Dept Grant	Indiana Office of Community and Rural Affairs	14.228	DR1HB-009-003 DR1HB-009-004 A192-13-FF-12-101	23,640 17,620 <u>141,342</u>
Total - CDBG - State-Administered CDBG Cluster				<u>182,602</u>
Total - Department of Housing and Urban Development				<u>182,602</u>
<u>Department of Justice</u>				
Crime Victim Assistance Victim Assist. Prog. Fed	Indiana Criminal Justice Institute	16.575	D-312-6391	<u>32,563</u>
Violence Against Women Formula Grants Prosecutor Investigator Grant	Indiana Criminal Justice Institute	16.588	12STPR046	<u>34,410</u>
Total - Department of Justice				<u>66,973</u>
<u>Department of Transportation</u>				
Highway Planning and Construction Cluster Highway Planning and Construction Bridge Inspection	Indiana Department of Transportation	20.205	2013	<u>10,547</u>
Total - Highway Planning and Construction Cluster				<u>10,547</u>
Highway Safety Cluster Alcohol Impaired Driving Countermeasures Incentive Grants I Operation Pullover	Town of Nashville	20.601	OP-11-02-02-11	<u>4,238</u>
Total - Department of Transportation				<u>14,785</u>
<u>Department of Health and Human Services</u>				
Centers for Disease Control and Prevention - Investigations and Technical Assistance	Indiana State Department of Health	93.283	2013	<u>3,447</u>

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

BROWN COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2013
(Continued)

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>Department of Health and Human Services (continued)</u>				
Public Health Emergency Preparedness Cities Readiness	Indiana State Department of Health	93.069	2013	<u>12,711</u>
Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements	Indiana State Department of Health	93.074	2012-2013 Base A-70-3-0532047 2013-2014 Base	13,567 7,609 <u>5,937</u>
Total - Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements				<u>27,113</u>
Child Support Enforcement Clerk Incentive Fund Title IV-D Incentive Fund Circuit Court Clerk's Expenditures County Prosecutor's Expenditures Indirect Cost Collection Agency Share	Indiana Department of Child Services	93.563	2013 2013 2013 2013 2013 2013	1,728 60,331 19,430 75,215 37,178 <u>474</u>
Total - Child Support Enforcement				<u>194,356</u>
Grants to States for Access and Visitation Programs Brown County Family Access Program	Indiana Department of Family and Social Service Administration	93.597	A93-1-97-CS00063989	<u>89,125</u>
Total - Department of Health and Human Services				<u>326,752</u>
<u>Department of Homeland Security</u>				
Hazard Mitigation Grant Brown County Buyout #1 Brown County Buyout #2	Indiana Department of Homeland Security	97.039	C44P-1-049A C44P-1-052A	85,449 <u>33,586</u>
Total - Hazard Mitigation Grant				<u>119,035</u>
Emergency Management Performance Grants EMA Salary Reimbursement	Indiana Department of Homeland Security	97.042	C44P-2-313	<u>19,537</u>
Total - Department of Homeland Security				<u>138,572</u>
Total federal awards expended				<u>\$ 731,684</u>

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

BROWN 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 the 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.

BROWN COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I - Summary of Auditor's Results

Financial Statement:

Type of auditor's report issued:	Adverse as to GAAP; Unmodified as to Regulatory Basis
Internal control over financial reporting:	
Material weaknesses identified?	yes
Significant deficiencies identified?	none reported
Noncompliance material to financial statement noted?	yes

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	yes
Significant deficiencies identified?	none reported
Type of auditor's report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of OMB Circular A-133?	yes

Identification of Major Programs:

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

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

Auditee qualified as low-risk auditee? no

Section II - Financial Statement Findings

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

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

1. Preparation of Financial Statement: Effective internal control over financial reporting involves the identification and analysis of the risks of material misstatement to the County's audited financial statement and then determining how those identified risks should be managed. The County has not identified risks to the preparation of a reliable financial statement and as a result has failed to design effective controls over the preparation of the financial statement to

BROWN COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

prevent, or detect and correct, material misstatements, including notes to the financial statement. The Annual Financial Report submitted through the Gateway system is used to compile the County's financial statement. The Annual Financial Report was not submitted by the County until March 24, 2014. When the Annual Financial Report was compared to the funds ledger, several funds were found to have been excluded as well as some funds having incorrect balances. The County made some corrections and resubmitted the Annual Financial Report on April 3, 2014. The County still did not perform any review to be sure that the financial information agreed to the ledger and some errors still persisted.

- 2 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 material misstatements in a timely manner. Additionally, the County has no process to identify or communicate corrective actions to improve controls. The County Treasurer's bank accounts did not reconcile with the amounts reported in the County Treasurer's Daily Balance of Cash and Depositories by \$8,609 as of December 31, 2013. Additionally, the funds ledger cash reported in the County Treasurer's Daily Balance of Cash and Depositories at December 31, 2013, differed by \$12,569 from the County Auditor's funds ledger. This is an ongoing issue from prior audits and the Board of County Commissioners failed to monitor this situation during 2013.

The failure to establish and maintain internal controls could enable material misstatements or irregularities to remain undetected.

Indiana Code 5-11-1-4(a) states:

"The state examiner shall require from every municipality and every state or local governmental unit, entity, or instrumentality financial reports covering the full period of each fiscal year. These reports shall be prepared, verified, and filed with the state examiner not later than sixty (60) days after the close of each fiscal year. The reports must be in the form and content prescribed by the state examiner and filed electronically in the manner prescribed under Indiana Code 5-14-3.8-7."

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 objections, 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 County Auditors of Indiana, Chapter 14)

BROWN COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

FINDING 2013-002 - INTERNAL CONTROL OVER PREPARATION OF THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

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

During the audit of the SEFA, 23 out of the 30 projects were either incorrectly reported or omitted. Audit adjustments were proposed, accepted by the County, and made to the SEFA presented in this report. These adjustments resulted in a presentation of the SEFA that is materially correct in relation to the financial statement.

Governmental units should have internal controls in effect which provide reasonable assurance regarding the reliability of financial information and records, effectiveness and efficiency of operations, proper execution of management's objections, 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 County Auditors of Indiana, Chapter 14)

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

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

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

- (1) List individual Federal programs by Federal agency. For Federal programs included in a cluster of programs, list individual Federal programs within a cluster of programs. For R&D, total Federal awards expended shall be shown either by individual award or by Federal agency and major subdivision within the Federal agency. For example, the National Institutes of Health is a major subdivision in the Department of Health and Human Services.
- (2) For Federal awards received as a subrecipient, the name of the pass-through entity and identifying number assigned by the pass-through entity shall be included.
- (3) Provide total Federal awards expended for each individual Federal program and the CFDA number or other identifying number when the CFDA information is not available.

BROWN COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

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

Section III - Federal Award Findings and Questioned Costs

FINDING 2013-003 - INTERNAL CONTROLS OVER COMPLIANCE REQUIREMENTS THAT HAVE A DIRECT AND MATERIAL EFFECT TO COMMUNITY DEVELOPMENT BLOCK GRANTS/STATE'S PROGRAM AND NON-ENTITLEMENT GRANTS IN HAWAII

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

CFDA Number: 14.228

Federal Award Number and Year: DR1HB-009-003; DR1HB-009-004; and A192-13-FF-12-101

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

The County has not established an effective internal control system, which would include monitoring the activities of paid consultants, related to the grant agreement and the compliance requirements related to Activities Allowed or Unallowed, Allowable Costs/Cost Principles, Davis-Bacon Act, Procurement and Suspension and Debarment, Program Income, and Reporting. The failure to establish an effective internal control system places the County at risk of material noncompliance.

The County hired paid consultants as grant administrators. They were responsible for complying with the grant agreement and federal grant compliance requirements. The County received all grant documents including grant agreements, invoices, claims, and reports for approval. The County signed the required documents but did not monitor the compliance requirements of the major program. The County relied on the consultants for all federal compliance requirements and did not review their work.

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

BROWN COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

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

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

These deficiencies were reported in the County's 2012 Financial Statement and Federal Single Audit Report. The County's Summary Schedule of Prior Audit Findings, as presented in this report, does not accurately represent the current status of the finding.

OMB Circular A-133, Subpart C, section .315 states in part:

"(b) Summary schedule of prior audit findings. The summary schedule of prior audit findings shall report the status of all audit findings included in the prior audit's schedule of findings and questioned costs relative to Federal awards. The summary schedule shall also include audit findings reported in the prior audit's summary schedule of prior audit findings except audit findings listed as corrected in accordance with paragraph (b)(1) of this section, or no longer valid or not warranting further action in accordance with paragraph (b)(4) of this section."

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

We recommended that the County establish controls to effectively monitor the activities of paid consultants employed by the County to ensure compliance related to the grant agreement and all compliance requirements that have a direct and material effect to the program.

FINDING 2013-004 - INTERNAL CONTROLS OVER COMPLIANCE REQUIREMENTS THAT HAVE A DIRECT AND MATERIAL EFFECT TO HAZARD MITIGATION GRANT

Federal Agency: Department of Homeland Security
Federal Program: Hazard Mitigation Grant
CFDA Number: 97.039
Federal Award Number and Year: C44P-1-049A, C44P-1-052A
Pass-Through Entity: Indiana Department of Homeland Security

The County has not established an effective internal control system, which would include monitoring activities of paid consultants, related to the grant agreement and over compliance requirements related to Activities Allowed or Unallowed, Allowable Costs/Cost Principles, Cash Management, Matching, and Reporting. The failure to establish an effective internal control system places the County at risk of material noncompliance.

The County hired a paid consultant as a grant administrator. The consultant was responsible for complying with the federal grant compliance requirements. The County received all grant documents including grant agreements, invoices, claims, and reports for approval. The County signed the required documents but did not monitor the compliance requirements of the major program. The County relied on the consultant for all federal compliance requirements and did not perform any oversight of their work.

BROWN COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

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

Control activities should be selected and developed at various levels to reduce risks of error and/or fraud related to federal award programs. The County has not separated incompatible activities within the managing of the federal award programs.

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

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

These deficiencies were reported in the County's 2012 Financial Statement and Federal Single Audit Report. The County's Summary Schedule of Prior Audit Findings, as presented in this report, does not accurately represent the current status of the finding.

OMB Circular A-133, Subpart C, section .315 states in part:

"(b) Summary schedule of prior audit findings. The summary schedule of prior audit findings shall report the status of all audit findings included in the prior audit's schedule of findings and questioned costs relative to Federal awards. The summary schedule shall also include audit findings reported in the prior audit's summary schedule of prior audit findings except audit findings listed as corrected in accordance with paragraph (b)(1) of this section, or no longer valid or not warranting further action in accordance with paragraph (b)(4) of this section."

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

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

FINDING 2013-005 - PERIOD OF AVAILABILITY HAZARD MITIGATION GRANT

Federal Agency: Department of Homeland Security
Federal Program: Hazard Mitigation Grant
CFDA Number: 97.039
Federal Award Number and Year: C44P-1-049A, C44P-1-052A
Pass-Through Entity: Indiana Department of Homeland Security

BROWN COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Management of the County has not established an effective internal control system over compliance requirements relating to Period of Availability. The failure to establish an effective internal control system places the County at risk of noncompliance with the grant agreement and the compliance requirements.

We noted five instances of noncompliance with Period of Availability requirements. Claims 33 and 34 were filed for reimbursement for C44P-1-049A for services that occurred after the end of the grant period of June 1, 2013. Claims 10, 11, and 12 were filed for reimbursement for C44P-1-052 for services that occurred after the end of the grant period of June 13, 2012.

When questioned about payments made after the period of availability, the paid consultant requested an extension which was granted by the pass-through agency on March 7, 2014, for C44P-1-049A and C44P-1-052A extending the grants until April 1, 2015.

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

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

The Brown County State-Local Agreement Hazard Mitigation Grant Program Agreement, Section 5.B indicates that the subgrantee shall obligate the funds by June 1, 2013. There was a Supplemental Agreement for additional funds entered into as well and that agreement indicates that the subgrantee shall obligate the funds by June 13, 2013. The Notification of Grant Award provided by the Indiana Department of Homeland Security indicates the grant funds must be obligated by the end of the grant period, or a request for an extension must be filed.

Noncompliance of the grant agreement or the compliance requirements that have a direct and material effect to the program could result in the loss of federal funds to the County.

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

The County and grant administrator should develop procedures to insure grant funds are only disbursed for obligations within the appropriate period of availability. All purchasing individuals should be made aware of each grant's period of availability and definition of obligation. If an extension of the grant is needed it should be requested prior to the end of the grant period.

FINDING 2013-006 - PERIOD OF AVAILABILITY COMMUNITY DEVELOPMENT BLOCK GRANTS/STATE'S PROGRAM AND NON-ENTITLEMENT GRANTS IN HAWAII

Federal Agency: Department of Housing and Urban Development
Federal Program: Community Development Block Grants /State's Program and Non-Entitlement Grants in Hawaii
CFDA Number: 14.228
Federal Award Number and Year: DR1HB-009-003, DR1HB-009-004
Pass-Through Entity: Office of Community and Rural Affairs

BROWN COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Management of the County has not established an effective internal control system over compliance requirements relating to Period of Availability. The failure to establish an effective internal control system places the County at risk of noncompliance with the grant agreement and the compliance requirements.

We noted five instances of noncompliance with period of availability requirements. Claims 33 and 34 were filed for reimbursement for DR1HB-009-003 for services that occurred after the end of the grant period June 13, 2013. Claims 10, 11, and 12 were filed for grant DR1HB-009-004 after the end of the grant period June 13, 2013.

When questioned about payments made after the period of availability, the paid consultant requested an extension which was granted by the pass-through agency on May 15, 2014, for DR1HB-009-003 and DR1HB-009-004 extending the grants until December 26, 2014.

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

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

The Grant Award Agreements with Indiana Housing and Community Development Authority, Item 5, Term of Agreement states: "This agreement shall be effective as of the date hereof and shall remain in effect until the termination date set forth in the DHS Agreement (Refer to Finding No. 2013-005), except as extended by written consent of the parties, unless sooner terminated as provided herein (the 'Term')."

Noncompliance of the grant agreement or the compliance requirements that have a direct and material effect to the program could result in the loss of federal funds to the County.

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

The County and grant administrator should develop procedures to insure grant funds are only disbursed for obligations within the appropriate period of availability. All purchasing individuals should be made aware of each grant's period of availability and definition of obligation. If an extension of the grant is needed it should be requested prior to the end of the grant period.

FINDING 2013-007 - CASH MANAGEMENT AND REPORTING CHILD SUPPORT ENFORCEMENT

Federal Agency: Department of Health and Human Services
Federal Program: Child Support Enforcement
CFDA Number: 93.563
Federal Award Number and Year: 2013
Pass-Through Entity: Indiana Department of Child Services

Management of the County has not established an effective internal control system, which would include segregation of duties, related to the grant agreement and some of the compliance requirements that have a direct and material effect to the program. This includes the following compliance requirements: Cash Management and Reporting. The failure to establish an effective internal control system places the County at

BROWN COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

risk of noncompliance with the grant agreement and the compliance requirement. A lack of segregation of duties within an internal control system could also allow noncompliance with compliance requirements and allow the misuse and mismanagement of federal funds and assets by not having proper oversight, reviews, and approvals over the activities of the program.

Monthly expense claims submitted for Circuit Court Clerk's Expenditures were prepared and certified by the Clerk. There were no segregation of duties in preparing and certifying the monthly reimbursement claim.

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

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

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

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

We recommended that the County establish controls to ensure all grant requirements are complied with.

***FINDING 2013-008 - ALLOWABLE COSTS/COST PRINCIPLES
RELATING TO CHILD SUPPORT ENFORCEMENT***

Federal Agency: Department of Health and Human Services
Federal Program: Child Support Enforcement
CFDA Number: 93.563
Federal Award Number and Year: 2013
Pass-Through Entity: Indiana Department of Child Services

Management of the County has not established an effective internal control system over compliance requirements relating to Allowable Costs/Cost Principles. The failure to establish an effective internal control system places the County at risk of noncompliance with the grant agreement and the compliance requirements.

The County was required to maintain time and effort reports on all full and part-time employees paid from the grant. There were no reports being maintained by the Prosecutor's Office, the Clerk's Office or for salaries reimbursed to the Cumulative Capital Development fund to fulfill this requirement.

BROWN COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

OMB Circular A-87, Attachment B, item 8h, states in part:

". . . (3) Where employees are expected to work solely on a single Federal award or cost objective, charges for their salaries and wages will be supported by periodic certifications that the employees worked solely on that program for the period covered by the certification. These certifications will be prepared at least semi-annually and will be signed by the employee or supervisory official having first-hand knowledge of the work performed by the employee.

(4) Where employees work on multiple activities or cost objectives, a distribution of their salaries or wages will be supported by personnel activity reports or equivalent documentation which meets the standards in subsection (5) unless a statistical sampling system (see subsection (6)) or other substitute system has been approved by the cognizant Federal agency. . . ."

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

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

Noncompliance of the grant agreement or the compliance requirements that have a direct and material effect to the program could result in the loss of federal funds to the County.

We recommended that the County establish controls and procedures to maintain time and effort reports as required by the program.

***FINDING 2013-009 - EQUIPMENT AND REAL PROPERTY
MANAGEMENT CHILD SUPPORT ENFORCEMENT***

Federal Agency: Department of Health and Human Services
Federal Program: Child Support Enforcement
CFDA Number: 93.563
Federal Award Number and Year: 2013
Pass-Through Entity: Indiana Department of Child Services

The County has not established an effective internal control system related to the Equipment and Real Property Management compliance requirement. The failure to establish an effective internal control system places the County at risk of noncompliance with the grant agreement and the compliance requirements.

The County does not maintain records that identify equipment and other property acquired with federal monies. No system exists to provide separate identification for items acquired with federal and nonfederal funds. No physical inventory of federally purchased equipment was presented for audit. The County used their Child Support Program funds to purchase equipment to be used for the program.

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

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

BROWN COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

45 CFR 92.32(d) states:

"Management requirements. Procedures for managing equipment (including replacement equipment), whether acquired in whole or in part with grant funds, until disposition takes place will, as a minimum, meet the following requirements:

- (1) Property records must be maintained that include a description of the property, a serial number or other identification number, the source of property, who holds title, the acquisition date, and cost of the property, percentage of Federal participation in the cost of the property, the location, use and condition of the property, and any ultimate disposition data including the date of disposal and sale price of the property.
- (2) A physical inventory of the property must be taken and the results reconciled with the property records at least once every two years.
- (3) A control system must be developed to ensure adequate safeguards to prevent loss, damage, or theft of the property. Any loss, damage, or theft shall be investigated.
- (4) Adequate maintenance procedures must be developed to keep the property in good condition.
- (5) If the grantee or subgrantee is authorized or required to sell the property, proper sales procedures must be established to ensure the highest possible return."

Failure to maintain detailed and accurate equipment and property records and to reconcile physical inventory could result in assets being lost, stolen, misappropriated, or disposed of improperly, and not detected within a reasonable time.

We recommended that the County design and properly monitor controls and procedures that would ensure accurate detailed equipment and property records are maintained and that inventories of property and equipment are conducted at least once every two years and reconciled to the detailed equipment and property records. Any significant differences should be investigated and the appropriate adjustments made to the records. Also, any assets acquired with federal funds must be designated as such so that they are not disposed of improperly.

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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.



Glenda Stogsdill
Brown County Auditor
201 Locust Lane
P. O. Box 37
Nashville, IN 47448
(812) 988-5485

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2012-3 – Segregation of Duties – Internal Control

Original Assigned SBA Audit Report Number: B42314
Report Period: January 1, 2012 to December 31, 2012
Federal Grantor Agency: U.S. Department of Housing and Urban Development
Federal Program: CDBG/State's Program and Non-Entitlement Grants in Hawaii
CFDA Number: 14.228
Pass-Through Entity: Office of Community and Rural Affairs; Indiana Housing and Community Development Authority
Contact Person Responsible for Corrective Action: Glenda Stogsdill
Contact Phone Number: 812-988-5485

Status of Audit Finding: The County entrusts Compliance Requirements with Grant Administrators Kenna Consulting and ARa.. Furthermore, since the County is the Grant Recipient and ultimately responsible for Compliance requirements, the County Auditor and County Administrator will monitor and select control activities which will be developed in both offices to reduce risk of error and or fraud related to Federal Grants.

FINDING 2012-4 – Segregation of Duties – Internal Control

Original Assigned SBA Audit Report Number: B42314
Report Period: January 1, 2012 to December 31, 2012
Federal Grantor Agency: U.S. Department of Homeland Security
Federal Program: Hazard Mitigation Grant
CFDA Number: 97.039
Pass-Through Entity: Indiana Department of Homeland Security
Contact Person Responsible for Corrective Action: Glenda Stogsdill
Contact Phone Number: 812-988-5485

Status of Audit Finding: The County entrusts compliance requirements with Grant Administrators and ARa. Furthermore, since the County is the Grant Recipient and ultimately responsible for compliance requirements, the County Auditor and County Administrator will monitor and select control activities which will be developed in both offices to reduce risk of error and or fraud related to Federal Grants.

Glenda Stogsdill
(Signature)

Auditor
(Title)

5/28/14
(Date)



Glenda Stogsdill
Brown County Auditor
201 Locust Lane
P. O. Box 37
Nashville, IN 47448
(812) 988-5485

CORRECTIVE ACTION PLAN

FINDING 2013-001

Contact Person Responsible for Corrective Action: Glenda K. Stogsdill
Contact Phone Number: 812-988-5485

Description of Corrective Action Plan: The Head Bookkeeper will take more time entering the Financial Reporting in Gateway. We will compare Harris with Gateway and make sure it balances.

The Treasurer and Auditor has been working on the differences for the past year and will continue to monitor the accounts. Great changes have occurred in balancing the funds during the past year. Although we still have unbalanced funds we are making every effort to rectify the differences.

Anticipated Completion Date: December 31, 2014

Glenda Stogsdill
(Signature)

Auditor
(Title)

8/13/14
(Date)



Glenda Stogsdill
Brown County Auditor
201 Locust Lane
P. O. Box 37
Nashville, IN 47448
(812) 988-5485

CORRECTIVE ACTION PLAN

FINDING 2013-002

Contact Person Responsible for Corrective Action: Glenda K. Stogsdill
Contact Phone Number: 812-988-5485

Description of Corrective Action Plan: We will review and report in Gateway. The Commissioners and the County Administrator will continue to work to provide all information correctly.

Anticipated Completion Date: 9/1/14

Glenda Stogsdill
(Signature)

Auditor
(Title)

8/13/14
(Date)



Glenda Stogsdill
Brown County Auditor
201 Locust Lane
P. O. Box 37
Nashville, IN 47448
(812) 988-5485

CORRECTIVE ACTION PLAN

FINDING 2013-003

Contact Person Responsible for Corrective Action: Glenda K. Stogsdill
Contact Phone Number: 812-988-5485

Description of Corrective Action Plan: The County will implement Control Procedures and monitor all grants maintained by the Grant Administrator for accuracy and Compliance.

Anticipated Completion Date: 9/1/14

Glenda Stogsdill
(Signature)

Auditor
(Title)

8/13/14
(Date)



Glenda Stogsdill
Brown County Auditor
201 Locust Lane
P. O. Box 37
Nashville, IN 47448
(812) 988-5485

CORRECTIVE ACTION PLAN

FINDING 2013-004

Contact Person Responsible for Corrective Action: Glenda K. Stogsdill
Contact Phone Number: 812-988-5485

Description of Corrective Action Plan: The County will implement Internal Control procedures and monitor all Grants maintained by the Grant Administrator for accuracy and compliance.

Anticipated Completion Date: November 30, 2014

Glenda Stogsdill
(Signature)

Auditor
(Title)

8/13/14
(Date)



Glenda Stogsdill
Brown County Auditor
201 Locust Lane
P. O. Box 37
Nashville, IN 47448
(812) 988-5485

CORRECTIVE ACTION PLAN

FINDING 2013-005

Contact Person Responsible for Corrective Action: Glenda K. Stogsdill
Contact Phone Number: 812-988-5485

Description of Corrective Action Plan: We will monitor the expiration date on the Grants.
If there are claims that are outstanding at the expiration date we will ask for an extension.

Anticipated Completion Date: September 1, 2014

Glenda Stogsdill
(Signature)

Auditor
(Title)

8/13/14
(Date)



Glenda Stogsdill
Brown County Auditor
201 Locust Lane
P. O. Box 37
Nashville, IN 47448
(812) 988-5485

CORRECTIVE ACTION PLAN

FINDING 2013-006

Contact Person Responsible for Corrective Action: Glenda K. Stogsdill
Contact Phone Number: 812-988-5485

Description of Corrective Action Plan: The County will implement internal controls over the Grants besides the Grant Administrator.

Anticipated Completion Date :September 1, 2014

Glenda Stogsdill
(Signature)

Auditor
(Title)

8/13/14
(Date)

Clerk of the Brown Circuit Court
88th Judicial Circuit

Beth A. Mulry
Courthouse
20 E. Main Street
PO Box 85
Nashville, IN 47448
Phone - (812) 988-5510
Fax - (812) 988-5562

CORRECTIVE ACTION PLAN

FINDING 2013-007

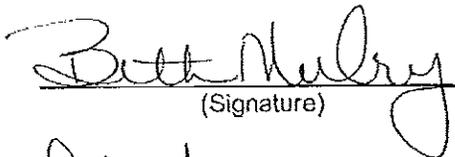
Contact Person Responsible for Corrective Action: Beth Mulry
Contact Phone Number: 812-988-510

Description of Corrective Action Plan:

Clerk has contracted with Maximus to prepare monthly expense reporting claims. Clerk will certify the reports and submit to the State. Incentive Expenditure Reports will be prepared by one individual and reviewed and certified by a different person.

Clerk notes that the required online reporting tool created by the State asks if you are both preparing and certifying a report. This practice is allowed on that tool. This office will no longer have one person be both preparer and certifier on these reports. That practice has ceased.

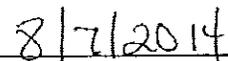
Anticipated Completion Date: August 1, 2014



(Signature)



(Title)



(Date)

Clerk of the Brown Circuit Court
88th Judicial Circuit

Beth A. Mulry
Courthouse
20 E. Main Street
PO Box 85
Nashville, IN 47448
Phone - (812) 988-5510
Fax - (812) 988-5562

CORRECTIVE ACTION PLAN

FINDING 2013-008

Contact Person Responsible for Corrective Action: Beth Mulry
Contact Phone Number: 812-988-510

Description of Corrective Action Plan:

Clerk has contracted with Maximus to prepare monthly expense reporting claims. Maximus will utilize the Record of Monthly Time, or another appropriate form, to document each employee's IV-D time. These forms will be signed by each employee prior to report submission.

Anticipated Completion Date: September 1, 2014

Beth Mulry
(Signature)

Clerk
(Title)

8/7/2014
(Date)

Office of the Prosecuting Attorney
James R. Oliver
Prosecuting Attorney
88th Judicial Circuit
Child Support Division
P.O. Box 1008
Old School Way
Nashville, Indiana 47448
(812) 988-5470

James R. Oliver
Prosecuting Attorney

Danetta J. Dorsett
Title IV-D Administrator

CORRECTIVE ACTION PLAN

FINDING 2013-008

Contact Person Responsible for Corrective Action: James Oliver
Contact Phone Number: 812-988-5470

Description of Corrective Action Plan:

We have implemented timesheets that certify the personal services claimed were paid for jobs performances as IV-D employees. I also certify that the expenditures are in accordance with federal, state and county laws, regulations and policies pertaining to the Title IV-D program. Pay period starting August 4th, 2014, will be the first approved timesheet. Each employee will sign to certify that all personal services claimed on the monthly expenditure reports from January 1, thru August 3rd were for IV-D duties only.

Please see attachments:

New timesheets
Certification for time period prior to August 4th, 2014.

Anticipated Completion Date:

August 13, 2014



(Signature)
Prosecutor

(Title)

Office of the Prosecuting Attorney
James R. Oliver
Prosecuting Attorney
88th Judicial Circuit
Child Support Division
P.O. Box 1008
Old School Way
Nashville, Indiana 47448
(812) 988-5470

James R. Oliver
Prosecuting Attorney

Danetta J. Dorsett
Title IV-D Administrator

CORRECTIVE ACTION PLAN

FINDING 2013-008

Contact Person Responsible for Corrective Action: James Oliver
Contact Phone Number: 812-988-5470

Description of Corrective Action Plan:

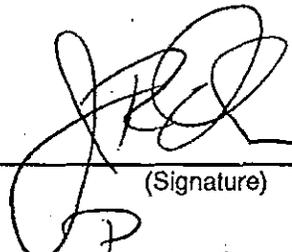
All IV-D employees will sign a timesheet that has been approved by Michael Browning, of State Board of Accounts. Pay period starting August 4th, 2014, will be the first approved timesheet. Each employee will sign to certify that all personal services claimed on the monthly expenditure reports from January 1, thru August 3rd, were for IV-D duties only.

Please see attachments:

New timesheets
Certification for time period prior to August 4th, 2014.

Anticipated Completion Date:

August 12, 2014



(Signature)
Prosecutor

(Title)



Glenda Stogsdill
Brown County Auditor
201 Locust Lane
P. O. Box 37
Nashville, IN 47448
(812) 988-5485

CORRECTIVE ACTION PLAN

FINDING 2013-009

Contact Person Responsible for Corrective Action: Glenda K. Stogsdill
Contact Phone Number: 812-988-5485

Description of Corrective Action Plan: The County will establish a program to list all the fixed assets the County has and will distinguish between the County equipment and anything that has been purchased with Federal Funds.

Anticipated Completion Date :November 30, 2014

Glenda Stogsdill
(Signature)

Auditor
(Title)

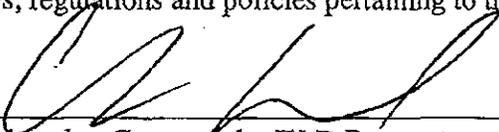
8/13/14
(Date)

Office of the Prosecuting Attorney
James R. Oliver
Prosecuting Attorney
88th Judicial Circuit
Child Support Division
P.O. Box 1008
Old School Way
Nashville, Indiana 47448
(812)988-5473

Christopher Campaniolo
Deputy Prosecuting Attorney

Danetta J. Dorsett
Title IV-D Administrator

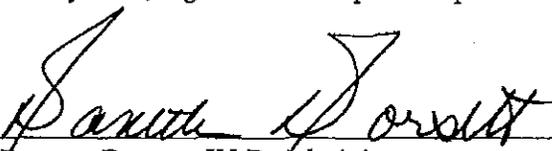
I, Christopher Campaniolo, certify, under the penalty of perjury, that the Personal service claimed for January thru August 1, 2, and 3 of 2014, were paid for the job performances as the IV-D Prosecutor. I also certify that the expenditures are in accordance with federal, state and county laws, regulations and policies pertaining to the Title IV-D program.



Christopher Campaniolo, IV-D Prosecutor

August 12, 2014
date

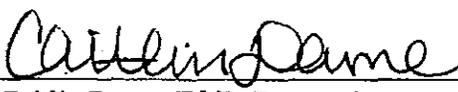
I Danetta Dorsett, certify, under the penalty of perjury, that the Personal service claimed for January thru August 1, 2, and 3 of 2014, were paid for the job performances as the IV-D Administrator. I also certify that the expenditures are in accordance with federal, state and county laws, regulations and policies pertaining to the Title IV-D program.



Danetta Dorsett, IV-D Administrator

Aug. 12, 2014
date

I Caitlin Dame, certify, under the penalty of perjury, that the Personal service claimed for May 12 thru August 1, 2, and 3 of 2014, were paid for the job performances as the IV-D Caseworker. I also certify that the expenditures are in accordance with federal, state and county laws, regulations and policies pertaining to the Title IV-D program.



Caitlin Dame, IV-D Caseworker

8/12/2014
date

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/>.