

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

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



FILED
03/06/2015

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Pauline E. Graff	01-01-11 to 12-31-14
Treasurer	Jackie L. Meyers	01-01-13 to 12-31-16
Clerk	Wendy S. Hudson	01-01-11 to 12-31-14
Sheriff	Bradley D. Rogers	01-01-11 to 12-31-14
Recorder	Jerry L. Weaver	01-01-11 to 12-31-14
President of the Board of County Commissioners	Terry J. Rodino	01-01-13 to 12-31-14
President of the County Council	John K. Letherman	01-01-13 to 12-31-14



STATE OF INDIANA
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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF ELKHART COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of Elkhart 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 December 22, 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.

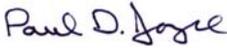
Accompanying Information

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

December 22, 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 ELKHART 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 Elkhart 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 December 22, 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 a material weakness.

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

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

Compliance and Other Matters

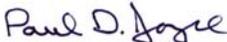
As part of obtaining reasonable assurance about whether the County's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Questioned Costs as item 2013-001.

Elkhart 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

December 22, 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.

ELKHART 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
After Settlement Collections	\$ 4,469,771	\$ 5,577,033	\$ 4,469,771	\$ 5,577,033
Sheriff's Inmate Trust	72,020	2,193,048	2,203,221	61,847
Jail Commissary	53,969	554,864	513,277	95,556
Clerk's Trust	1,123,504	21,536,752	21,116,215	1,544,041
General	6,853,515	34,501,562	36,407,388	4,947,689
Accident Report	10,452	23,942	16,804	17,590
CAGIT - Special Legislation	32,008	-	442	31,566
CAGIT County Certified Shares	-	8,308,537	8,234,551	73,986
CEDIT County Share	2,219,204	4,254,638	3,468,154	3,005,688
Clerk's Records Perpetuation	172,455	55,688	49,133	179,010
Congressional School Interest	80,679	-	1,834	78,845
Congressional School Principal	45,862	-	-	45,862
Convention Visitor and Tourism Promotion	1	1,200,001	1,200,000	2
Prisoner Reimbursement For Incarceration	2,325,963	2,917,676	3,190,256	2,053,383
Sales Disclosure - County Share	80,013	39,910	83,133	36,790
Cumulative Bridge	1,765,839	738,671	1,387,227	1,117,283
Cumulative Building	269,075	-	52,672	216,403
Cumulative Capital Development	1,950,875	1,013,402	1,273,908	1,690,369
Cumulative Drainage	870,048	403,253	335,462	937,839
Cumulative Jail	3,690,505	7,240,611	9,492,905	1,438,211
Cumulative Voting System	409,019	35,133	189,371	254,781
Drug Free Community	235,736	188,588	254,176	170,148
Economic Development Fee	3,000	-	-	3,000
Electronic Map Generation	48,119	27,247	29,632	45,734
Emergency Planning/Right To Know	131,354	10,321	13,898	127,777
Emergency Telephone System	511,277	1,421,303	1,352,028	580,552
Enhanced Access	-	24,353	10,591	13,762
Extradition and Sheriff's Assistance	240,294	48,023	99,040	189,277
Firearms Training	50,657	75,884	88,549	37,992
Health	634,936	2,545,539	2,488,814	691,661
Identification Security Protection	112,463	15,541	70,542	57,462
Levy Excess	255,788	-	255,788	-
Local Health Maintenance	166,869	72,764	63,391	176,242
Local Road and Street	1,092,575	1,281,805	1,086,458	1,287,922
Major Bridge	2,187,522	1,686,769	2,855,669	1,018,622
Major Moves Construction	9,427,616	2,910,494	1,195,528	11,142,582
Misdemeanant	76,341	119,431	22,887	172,885
Motor Vehicle Highway	3,614,405	5,285,437	4,204,498	4,695,344
Park Nonreverting Capital	324,796	67,810	35,620	356,986
Park Nonreverting Operating	177,386	129,493	100,747	206,132
Plat Book	209,193	42,870	34,023	218,040
Rainy Day	1,567,285	10,519	1,300,000	277,804
Reassessment - 2009	563,902	-	563,902	-
Reassessment - 2015	562,250	839,408	381,735	1,019,923
Recorder's Records Perpetuation	195,634	296,919	202,568	289,985
Sheriff's Pension Trust	148,414	293,718	402,479	39,653
Supplemental Public Defender Services	83,266	128,696	49,173	162,789
Surplus Tax	1,178,269	295,091	721,963	751,397
Surveyor's Corner Perpetuation	60,419	34,700	23,638	71,481
Tax Sale Redemption	16,810	889,769	858,626	47,953
Tax Sale Surplus	3,472,749	4,041,521	3,483,903	4,030,367
Unsafe Building	21,293	13,504	31,788	3,009
GAL/CASA	-	45,845	45,845	-
Auditors Ineligible Deductions	248,158	206,729	41,746	413,141
County Elected Officials Training	21,500	15,564	2,580	34,484
Park And Recreation	115,388	1,303,270	1,269,151	149,507
County Offender Transportation Fund	8,738	5,160	-	13,898
Statewide 911	1,447,993	1,247,341	1,121,167	1,574,167
Abandoned Vehicle	9,839	11,229	5,157	15,911
Supplemental Adult Probation Services	299,939	818,933	938,492	180,380
Supplemental Juvenile Probation Services	60,113	24,537	49,559	35,091
Alternative Dispute Resolution	13,002	18,328	10,955	20,375

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

ELKHART 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
Debt Service	9,093,916	6,364,807	6,326,725	9,131,998
Self-Insurance	365,458	12,274,978	12,277,105	363,331
Payroll Clearing	112,160	36,512,004	36,513,134	111,030
Settlement	-	180,618,799	180,618,799	-
Wheel Tax	6,690	569,939	576,629	-
Sur Tax	-	4,075,985	4,075,985	-
CVET Agency	-	1,356,180	1,356,180	-
Weed Lien Collections	2,222	810	-	3,032
Sewage Collections	-	231,484	231,484	-
Financial Institution Tax	-	1,139,096	1,139,096	-
HEA 1001 State Homestead Credit	28,376	159	-	28,535
State Fines and Forfeitures	123,856	713,050	747,360	89,546
Infraction Judgements	32,902	456,422	458,954	30,370
Special Death Benefit	1,460	15,435	15,965	930
Coroners Training & Con't Education	2,254	21,398	21,758	1,894
DLGF Homestead Property Database	30	187	133	84
Child Restraint Violations Fines	450	4,075	4,200	325
Inheritance Tax	1,174,855	1,508,860	2,647,284	36,431
Education Plate Fees Agency	-	4,144	4,144	-
Riverboat Revenue Sharing	-	1,170,324	1,170,324	-
CAGIT Distribution	-	21,715,330	21,715,330	-
CEDIT Distribution	-	7,522,039	7,522,039	-
City/Town Ordinance Violations Fines	80,894	37,932	118,827	(1)
93.563 Title IV-D ARRA	20,225	-	20,225	-
93.563 ARRA Clerk IV-D Incentive	24,323	-	24,323	-
93.563 Title IV-D Incentive	292,865	93,733	191,211	195,387
93.563 Prosecutor IV-D Incentive-Post Oct '99	337,767	141,022	82,609	396,180
93.563 Clerk IV-D Incentive-Post Oct '99	177,915	95,369	56,910	216,374
Dental Project MCH	(40,661)	46,500	27,993	(22,154)
Medical Reserve Core	4,550	16,294	8,465	12,379
Prenatal Substance Abuse Grant	(10,009)	26,210	18,889	(2,688)
Childhood Lead Poison Prevention	61	-	-	61
Diabetes Grant	2,946	-	-	2,946
MCH Grant	375,710	554,582	562,990	367,302
WIC Grant	(187,735)	1,045,778	939,176	(81,133)
Public Health Coordinator Grant	4,181	37,665	37,664	4,182
Highway Safety Grant	(2,157)	65,719	56,278	7,284
Tax Billing System	14,231	-	-	14,231
Tax Management System	182,962	-	-	182,962
Court Improvement Grant	3,244	9,249	6,552	5,941
Edward Byrne Memorial Fund	1,846	-	-	1,846
Aggressive Driving Grant	113	4,922	4,922	113
Sexually Transmitted Disease Grant	(4,804)	39,108	36,086	(1,782)
STOP Grant - Victim Assistance	(8,825)	26,113	25,235	(7,947)
Pros Atty Special Project Fees	232,118	276,192	319,401	188,909
Fatal Alcohol Crash Grant	(24,943)	77,099	52,156	-
User Fee	120,115	30,867	15,241	135,741
Jury Pay	97,607	23,508	75,000	46,115
Law Enforcement Continuing Ed	10,931	11,929	5,384	17,476
Pretrial Diversion	5,932	38,608	42,840	1,700
Park Donations	211,541	124,876	104,172	232,245
War Memorial Donations	603	3,840	1,985	2,458
IN Tobacco Prevent & Cess Grant	45,938	64,380	121,997	(11,679)
Infraction Deferral Program	26,321	284,920	289,202	22,039
Redevelopment Commission	4,994	-	2,741	2,253
3 Million Federal Stimulus Grant	155,854	636,956	916,034	(123,224)
County Seizure Asset	395,881	219,661	221,835	393,707
CTP - Community Corrections	333,898	144,988	108,486	370,400
Vaccines for Children	21	-	-	21
Commissioner Certificate Redemption	4,621	8,825	3,864	9,582
CR 17 Phase 2C Project	1,184,908	-	1,184,908	-
COPS Meth Initiative	(14,086)	61,394	60,800	(13,492)

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

ELKHART 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
Sheriff's Donation Fund	7,128	500	1,586	6,042
Family Court Fund	7,690	10,000	13,635	4,055
Road Maintenance & Construction	1,576,283	2,804,216	2,730,965	1,649,534
State Indoor Radon Gas	(2,327)	2,827	1,498	(998)
Breast Feeding Peer Counselors	(11,673)	60,506	54,503	(5,670)
IU-GGH Child Abuse Grant	5,000	-	-	5,000
Millersburg TIF	151,894	16,044	116,522	51,416
Northwest Gateway TIF	494,062	260,993	89,445	665,610
South Benton TIF	66,729	43,993	66,729	43,993
Western Gateway TIF	47,358	50,973	91,152	7,179
Millersburg Forest River TIF	50,392	54,142	77,071	27,463
Middlebury South Ag TIF	108,570	37,975	1,500	145,045
Middlebury Southeast TIF	118,455	258,856	98,744	278,567
Middlebury East TIF	629,637	471,283	225,669	875,251
North Baugo TIF	10,149	9,621	14,254	5,516
Northeast Corridor/CR 6 & 7	2,825,774	1,041,226	1,047,536	2,819,464
HOME Consortium Grant	195	-	-	195
Certificate Sale Surplus	81,231	24,073	15,005	90,299
Workman's Comp Insurance	307,455	268,363	211,456	364,362
Property & Liability Ins Trust	626,262	653,573	279,441	1,000,394
Rush Memorial	646	-	-	646
County Redevelopment Commission	-	1,407,618	1,407,618	-
County Redevelopment Authority	-	672,622	1,407,618	(734,996)
Indiana Homeland Security Grant	-	1,653	1,653	-
Brownfield Grant	-	134,704	134,704	-
Homeland Security Grant	-	54,711	54,711	-
State Homeland Security Grant	-	-	46,752	(46,752)
Homeland Security ACAMS	-	14,992	14,992	-
GHS Breastfeeding Grant	-	10,000	712	9,288
Homeland Security - GIS	-	17,970	17,970	-
LARE Grant	-	80,593	80,593	-
Emergency Management Performance Grant	-	9,051	9,051	-
Foundation Grant	-	-	3,868	(3,868)
Neighborhood Stabilization	-	734,026	734,026	-
Juvenile Detention Alternatives	-	30,326	29,524	802
Jail Program Enhancement	-	23,674	23,612	62
EMAI Conference Grant	-	15,050	15,050	-
Personal Radiation Detection Monitors	-	2,989	2,989	-
PREA Sex Abuse Prevention	-	31,703	38,855	(7,152)
MCH Dental	-	-	9,725	(9,725)
Self Insurance Employee Benefits	-	8,525,996	8,525,996	-
License Excise Tax	-	16,374,542	16,374,597	(55)
PTRC - Property Tax Replacement Credit	-	7,238,117	7,238,117	-
New Paris Conservancy	-	334,518	334,518	-
Social Norming Grant	-	36,775	3,316	33,459
Economic Improvement District (Goshen/Nappanee)	-	62,297	62,297	-
DUI Task Force Grant	337	21,996	19,565	2,768
Solid Waste Disposal Fees	16,681,126	2,748,794	1,965,122	17,464,798
Solid Waste Closure Costs	4,958,972	52,401	-	5,011,373
Environmental/Special Projects	231,041	100,226	140,455	190,812
Solid Waste Capital Reserve	2,288,434	104,803	-	2,393,237
Elkhart County Storm Water MS4	3,454,096	2,525,875	1,808,043	4,171,928
Totals	\$ 105,811,506	\$ 445,050,104	\$ 448,261,819	\$ 102,599,791

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

ELKHART 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 may 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.

ELKHART 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).

Utility fees which are comprised mostly of charges for current services.

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 may 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.

Utility operating expenses which include all outflows for operating the utilities.

ELKHART COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

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

F. Interfund Transfers

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

G. Fund Accounting

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

Note 2. Budgets

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

Note 3. Property Taxes

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

ELKHART COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 4. Deposits and Investments

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

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

Note 5. Risk Management

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

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

Note 6. Pension Plans

A. 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

ELKHART COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

Funding Policy and Annual Pension Cost

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

B. County Police Retirement Plan

Plan Description

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

The financial statement contains some funds with deficits in cash. For most funds, this is a result of the funds being set up for reimbursable grants. The reimbursements for expenditures made by the County were not received by December 31, 2013. There were two non-grant funds with negative cash balances (County Redevelopment Authority and License Excise Tax). The County

ELKHART COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

Redevelopment Authority was negative because of a delay in receipting in a transfer from another fund. The transfer was made in 2014. The License Excise Tax funds will be replenished by withholding money from taxing units for the 2013 taxes payable in 2014.

Note 8. *Holding Corporation*

The County has entered into capital leases with the Elkhart County Corrections Complex 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 \$2,675,955.

Note 9. *Subsequent Events*

In 2014, the County issued \$12,335,000 Elkhart County Corrections Complex Refunding Bonds, Series 2012 to refund the remaining outstanding bonds of the Corrections Complex Bonds, Series 2004.

Note 10. *Other Postemployment Benefits*

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

SUPPLEMENTARY INFORMATION - UNAUDITED

For additional financial information, the County's Annual Report information can be found on the Gateway website: <https://gateway.ifionline.org/>.

Differences may be noted between the financial information presented in the financial statement contained in this report and the financial information presented in the Annual Report of the County which is referenced above. These differences, if any, are due to adjustments made to the financial information during the course of the audit. This is a common occurrence in any financial statement audit. The financial information presented in this report is audited information, and the accuracy of such information can be determined by reading the opinion given in the Independent Auditor's Report.

The supplementary information presented was approved by management of the County. It is presented as intended by the County.

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

	After Settlement Collections	Sheriff's Inmate Trust	Jail Commissary	Clerk's Trust	General	Accident Report	CAGIT - Special Legislation
Cash and investments - beginning	\$ 4,469,771	\$ 72,020	\$ 53,969	\$ 1,123,504	\$ 6,853,515	\$ 10,452	\$ 32,008
Receipts:							
Taxes	2,625,218	-	-	-	20,702,478	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	2,915,576	-	-	-	5,409,704	-	-
Charges for services	-	2,193,048	554,864	-	2,791,615	23,942	-
Fines and forfeits	-	-	-	21,536,752	554,491	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	36,239	-	-	-	5,043,274	-	-
Total receipts	<u>5,577,033</u>	<u>2,193,048</u>	<u>554,864</u>	<u>21,536,752</u>	<u>34,501,562</u>	<u>23,942</u>	<u>-</u>
Disbursements:							
Personal services	-	-	-	-	23,540,352	-	-
Supplies	-	-	-	-	1,062,427	-	-
Other services and charges	-	-	513,277	21,116,215	9,885,977	16,804	-
Capital outlay	-	-	-	-	270,877	-	442
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	4,469,771	2,203,221	-	-	1,647,755	-	-
Total disbursements	<u>4,469,771</u>	<u>2,203,221</u>	<u>513,277</u>	<u>21,116,215</u>	<u>36,407,388</u>	<u>16,804</u>	<u>442</u>
Excess (deficiency) of receipts over disbursements	<u>1,107,262</u>	<u>(10,173)</u>	<u>41,587</u>	<u>420,537</u>	<u>(1,905,826)</u>	<u>7,138</u>	<u>(442)</u>
Cash and investments - ending	<u>\$ 5,577,033</u>	<u>\$ 61,847</u>	<u>\$ 95,556</u>	<u>\$ 1,544,041</u>	<u>\$ 4,947,689</u>	<u>\$ 17,590</u>	<u>\$ 31,566</u>

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

	CAGIT County Certified Shares	CEDIT County Share	Clerk's Records Perpetuation	Congressional School Interest	Congressional School Principal	Convention Visitor and Tourism Promotion	Prisoner Reimbursement For Incarceration
Cash and investments - beginning	\$ -	\$ 2,219,204	\$ 172,455	\$ 80,679	\$ 45,862	\$ 1	\$ 2,325,963
Receipts:							
Taxes	8,308,537	3,298,781	-	-	-	1,200,001	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	48,276	-	-	-	-	1,004,981
Charges for services	-	-	55,688	-	-	-	1,911,918
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	907,581	-	-	-	-	777
Total receipts	<u>8,308,537</u>	<u>4,254,638</u>	<u>55,688</u>	<u>-</u>	<u>-</u>	<u>1,200,001</u>	<u>2,917,676</u>
Disbursements:							
Personal services	8,234,551	-	-	-	-	-	1,715,653
Supplies	-	-	13,851	-	-	-	65,175
Other services and charges	-	609,777	23,901	1,834	-	1,200,000	1,360,292
Capital outlay	-	1,858,377	11,381	-	-	-	49,136
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	1,000,000	-	-	-	-	-
Total disbursements	<u>8,234,551</u>	<u>3,468,154</u>	<u>49,133</u>	<u>1,834</u>	<u>-</u>	<u>1,200,000</u>	<u>3,190,256</u>
Excess (deficiency) of receipts over disbursements	<u>73,986</u>	<u>786,484</u>	<u>6,555</u>	<u>(1,834)</u>	<u>-</u>	<u>1</u>	<u>(272,580)</u>
Cash and investments - ending	<u>\$ 73,986</u>	<u>\$ 3,005,688</u>	<u>\$ 179,010</u>	<u>\$ 78,845</u>	<u>\$ 45,862</u>	<u>\$ 2</u>	<u>\$ 2,053,383</u>

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

	Sales Disclosure - County Share	Cumulative Bridge	Cumulative Building	Cumulative Capital Development	Cumulative Drainage	Cumulative Jail	Cumulative Voting System
Cash and investments - beginning	\$ 80,013	\$ 1,765,839	\$ 269,075	\$ 1,950,875	\$ 870,048	\$ 3,690,505	\$ 409,019
Receipts:							
Taxes	-	646,251	-	889,846	362,214	7,237,611	31,993
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	90,320	-	75,644	41,039	-	2,721
Charges for services	39,910	-	-	11,448	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	2,100	-	36,464	-	3,000	419
Total receipts	<u>39,910</u>	<u>738,671</u>	<u>-</u>	<u>1,013,402</u>	<u>403,253</u>	<u>7,240,611</u>	<u>35,133</u>
Disbursements:							
Personal services	-	306,935	-	-	-	-	117,897
Supplies	-	37,946	-	-	-	288,764	22,271
Other services and charges	62,022	39,198	-	151,063	-	2,718,676	43,601
Capital outlay	1,396	1,003,148	52,672	1,122,845	335,462	151,939	5,602
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	19,715	-	-	-	-	6,333,526	-
Total disbursements	<u>83,133</u>	<u>1,387,227</u>	<u>52,672</u>	<u>1,273,908</u>	<u>335,462</u>	<u>9,492,905</u>	<u>189,371</u>
Excess (deficiency) of receipts over disbursements	<u>(43,223)</u>	<u>(648,556)</u>	<u>(52,672)</u>	<u>(260,506)</u>	<u>67,791</u>	<u>(2,252,294)</u>	<u>(154,238)</u>
Cash and investments - ending	<u>\$ 36,790</u>	<u>\$ 1,117,283</u>	<u>\$ 216,403</u>	<u>\$ 1,690,369</u>	<u>\$ 937,839</u>	<u>\$ 1,438,211</u>	<u>\$ 254,781</u>

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

	Drug Free Community	Economic Development Fee	Electronic Map Generation	Emergency Planning/Right To Know	Emergency Telephone System	Enhanced Access	Extradition and Sheriff's Assistance
Cash and investments - beginning	\$ 235,736	\$ 3,000	\$ 48,119	\$ 131,354	\$ 511,277	\$ -	\$ 240,294
Receipts:							
Taxes	-	-	-	-	1,295,273	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	10,321	124,402	-	-
Charges for services	188,588	-	27,247	-	-	24,353	40,634
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	-	-	1,628	-	7,389
Total receipts	<u>188,588</u>	<u>-</u>	<u>27,247</u>	<u>10,321</u>	<u>1,421,303</u>	<u>24,353</u>	<u>48,023</u>
Disbursements:							
Personal services	-	-	-	-	990,978	-	-
Supplies	-	-	128	83	9,735	-	-
Other services and charges	254,176	-	29,204	9,336	351,247	10,591	84,839
Capital outlay	-	-	300	4,479	-	-	14,201
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	68	-	-
Total disbursements	<u>254,176</u>	<u>-</u>	<u>29,632</u>	<u>13,898</u>	<u>1,352,028</u>	<u>10,591</u>	<u>99,040</u>
Excess (deficiency) of receipts over disbursements	<u>(65,588)</u>	<u>-</u>	<u>(2,385)</u>	<u>(3,577)</u>	<u>69,275</u>	<u>13,762</u>	<u>(51,017)</u>
Cash and investments - ending	<u>\$ 170,148</u>	<u>\$ 3,000</u>	<u>\$ 45,734</u>	<u>\$ 127,777</u>	<u>\$ 580,552</u>	<u>\$ 13,762</u>	<u>\$ 189,277</u>

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

	Firearms Training	Health	Identification Security Protection	Levy Excess	Local Health Maintenance	Local Road and Street	Major Bridge
Cash and investments - beginning	\$ 50,657	\$ 634,936	\$ 112,463	\$ 255,788	\$ 166,869	\$ 1,092,575	\$ 2,187,522
Receipts:							
Taxes	-	1,791,586	-	-	-	-	1,484,457
Licenses and permits	-	563,843	-	-	-	-	-
Intergovernmental	-	189,065	-	-	72,722	1,280,595	202,312
Charges for services	75,222	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	662	1,045	15,541	-	42	1,210	-
Total receipts	<u>75,884</u>	<u>2,545,539</u>	<u>15,541</u>	<u>-</u>	<u>72,764</u>	<u>1,281,805</u>	<u>1,686,769</u>
Disbursements:							
Personal services	-	2,280,452	-	-	57,067	-	-
Supplies	31,157	60,167	-	-	-	891,057	-
Other services and charges	34,904	132,169	-	-	3,692	179,240	2,250,001
Capital outlay	22,488	13,201	70,542	-	2,431	16,161	605,668
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	2,825	-	255,788	201	-	-
Total disbursements	<u>88,549</u>	<u>2,488,814</u>	<u>70,542</u>	<u>255,788</u>	<u>63,391</u>	<u>1,086,458</u>	<u>2,855,669</u>
Excess (deficiency) of receipts over disbursements	<u>(12,665)</u>	<u>56,725</u>	<u>(55,001)</u>	<u>(255,788)</u>	<u>9,373</u>	<u>195,347</u>	<u>(1,168,900)</u>
Cash and investments - ending	<u>\$ 37,992</u>	<u>\$ 691,661</u>	<u>\$ 57,462</u>	<u>\$ -</u>	<u>\$ 176,242</u>	<u>\$ 1,287,922</u>	<u>\$ 1,018,622</u>

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

	Major Moves Construction	Misdemeanant	Motor Vehicle Highway	Park Nonreverting Capital	Park Nonreverting Operating	Plat Book	Rainy Day
Cash and investments - beginning	\$ 9,427,616	\$ 76,341	\$ 3,614,405	\$ 324,796	\$ 177,386	\$ 209,193	\$ 1,567,285
Receipts:							
Taxes	-	-	-	-	-	-	10,519
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	4,800,929	-	-	-	-
Charges for services	-	-	348,065	66,976	129,244	42,870	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	2,910,494	119,431	136,443	834	249	-	-
Total receipts	<u>2,910,494</u>	<u>119,431</u>	<u>5,285,437</u>	<u>67,810</u>	<u>129,493</u>	<u>42,870</u>	<u>10,519</u>
Disbursements:							
Personal services	-	-	3,456,488	-	-	19,930	-
Supplies	-	14,490	56,635	-	44,015	816	-
Other services and charges	-	-	166,691	-	55,263	4,450	-
Capital outlay	1,195,528	8,397	524,034	35,620	1,469	8,827	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	650	-	-	-	1,300,000
Total disbursements	<u>1,195,528</u>	<u>22,887</u>	<u>4,204,498</u>	<u>35,620</u>	<u>100,747</u>	<u>34,023</u>	<u>1,300,000</u>
Excess (deficiency) of receipts over disbursements	<u>1,714,966</u>	<u>96,544</u>	<u>1,080,939</u>	<u>32,190</u>	<u>28,746</u>	<u>8,847</u>	<u>(1,289,481)</u>
Cash and investments - ending	<u>\$ 11,142,582</u>	<u>\$ 172,885</u>	<u>\$ 4,695,344</u>	<u>\$ 356,986</u>	<u>\$ 206,132</u>	<u>\$ 218,040</u>	<u>\$ 277,804</u>

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

	Reassessment - 2009	Reassessment - 2015	Recorder's Records Perpetuation	Sheriff's Pension Trust	Supplemental Public Defender Services	Surplus Tax	Surveyor's Corner Perpetuation
Cash and investments - beginning	\$ 563,902	\$ 562,250	\$ 195,634	\$ 148,414	\$ 83,266	\$ 1,178,269	\$ 60,419
Receipts:							
Taxes	-	249,542	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	21,224	-	-	-	-	-
Charges for services	-	-	278,489	293,718	-	-	34,700
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	568,642	18,430	-	128,696	295,091	-
Total receipts	-	839,408	296,919	293,718	128,696	295,091	34,700
Disbursements:							
Personal services	-	137,604	130,218	402,479	49,173	-	-
Supplies	-	-	2,734	-	-	-	1,833
Other services and charges	-	244,131	51,096	-	-	-	8,839
Capital outlay	-	-	-	-	-	-	12,966
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	563,902	-	18,520	-	-	721,963	-
Total disbursements	563,902	381,735	202,568	402,479	49,173	721,963	23,638
Excess (deficiency) of receipts over disbursements	(563,902)	457,673	94,351	(108,761)	79,523	(426,872)	11,062
Cash and investments - ending	\$ -	\$ 1,019,923	\$ 289,985	\$ 39,653	\$ 162,789	\$ 751,397	\$ 71,481

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

	Tax Sale Redemption	Tax Sale Surplus	Unsafe Building	GAL/CASA	Auditors Ineligible Deductions	County Elected Officials Training	Park And Recreation
Cash and investments - beginning	\$ 16,810	\$ 3,472,749	\$ 21,293	\$ -	\$ 248,158	\$ 21,500	\$ 115,388
Receipts:							
Taxes	-	-	-	-	-	-	1,190,125
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	45,845	-	-	101,221
Charges for services	-	-	13,504	-	206,729	-	3,250
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	889,769	4,041,521	-	-	-	15,564	8,674
Total receipts	<u>889,769</u>	<u>4,041,521</u>	<u>13,504</u>	<u>45,845</u>	<u>206,729</u>	<u>15,564</u>	<u>1,303,270</u>
Disbursements:							
Personal services	-	-	-	45,845	30,629	-	1,120,834
Supplies	-	-	-	-	2,431	-	51,700
Other services and charges	-	-	31,788	-	7,201	2,580	95,403
Capital outlay	-	-	-	-	1,485	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	858,626	3,483,903	-	-	-	-	1,214
Total disbursements	<u>858,626</u>	<u>3,483,903</u>	<u>31,788</u>	<u>45,845</u>	<u>41,746</u>	<u>2,580</u>	<u>1,269,151</u>
Excess (deficiency) of receipts over disbursements	<u>31,143</u>	<u>557,618</u>	<u>(18,284)</u>	<u>-</u>	<u>164,983</u>	<u>12,984</u>	<u>34,119</u>
Cash and investments - ending	<u>\$ 47,953</u>	<u>\$ 4,030,367</u>	<u>\$ 3,009</u>	<u>\$ -</u>	<u>\$ 413,141</u>	<u>\$ 34,484</u>	<u>\$ 149,507</u>

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

	County Offender Transportation Fund	Statewide 911	Abandoned Vehicle	Supplemental Adult Probation Services	Supplemental Juvenile Probation Services	Alternative Dispute Resolution	Debt Service
Cash and investments - beginning	\$ 8,738	\$ 1,447,993	\$ 9,839	\$ 299,939	\$ 60,113	\$ 13,002	\$ 9,093,916
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	5,160	1,247,341	-	812,974	24,537	-	-
Fines and forfeits	-	-	-	-	-	1,106	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	11,229	5,959	-	17,222	6,364,807
Total receipts	<u>5,160</u>	<u>1,247,341</u>	<u>11,229</u>	<u>818,933</u>	<u>24,537</u>	<u>18,328</u>	<u>6,364,807</u>
Disbursements:							
Personal services	-	338,296	-	716,995	15,512	-	-
Supplies	-	-	-	29,587	17,573	-	-
Other services and charges	-	429,425	5,157	162,903	3,774	10,955	6,326,725
Capital outlay	-	353,446	-	24,034	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	4,973	12,700	-	-
Total disbursements	<u>-</u>	<u>1,121,167</u>	<u>5,157</u>	<u>938,492</u>	<u>49,559</u>	<u>10,955</u>	<u>6,326,725</u>
Excess (deficiency) of receipts over disbursements	<u>5,160</u>	<u>126,174</u>	<u>6,072</u>	<u>(119,559)</u>	<u>(25,022)</u>	<u>7,373</u>	<u>38,082</u>
Cash and investments - ending	<u>\$ 13,898</u>	<u>\$ 1,574,167</u>	<u>\$ 15,911</u>	<u>\$ 180,380</u>	<u>\$ 35,091</u>	<u>\$ 20,375</u>	<u>\$ 9,131,998</u>

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

	Self-Insurance	Payroll Clearing	Settlement	Wheel Tax	Sur Tax	CVET Agency	Weed Lien Collections
Cash and investments - beginning	\$ 365,458	\$ 112,160	\$ -	\$ 6,690	\$ -	\$ -	\$ 2,222
Receipts:							
Taxes	-	-	180,618,799	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	569,939	4,075,985	1,356,180	-
Charges for services	11,772,863	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	502,115	36,512,004	-	-	-	-	810
Total receipts	<u>12,274,978</u>	<u>36,512,004</u>	<u>180,618,799</u>	<u>569,939</u>	<u>4,075,985</u>	<u>1,356,180</u>	<u>810</u>
Disbursements:							
Personal services	13,690	36,513,134	-	-	-	-	-
Supplies	4,028	-	-	-	-	-	-
Other services and charges	12,258,549	-	-	-	-	-	-
Capital outlay	838	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	180,618,799	576,629	4,075,985	1,356,180	-
Total disbursements	<u>12,277,105</u>	<u>36,513,134</u>	<u>180,618,799</u>	<u>576,629</u>	<u>4,075,985</u>	<u>1,356,180</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(2,127)</u>	<u>(1,130)</u>	<u>-</u>	<u>(6,690)</u>	<u>-</u>	<u>-</u>	<u>810</u>
Cash and investments - ending	<u>\$ 363,331</u>	<u>\$ 111,030</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,032</u>

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

	Sewage Collections	Financial Institution Tax	HEA 1001 State Homestead Credit	State Fines and Forfeitures	Infraction Judgements	Special Death Benefit	Coroners Training & Con't Education
Cash and investments - beginning	\$ -	\$ -	\$ 28,376	\$ 123,856	\$ 32,902	\$ 1,460	\$ 2,254
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	1,139,096	-	-	-	-	-
Charges for services	231,484	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	159	713,050	456,422	15,435	21,398
Total receipts	<u>231,484</u>	<u>1,139,096</u>	<u>159</u>	<u>713,050</u>	<u>456,422</u>	<u>15,435</u>	<u>21,398</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	231,484	1,139,096	-	747,360	458,954	15,965	21,758
Total disbursements	<u>231,484</u>	<u>1,139,096</u>	<u>-</u>	<u>747,360</u>	<u>458,954</u>	<u>15,965</u>	<u>21,758</u>
Excess (deficiency) of receipts over disbursements	-	-	159	(34,310)	(2,532)	(530)	(360)
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 28,535</u>	<u>\$ 89,546</u>	<u>\$ 30,370</u>	<u>\$ 930</u>	<u>\$ 1,894</u>

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

	DLGF Homestead Property Database	Child Restraint Violations Fines	Inheritance Tax	Education Plate Fees Agency	Riverboat Revenue Sharing	CAGIT Distribution	CEDIT Distribution
Cash and investments - beginning	\$ 30	\$ 450	\$ 1,174,855	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	21,715,330	7,522,039
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	1,508,860	-	1,170,324	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	187	4,075	-	4,144	-	-	-
Total receipts	<u>187</u>	<u>4,075</u>	<u>1,508,860</u>	<u>4,144</u>	<u>1,170,324</u>	<u>21,715,330</u>	<u>7,522,039</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	133	4,200	2,647,284	4,144	1,170,324	21,715,330	7,522,039
Total disbursements	<u>133</u>	<u>4,200</u>	<u>2,647,284</u>	<u>4,144</u>	<u>1,170,324</u>	<u>21,715,330</u>	<u>7,522,039</u>
Excess (deficiency) of receipts over disbursements	<u>54</u>	<u>(125)</u>	<u>(1,138,424)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 84</u>	<u>\$ 325</u>	<u>\$ 36,431</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	City/Town Ordinance Violations Fines	93.563 Title IV-D ARRA	93.563 ARRA Clerk 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	Dental Project MCH
Cash and investments - beginning	\$ 80,894	\$ 20,225	\$ 24,323	\$ 292,865	\$ 337,767	\$ 177,915	\$ (40,661)
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	93,733	141,022	95,317	46,500
Charges for services	-	-	-	-	-	52	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	37,932	-	-	-	-	-	-
Total receipts	37,932	-	-	93,733	141,022	95,369	46,500
Disbursements:							
Personal services	-	-	-	-	-	-	4,947
Supplies	-	-	-	-	-	-	1,379
Other services and charges	-	-	-	-	-	-	21,667
Capital outlay	-	20,225	24,323	191,211	82,609	56,910	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	118,827	-	-	-	-	-	-
Total disbursements	118,827	20,225	24,323	191,211	82,609	56,910	27,993
Excess (deficiency) of receipts over disbursements	(80,895)	(20,225)	(24,323)	(97,478)	58,413	38,459	18,507
Cash and investments - ending	\$ (1)	\$ -	\$ -	\$ 195,387	\$ 396,180	\$ 216,374	\$ (22,154)

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

	Medical Reserve Core	Prenatal Substance Abuse Grant	Childhood Lead Poison Prevention	Diabetes Grant	MCH Grant	WIC Grant	Public Health Coordinator Grant
Cash and investments - beginning	\$ 4,550	\$ (10,009)	\$ 61	\$ 2,946	\$ 375,710	\$ (187,735)	\$ 4,181
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	16,294	26,210	-	-	156,036	1,045,772	37,665
Charges for services	-	-	-	-	394,499	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	-	-	4,047	6	-
Total receipts	<u>16,294</u>	<u>26,210</u>	<u>-</u>	<u>-</u>	<u>554,582</u>	<u>1,045,778</u>	<u>37,665</u>
Disbursements:							
Personal services	4,590	18,416	-	-	385,426	874,319	-
Supplies	230	336	-	-	37,341	27,176	10,294
Other services and charges	3,043	137	-	-	137,536	36,671	426
Capital outlay	602	-	-	-	390	450	26,944
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	2,297	560	-
Total disbursements	<u>8,465</u>	<u>18,889</u>	<u>-</u>	<u>-</u>	<u>562,990</u>	<u>939,176</u>	<u>37,664</u>
Excess (deficiency) of receipts over disbursements	<u>7,829</u>	<u>7,321</u>	<u>-</u>	<u>-</u>	<u>(8,408)</u>	<u>106,602</u>	<u>1</u>
Cash and investments - ending	<u>\$ 12,379</u>	<u>\$ (2,688)</u>	<u>\$ 61</u>	<u>\$ 2,946</u>	<u>\$ 367,302</u>	<u>\$ (81,133)</u>	<u>\$ 4,182</u>

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

	Highway Safety Grant	Tax Billing System	Tax Management System	Court Improvement Grant	Edward Byrne Memorial Fund	Aggressive Driving Grant	Sexually Transmitted Disease Grant
Cash and investments - beginning	\$ (2,157)	\$ 14,231	\$ 182,962	\$ 3,244	\$ 1,846	\$ 113	\$ (4,804)
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	65,719	-	-	4,000	-	4,922	39,108
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	-	5,249	-	-	-
Total receipts	<u>65,719</u>	<u>-</u>	<u>-</u>	<u>9,249</u>	<u>-</u>	<u>4,922</u>	<u>39,108</u>
Disbursements:							
Personal services	28,002	-	-	-	-	2,475	30,384
Supplies	-	-	-	-	-	-	1,860
Other services and charges	-	-	-	6,552	-	-	3,842
Capital outlay	28,276	-	-	-	-	2,447	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>56,278</u>	<u>-</u>	<u>-</u>	<u>6,552</u>	<u>-</u>	<u>4,922</u>	<u>36,086</u>
Excess (deficiency) of receipts over disbursements	<u>9,441</u>	<u>-</u>	<u>-</u>	<u>2,697</u>	<u>-</u>	<u>-</u>	<u>3,022</u>
Cash and investments - ending	<u>\$ 7,284</u>	<u>\$ 14,231</u>	<u>\$ 182,962</u>	<u>\$ 5,941</u>	<u>\$ 1,846</u>	<u>\$ 113</u>	<u>\$ (1,782)</u>

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

	STOP Grant - Victim Assistance	Pros Atty Special Project Fees	Fatal Alcohol Crash Grant	User Fee	Jury Pay	Law Enforcement Continuing Ed	Pretrial Diversion
Cash and investments - beginning	\$ (8,825)	\$ 232,118	\$ (24,943)	\$ 120,115	\$ 97,607	\$ 10,931	\$ 5,932
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	26,113	-	69,163	-	-	-	-
Charges for services	-	-	-	30,867	-	11,880	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	276,192	7,936	-	23,508	49	38,608
Total receipts	26,113	276,192	77,099	30,867	23,508	11,929	38,608
Disbursements:							
Personal services	23,480	205,435	50,598	-	-	-	-
Supplies	1,755	18,550	-	-	-	-	-
Other services and charges	-	51,416	1,558	-	-	5,384	-
Capital outlay	-	44,000	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	15,241	75,000	-	42,840
Total disbursements	25,235	319,401	52,156	15,241	75,000	5,384	42,840
Excess (deficiency) of receipts over disbursements	878	(43,209)	24,943	15,626	(51,492)	6,545	(4,232)
Cash and investments - ending	\$ (7,947)	\$ 188,909	\$ -	\$ 135,741	\$ 46,115	\$ 17,476	\$ 1,700

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

	Park Donations	War Memorial Donations	IN Tobacco Prevent & Cess Grant	Infraction Deferral Program	Redevelopment Commission	3 Million Federal Stimulus Grant	County Seizure Asset
Cash and investments - beginning	\$ 211,541	\$ 603	\$ 45,938	\$ 26,321	\$ 4,994	\$ 155,854	\$ 395,881
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	1,774	-	64,380	-	-	588,132	-
Charges for services	-	-	-	-	-	-	33,915
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	123,102	3,840	-	284,920	-	48,824	185,746
Total receipts	<u>124,876</u>	<u>3,840</u>	<u>64,380</u>	<u>284,920</u>	<u>-</u>	<u>636,956</u>	<u>219,661</u>
Disbursements:							
Personal services	-	-	110,122	-	-	71,058	46,781
Supplies	-	-	3,541	-	319	5,452	2,373
Other services and charges	-	875	6,881	-	2,422	839,524	12,798
Capital outlay	19,150	-	1,350	-	-	-	70,385
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	85,022	1,110	103	289,202	-	-	89,498
Total disbursements	<u>104,172</u>	<u>1,985</u>	<u>121,997</u>	<u>289,202</u>	<u>2,741</u>	<u>916,034</u>	<u>221,835</u>
Excess (deficiency) of receipts over disbursements	<u>20,704</u>	<u>1,855</u>	<u>(57,617)</u>	<u>(4,282)</u>	<u>(2,741)</u>	<u>(279,078)</u>	<u>(2,174)</u>
Cash and investments - ending	<u>\$ 232,245</u>	<u>\$ 2,458</u>	<u>\$ (11,679)</u>	<u>\$ 22,039</u>	<u>\$ 2,253</u>	<u>\$ (123,224)</u>	<u>\$ 393,707</u>

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

	CTP - Community Corrections	Vaccines for Children	Commissioner Certificate Redemption	CR 17 Phase 2C Project	COPS Meth Initiative	Sheriff's Donation Fund	Family Court Fund
Cash and investments - beginning	\$ 333,898	\$ 21	\$ 4,621	\$ 1,184,908	\$ (14,086)	\$ 7,128	\$ 7,690
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	61,394	-	10,000
Charges for services	144,948	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	40	-	8,825	-	-	500	-
Total receipts	<u>144,988</u>	<u>-</u>	<u>8,825</u>	<u>-</u>	<u>61,394</u>	<u>500</u>	<u>10,000</u>
Disbursements:							
Personal services	52,575	-	-	-	56,398	-	-
Supplies	1,468	-	-	-	-	-	-
Other services and charges	31,728	-	-	-	1,275	-	13,635
Capital outlay	22,715	-	-	-	3,127	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	3,864	1,184,908	-	1,586	-
Total disbursements	<u>108,486</u>	<u>-</u>	<u>3,864</u>	<u>1,184,908</u>	<u>60,800</u>	<u>1,586</u>	<u>13,635</u>
Excess (deficiency) of receipts over disbursements	<u>36,502</u>	<u>-</u>	<u>4,961</u>	<u>(1,184,908)</u>	<u>594</u>	<u>(1,086)</u>	<u>(3,635)</u>
Cash and investments - ending	<u>\$ 370,400</u>	<u>\$ 21</u>	<u>\$ 9,582</u>	<u>\$ -</u>	<u>\$ (13,492)</u>	<u>\$ 6,042</u>	<u>\$ 4,055</u>

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

	Road Maintenance & Construction	State Indoor Radon Gas	Breast Feeding Peer Counselors	IU-GGH Child Abuse Grant	Millersburg TIF	Northwest Gateway TIF	South Benton TIF
Cash and investments - beginning	\$ 1,576,283	\$ (2,327)	\$ (11,673)	\$ 5,000	\$ 151,894	\$ 494,062	\$ 66,729
Receipts:							
Taxes	-	-	-	-	16,044	260,993	43,993
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	2,804,216	2,827	60,506	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	<u>2,804,216</u>	<u>2,827</u>	<u>60,506</u>	<u>-</u>	<u>16,044</u>	<u>260,993</u>	<u>43,993</u>
Disbursements:							
Personal services	-	-	53,414	-	-	-	-
Supplies	1,530,965	998	443	-	-	-	-
Other services and charges	-	500	646	-	108,500	76,500	66,729
Capital outlay	1,200,000	-	-	-	8,022	12,945	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>2,730,965</u>	<u>1,498</u>	<u>54,503</u>	<u>-</u>	<u>116,522</u>	<u>89,445</u>	<u>66,729</u>
Excess (deficiency) of receipts over disbursements	<u>73,251</u>	<u>1,329</u>	<u>6,003</u>	<u>-</u>	<u>(100,478)</u>	<u>171,548</u>	<u>(22,736)</u>
Cash and investments - ending	<u>\$ 1,649,534</u>	<u>\$ (998)</u>	<u>\$ (5,670)</u>	<u>\$ 5,000</u>	<u>\$ 51,416</u>	<u>\$ 665,610</u>	<u>\$ 43,993</u>

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

	Western Gateway TIF	Millersburg Forest River TIF	Middlebury South Ag TIF	Middlebury Southeast TIF	Middlebury East TIF	North Baugo TIF	Northeast Corridor/CR 6 & 7
Cash and investments - beginning	\$ 47,358	\$ 50,392	\$ 108,570	\$ 118,455	\$ 629,637	\$ 10,149	\$ 2,825,774
Receipts:							
Taxes	50,973	54,142	37,975	258,856	471,283	9,621	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	1,041,226
Total receipts	<u>50,973</u>	<u>54,142</u>	<u>37,975</u>	<u>258,856</u>	<u>471,283</u>	<u>9,621</u>	<u>1,041,226</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	91,152	77,071	1,500	98,744	20,500	14,254	117,415
Capital outlay	-	-	-	-	205,169	-	930,121
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>91,152</u>	<u>77,071</u>	<u>1,500</u>	<u>98,744</u>	<u>225,669</u>	<u>14,254</u>	<u>1,047,536</u>
Excess (deficiency) of receipts over disbursements	<u>(40,179)</u>	<u>(22,929)</u>	<u>36,475</u>	<u>160,112</u>	<u>245,614</u>	<u>(4,633)</u>	<u>(6,310)</u>
Cash and investments - ending	<u>\$ 7,179</u>	<u>\$ 27,463</u>	<u>\$ 145,045</u>	<u>\$ 278,567</u>	<u>\$ 875,251</u>	<u>\$ 5,516</u>	<u>\$ 2,819,464</u>

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

	HOME Consortium Grant	Certificate Sale Surplus	Workman's Comp Insurance	Property & Liability Ins Trust	Rush Memorial	County Redevelopment Commission	County Redevelopment Authority
Cash and investments - beginning	\$ 195	\$ 81,231	\$ 307,455	\$ 626,262	\$ 646	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	1,407,618	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	267,641	24,397	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	24,073	722	629,176	-	-	672,622
Total receipts	-	24,073	268,363	653,573	-	1,407,618	672,622
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	211,456	279,441	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	15,005	-	-	-	1,407,618	1,407,618
Total disbursements	-	15,005	211,456	279,441	-	1,407,618	1,407,618
Excess (deficiency) of receipts over disbursements	-	9,068	56,907	374,132	-	-	(734,996)
Cash and investments - ending	\$ 195	\$ 90,299	\$ 364,362	\$ 1,000,394	\$ 646	\$ -	\$ (734,996)

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

	Indiana Homeland Security Grant	Brownfield Grant	Homeland Security Grant	State Homeland Security Grant	Homeland Security ACAMS	GHS Breastfeeding Grant
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	1,653	134,704	54,711	-	14,992	10,000
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total receipts	<u>1,653</u>	<u>134,704</u>	<u>54,711</u>	<u>-</u>	<u>14,992</u>	<u>10,000</u>
Disbursements:						
Personal services	-	-	-	-	-	712
Supplies	598	-	4,737	62	74	-
Other services and charges	1,055	134,704	-	-	-	-
Capital outlay	-	-	49,974	46,690	14,918	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	<u>1,653</u>	<u>134,704</u>	<u>54,711</u>	<u>46,752</u>	<u>14,992</u>	<u>712</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>-</u>	<u>-</u>	<u>(46,752)</u>	<u>-</u>	<u>9,288</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (46,752)</u>	<u>\$ -</u>	<u>\$ 9,288</u>

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

	Homeland Security - GIS	LARE Grant	Emergency Management Performance Grant	Foundation Grant	Neighborhood Stabilization	Juvenile Detention Alternatives
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	17,970	80,593	9,051	-	734,026	17,626
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	-	-	-	-	12,700
Total receipts	<u>17,970</u>	<u>80,593</u>	<u>9,051</u>	<u>-</u>	<u>734,026</u>	<u>30,326</u>
Disbursements:						
Personal services	-	-	-	-	-	21,056
Supplies	1,066	-	155	-	-	-
Other services and charges	-	80,593	5,000	-	734,026	8,468
Capital outlay	16,904	-	3,896	3,868	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	<u>17,970</u>	<u>80,593</u>	<u>9,051</u>	<u>3,868</u>	<u>734,026</u>	<u>29,524</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,868)</u>	<u>-</u>	<u>802</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (3,868)</u>	<u>\$ -</u>	<u>\$ 802</u>

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

	Jail Program Enhancement	EMAI Conference Grant	Personal Radiation Detection Monitors	PREA Sex Abuse Prevention	MCH Dental	Self Insurance Employee Benefits
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	23,674	15,050	2,989	31,703	-	-
Charges for services	-	-	-	-	-	8,525,996
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total receipts	<u>23,674</u>	<u>15,050</u>	<u>2,989</u>	<u>31,703</u>	<u>-</u>	<u>8,525,996</u>
Disbursements:						
Personal services	-	-	-	-	9,725	-
Supplies	14,141	-	201	10,607	-	-
Other services and charges	-	8,800	-	8,248	-	8,525,996
Capital outlay	9,471	6,250	2,788	20,000	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	<u>23,612</u>	<u>15,050</u>	<u>2,989</u>	<u>38,855</u>	<u>9,725</u>	<u>8,525,996</u>
Excess (deficiency) of receipts over disbursements	<u>62</u>	<u>-</u>	<u>-</u>	<u>(7,152)</u>	<u>(9,725)</u>	<u>-</u>
Cash and investments - ending	<u>\$ 62</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (7,152)</u>	<u>\$ (9,725)</u>	<u>\$ -</u>

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

	License Excise Tax	PTRC - Property Tax Replacement Credit	New Paris Conservancy	Social Norming Grant	Economic Improvement District (Goshen/Nappanee)	DUI Task Force Grant
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 337
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	16,374,542	7,238,117	-	36,775	-	21,996
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	-	334,518	-	62,297	-
Total receipts	<u>16,374,542</u>	<u>7,238,117</u>	<u>334,518</u>	<u>36,775</u>	<u>62,297</u>	<u>21,996</u>
Disbursements:						
Personal services	-	-	-	210	-	8,974
Supplies	-	-	-	3,076	-	-
Other services and charges	55	-	-	30	-	-
Capital outlay	-	-	-	-	-	10,591
Utility operating expenses	-	-	-	-	-	-
Other disbursements	16,374,542	7,238,117	334,518	-	62,297	-
Total disbursements	<u>16,374,597</u>	<u>7,238,117</u>	<u>334,518</u>	<u>3,316</u>	<u>62,297</u>	<u>19,565</u>
Excess (deficiency) of receipts over disbursements	<u>(55)</u>	<u>-</u>	<u>-</u>	<u>33,459</u>	<u>-</u>	<u>2,431</u>
Cash and investments - ending	<u>\$ (55)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 33,459</u>	<u>\$ -</u>	<u>\$ 2,768</u>

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

	Solid Waste Disposal Fees	Solid Waste Closure Costs	Environmental/ Special Projects	Solid Waste Capital Reserve	Elkhart County Storm Water MS4	Totals
Cash and investments - beginning	\$ 16,681,126	\$ 4,958,972	\$ 231,041	\$ 2,288,434	\$ 3,454,096	\$ 105,811,506
Receipts:						
Taxes	-	-	-	-	-	263,792,098
Licenses and permits	-	-	-	-	-	563,843
Intergovernmental	-	-	-	-	1,043,832	57,582,088
Charges for services	2,746,275	-	-	-	-	35,630,851
Fines and forfeits	-	-	-	-	-	22,092,349
Utility fees	-	-	-	-	145,522	145,522
Other receipts	2,519	52,401	100,226	104,803	1,336,521	65,243,353
Total receipts	<u>2,748,794</u>	<u>52,401</u>	<u>100,226</u>	<u>104,803</u>	<u>2,525,875</u>	<u>445,050,104</u>
Disbursements:					1,308,597	
Personal services	852,847	-	-	-	157,058	83,303,714
Supplies	195,806	-	-	-	-	4,583,606
Other services and charges	675,762	-	-	-	7,353	73,478,834
Capital outlay	83,503	-	140,455	-	82,014	11,222,085
Utility operating expenses	-	-	-	-	151,162	151,162
Other disbursements	157,204	-	-	-	1,410,456	275,522,418
Total disbursements	<u>1,965,122</u>	<u>-</u>	<u>140,455</u>	<u>-</u>	<u>1,808,043</u>	<u>448,261,819</u>
Excess (deficiency) of receipts over disbursements	<u>783,672</u>	<u>52,401</u>	<u>(40,229)</u>	<u>104,803</u>	<u>717,832</u>	<u>(3,211,715)</u>
Cash and investments - ending	<u>\$ 17,464,798</u>	<u>\$ 5,011,373</u>	<u>\$ 190,812</u>	<u>\$ 2,393,237</u>	<u>\$ 4,171,928</u>	<u>\$ 102,599,791</u>

ELKHART COUNTY
 SCHEDULE OF PAYABLES AND RECEIVABLES
 December 31, 2013

Government or Enterprise	Accounts Payable	Accounts Receivable
Landfill	\$ 90,000	\$ -
Stormwater Utility	83	-
Governmental activities	<u>1,467,121</u>	<u>23,028</u>
Totals	<u>\$ 1,557,204</u>	<u>\$ 23,028</u>

ELKHART COUNTY
SCHEDULE OF LEASES AND DEBT
December 31, 2013

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
1st Source Bank Leasing	John Deere 1545 Series II Commercial Front Mower	\$ 7,209	9/9/2013	9/9/2015
1st Source Bank Leasing	Ferri Boom Flail Mower	5,804	10/8/2012	10/8/2014
Elkhart County Corrections Complex Building Corporation	Correctional Complex Building (\$9,415,000)	443,660	6/1/2005	6/1/2025
Elkhart County Corrections Complex Building Corporation	Correctional Complex Building (\$9,900,000)	2,191,045	6/1/2006	6/1/2023
Elkhart County Corrections Complex Building Corporation	Correctional Complex Building (\$8,565,000)	41,818	9/6/2006	12/1/2022
Municipal Capital Corporation	2010 Total Patcher model 7500	<u>13,227</u>	7/15/2010	7/15/2014
Total governmental activities		<u>2,702,763</u>		
Total of annual lease payments		<u>\$ 2,702,763</u>		

Type	Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:			
General obligation bonds	Bank of New York - Correctional Complex (\$23,595,000)	\$ 13,000,000	\$ 2,281,719
General obligation bonds	Lake City Bank - Correctional Complex (\$29,840,000)	28,795,000	1,360,276
Notes and loans payable	Municipal Capital Corporation - Highway	12,539	13,227
Notes and loans payable	Elkhart County Major Moves	12,567,531	1,500,000
Notes and loans payable	Elkhart County Major Moves	4,539,426	554,159
Notes and loans payable	Fifth Third Bank - HVAC/Dental Clinic/Brickwork	<u>50,799</u>	<u>52,455</u>
Total governmental activities		<u>58,965,295</u>	<u>5,761,836</u>
Totals		<u>\$ 58,965,295</u>	<u>\$ 5,761,836</u>

ELKHART 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.

	Ending Balance
Governmental activities:	
Land	\$ 889,041
Infrastructure	498,954,306
Buildings	126,449,820
Improvements other than buildings	4,585,226
Machinery, equipment, and vehicles	15,820,207
Books and other	7,144,118
Total governmental activities	653,842,718
Landfill:	
Land	1,134,214
Buildings	2,040,739
Improvements other than buildings	84,396
Machinery, equipment, and vehicles	5,677,551
Total Landfill	8,936,900
Total capital assets	\$ 662,779,618

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

TO: THE OFFICIALS OF ELKHART COUNTY, INDIANA

Report on Compliance for Each Major Federal Program

We have audited Elkhart 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.

Basis for Qualified Opinion on Lead-Based Paint Hazard Control in Privately-Owned Housing

As described in item 2013-002 in the accompanying Schedule of Findings and Questioned Costs, the County did not comply with requirements regarding Cash Management and Reporting that are applicable to its Lead-Based Paint Hazard Control in Privately-Owned Housing program. Compliance with such requirements is necessary, in our opinion, for the County to comply with requirements applicable to that program.

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

Qualified Opinion on Lead-Based Paint Hazard Control in Privately-Owned Housing

In our opinion, except for the noncompliance described in the *Basis for Qualified Opinion on Lead-Based Paint Hazard Control in Privately-Owned Housing* paragraph, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its Lead-Based Paint Hazard Control in Privately-Owned Housing program for the year ended December 31, 2013.

Unmodified Opinion on Each of the Other Major Federal Programs

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 other major federal programs identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs for the year ended December 31, 2013.

Other 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 item 2013-002 to be material weaknesses.

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

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

December 22, 2014

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND ACCOMPANYING NOTES

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

ELKHART 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 Agriculture</u>				
Special Supplemental Nutrition Program for Women, Infants, and Children W.I.C. 8101 W.I.C. Peer Counselor 8102	Indiana State Department of Health	10.557	A70-4-070518 A70-4-070579	\$ 1,045,778 <u>60,506</u>
Total - Special Supplemental Nutrition Program for Women, Infants, and Children				<u>1,106,284</u>
Total - Department of Agriculture				<u>1,106,284</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 Neighborhood Stabilization 8103	Direct Grant	14.228	B-11-UN-18-0003	<u>734,026</u>
Total - CDBG - State Administered CDBG Cluster				<u>734,026</u>
Lead-Based Paint Hazard Control in Privately-Owned Housing Stimulus Revenue - Lead Hazard 8105	Direct Grant	14.900	INLHBO 541-12	<u>588,132</u>
Total - Department of Housing and Urban Development				<u>1,322,158</u>
<u>Department of Justice</u>				
Title V-Delinquency Prevention Program Juvenile Detention Alternatives Initiative 8131	Indiana Criminal Justice Institute	16.548	10-JP-002	<u>17,626</u>
Crime Victim Assistance S.T.O.P. 8108	Indiana Criminal Justice Institute	16.575	2013-VA-GX-0036	<u>107,212</u>
Violence Against Women Formula Grants S.T.O.P. 8108	Indiana Criminal Justice Institute	16.588	2013-WF-AX-0010	<u>26,113</u>
ARRA - Public Safety Partnership and Community Policing Grants COPS Methamphetamine Initiative 8111	Direct Grant	16.710	2010CKWX0448	<u>61,394</u>
ARRA - PREA Program: Demonstration Projects to Establish "Zero Tolerance" Cultures for Sexual Assault in Correctional Facilities, Recovery Act PREA Sex Abuse Prevention 8139	Direct Grant	16.735	210-RP-BX-K001	<u>31,703</u>
Equitable Sharing Program	Direct Grant	16.922	2013	<u>221,835</u>
Total - Department of Justice				<u>465,883</u>
<u>Department of Transportation</u>				
Highway Planning and Construction Cluster Highway Planning and Construction	Indiana Department of Transportation	20.205	DES 0401066 DES 0902305 DES 1005591 DES 1005623 DES 1005941 DES 1005994	2,253 77,118 10,898 31,584 18,748 <u>29,528</u>
Total - Highway Planning and Construction Cluster				<u>170,129</u>
Highway Safety Cluster State and Community Highway Safety Highway Safety 131 Dangerous Driving 140	Indiana Criminal Justice Institute	20.600	OPO-18X9204020IN13 DD-18X9204020IN13	65,719 <u>4,922</u>
Total - State and Community Highway Safety				<u>70,641</u>
Alcohol Impaired Driving Countermeasures Incentive Grants I F.A.C.T. 8115 DUI Task Force 145	Indiana Criminal Justice Institute	20.601	FACT-18X9204100IN13 DUI-18X9204100IN13	65,358 <u>21,996</u>
Total - Alcohol Impaired Driving Countermeasures Incentive Grants I				<u>87,354</u>
Total - Highway Safety Cluster				<u>157,995</u>
Total - Department of Transportation				<u>328,124</u>

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

ELKHART 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>Environmental Protection Agency</u>				
State Indoor Radon Grants State Indoor Radon Grant 8116	Indiana State Department of Health	66.032	EDS A70-3-068080	<u>2,827</u>
ARRA - Brownfields Assessment and Cleanup Cooperative Agreements, Recovery Act Brownfield Grant 8117	Direct grant	66.818	BF-00E93401	<u>134,704</u>
Total - Environmental Protection Agency				<u>137,531</u>
<u>Department of Health and Human Services</u>				
Immunization Cooperative Agreements	Indiana State Department of Health	93.268	119-26	<u>46,500</u>
Centers for Disease Control and Prevention - Investigations and Technical Assistance Public Health Coordinator 8119 - 128 Public Health Coordinator 8119	Indiana State Department of Health	93.283		17,929 <u>19,736</u>
Total - Centers for Disease Control and Prevention - Investigations and Technical Assistance				<u>37,665</u>
Child Support Enforcement Child Support General Indirect Costs General Incentive	Indiana Department of Child Services	93.563		1,155,121 271,533 <u>330,730</u>
Total - Child Support Enforcement				<u>1,757,384</u>
State Court Improvement Program Court Improvement Program 8122	Supreme Court of Indiana	93.586		<u>4,000</u>
National Bioterrorism Hospital Preparedness Program NACCHO Grant 8123	National Association of County and City Health Officials	93.889		<u>8,464</u>
HIV Prevention Activites - Health Department Based H.I.V. Grant 8124	Indiana State Department of Health	93.940	A70-3-112257	<u>39,108</u>
Maternal and Child Health Services Block Grant to the States M.C.H. Grant 8127	Indiana State Department of Health	93.994	A70-4-069729	<u>156,036</u>
Total - Department of Health and Human Services				<u>2,049,157</u>
<u>Department of Homeland Security</u>				
Emergency Management Performance Grants County General 8128-225	Indiana Department of Homeland Security	97.042	EMW-2012-EP-00017	<u>69,803</u>
Homeland Security Grant Program Homeland Security Mobile Command Center 8129 Hazmat Equipment Funds 8132 Homeland Security Radio Grant 8135 Homeland Security ACAMS 8137 Homeland Security GIS 8138 Personal Radiation Detection Monitors 8133	Indiana Department of Homeland Security	97.067	2010-SS-T0-0038 EMW-2011-SS-00058 EMW-2011-SS-00058 EMW-2011-SS-00058 EMW-2011-SS-00058 EMW-2011-SS-00058	54,711 15,050 1,653 14,992 17,970 <u>2,989</u>
Total - Homeland Security Grant Program				<u>107,365</u>
Total - Department of Homeland Security				<u>177,168</u>
Total federal awards expended				<u>\$ 5,586,305</u>

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

ELKHART COUNTY
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Note 1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the County and is presented in accordance with the cash and investment basis of accounting used in the preparation of the financial statement. Accordingly, the amount of federal awards expended is based on when the disbursement related to the award occurs except when the federal award is received on a reimbursement basis. In these instances the federal awards are considered expended when the reimbursement is received.

Note 2. Subrecipients

Of the federal expenditures presented in the schedule, the County provided federal awards to subrecipients as follows for the year ended December 31, 2013:

Program Title	Federal CFDA Number	2013
State and Community Highway Safety	20.600	\$ 30,722
Alcohol Impaired Driving Countermeasures Incentive Grants I	20.601	11,950
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	14.228	734,026
Equitable Sharing Program	16.922	25,982

ELKHART 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 for all programs except Lead-Based Paint Hazard Control in Privately-Owned Housing, which was qualified
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
10.557	Special Supplemental Nutrition Program for Women, Infants, and Children
14.900	Lead-Based Paint Hazard Control in Privately-Owned Housing
93.563	Child Support Enforcement

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

Auditee qualified as low-risk auditee? no

Section II - Financial Statement Findings

FINDING 2013-001 - INTERNAL CONTROLS AND COMPLIANCE OVER PREPARATION OF 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 Auditor's staff independently prepares the SEFA for inclusion in the financial report without oversight, review, or approval. The County

ELKHART COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

should have proper controls in place over the preparation of the SEFA to ensure accurate reporting of federal awards. Without a proper system of internal control in place that operates effectively, material misstatements of the SEFA could remain undetected.

During the audit of the SEFA, we noted that the County's schedule excluded several grants and included a state grant. Additionally, amounts paid to subrecipients were not disclosed, and there were several grants which did not include the correct CFDA number, grant name, or pass-through entity. Audit adjustments were proposed, accepted by the County, and made to the SEFA presented in this report.

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

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

ELKHART COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

- (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 2013-002 - CASH MANAGEMENT AND REPORTING FOR LEAD-BASED PAINT HAZARD CONTROL IN PRIVATELY-OWNED HOUSING

Federal Agency: Department of Housing and Urban Development
Federal Program: Lead-Based Paint Hazard Control in Privately-Owned Housing
CFDA Number: 14.900
Federal Award Number and Year (or Other Identifying Number): INLHB0541-12

Internal Controls

Management of the County has not established an effective internal control system, which would include segregation of duties, related to the grant agreement and the Cash Management and Reporting compliance requirements that have a direct and material effect to the program. The failure to establish an effective internal control system places the County at risk of noncompliance with the grant agreement and the Cash Management and Reporting requirements. A lack of segregation of duties within an internal control system could also allow noncompliance with compliance requirements and allow the misuse and mismanagement of federal funds and assets by not having proper oversight, reviews, and approvals over the activities of the program.

The County received a grant to be used to rehabilitate homes with high concentrations of lead. Per the terms of the grant agreement, this is a reimbursement grant and the County is to submit the LOCCS VRS - Request Voucher for Grant Payment which includes Part 3, Financial Reporting, to the Department of Housing and Urban Development for reimbursement. While there is a system in place to review the reimbursement request and associated reports, the review was not sufficient to detect duplicate reimbursement requests for several contractors.

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.

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."

ELKHART COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Compliance

In examining the payment requests and discussing the issue with officials, it was determined that there were several errors in the request process including requesting funds for contracts for which the County had previously been reimbursed. As a result of these errors, the Part 3, Financial Reporting included with the LOCCS was also incorrect.

During the prior audit, the County was made aware of several deficiencies related to reimbursement requests. As a result, they suspended requests for reimbursements until they could be certain that what they submitted for reimbursement was correct. At the end of 2013, there were several thousands of dollars in reimbursements that the County had not claimed. The County has now hired a consultant to examine the records and determine the accurate amount to request reimbursement for.

24 CFR 85.21(d) states in part: "Reimbursement shall be the preferred method when the requirements in paragraph (c) of this section are not met."

24 CFR 85.20 states in part:

"(b) The financial management systems of other grantees and subgrantees must meet the standards:

- (1) Financial reporting. Accurate, current, and complete disclosure of the financial results of financially assisted activities must be made in accordance with the financial reporting requirements of the grant or subgrant.
- (2) Accounting records. Grantees and subgrantees must maintain records which adequately identify the source and application of funds provided for financially assisted activities. These records must contain information pertaining to grant or subgrant awards and authorizations, obligations, unobligated balances, assets, liabilities, outlays or expenditures, and income."

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

We recommended that the County's management establish controls, including segregation of duties, related to the grant agreement and the compliance requirements noted above that have a direct and material effect to the program. We also recommended that the County request reimbursement for actual expenses and prepare and submit accurate reports in accordance with the Department of Housing and Urban Development's guidelines.

AUDITEE PREPARED DOCUMENTS

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

Elkhart County Auditor's Office

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2012-2 (Auditor Assigned Reference Number)

Original Assigned SBA Audit Report Number: B42613
Report Period: 01-01-12 to 12-31-12
Pass-Through Entity or Federal Grantor Agency: Indiana Department of Transportation
Contact Person Responsible for Corrective Action: Pauline E. Graff
Contact Phone Number: 574-535-6719

Status of Audit Finding:

Grant reimbursement money for the Park Department from Indiana Department of Transportation was requested prior to paying the vendor. The bookkeeper was informed that the vendor was to be paid first and then the reimbursement could be requested.

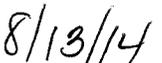
Reimbursable grants are now properly handled.



(Signature)



(Title)



(Date)

Elkhart County Auditor's Office

FINDING 2012-3 (Auditor Assigned Reference Number)

Original Assigned SBA Audit Report Number: B42613

Report Period: 01-01-12 to 12-31-13

Pass-Through Entity or Federal Grantor Agency: Housing and Urban Development

Contact Person Responsible for Corrective Action: Kristine Krueger

Contact Phone Number: 574-535-6746

Status of Audit Finding:

Reimbursement was being requested prior to paying the vendor. The confusion came from the fact that the initial grant was done in this manner. Subsequent grants needed vendor payment prior to reimbursement. The manager of the Grant was informed of this and subsequently is now being handled properly.



(Signature)



(Title)



(Date)

Elkhart County Auditor's Office

October 6, 2014

State Board of Accounts

Annual Audit 2013 Corrective Action

Finding 2013-1 – INTERNAL CONTROLS OVER FINANCIAL TRANSACTIONS AND REPORTING – SEFA

The management of Elkhart County has reviewed the findings and offer the following corrective action:

The Grant Administrator has been utilizing the form that was established for 2013 based on a form presented at the 2005 Auditor's Spring Conference. However, we have been informed that Gateway information was not properly recorded. We have now received instructions on the completion of the Grant information as well as additional areas to research on Grant reporting that will be implemented immediately.

Respectfully submitted,



Pauline E. Graff
Elkhart County Auditor

/peg

FINDING 2013-002

Contact Person Responsible for Corrective Action: Kristine Krueger, County Grants Administrator
Contact Number: 574-535-6746

Corrective Action Plan:

The LHC program is being implemented by only three individuals. Due to the enormous amount of activities; staff time has been consumed with implementing appropriate activities to provide benefits to the community as efficiently and effectively as possible. Due to focus on "field work", and the small number of staff, other areas of the program were unintentionally not given the attention required to ensure successful program implementation. It was realized improvement was needed on the fiscal/reporting aspect. Recognizing the time demand and weight of staff responsibilities the program hired a part-time support person to assist with the improvement process.

At the time of the State Audit, Support staff, the fiscal manager, and program director had already been diligently evaluating fiscal and reporting issues. Support staff began by auditing all financial reports and draw requests from the start of the program (June 2012) forward. The fiscal manager has been conducting a thorough audit of expenses with the assistance of the County Auditor. Throughout this time adjustments have been made to procedures to improve the efficiency and accuracy of the financial and reporting process. These joint efforts have allowed us to locate and correct errors and provided us a clear view of how things are currently operating and what areas need improvement.

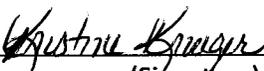
As we move forward, all program staff will be involved with re-evaluating and adapting program policies and standard operating procedures. Adaptation will focus first and foremost on the programs internal control system particularly relating to the financial and reporting practices.

Adaption will involve clear segregation duties, well defined solid accurate, appropriate job duties as means to ensure individuals are not in a position to initiate, approve undertake and review the same activities. Policies and standard operating procedures will be examined and modified to ensure strong and proper oversight, review, approval activities - checks and balances are in place that will assist in preventing inaccurate reporting, detection of errors, and taking corrective action in a more timely and efficient manner.

Policy and standard operating procedure modification will incorporate the following changes:

- Develop a review / audit checklist
- Have random more frequent internal audits
- Research the viability of external audits
- Establish a solid more effective financial and report review policy
- Confirm all reports and fund requests accurately reflect the actual expenditures of the program during the set timeframe – estimations will no longer be acceptable
- Create more fund / drawdown requests –creating a smaller inventory of invoices to track
- Ensure all expenses are clearly identified in fund requests (dates, invoice numbers, etc)
- Copies of all associated documents will be attached to each report and fund requests -
These may invoices & vouchers, proof of match, and auditor reports.

Evaluation and adaptation of policies and standard operating procedures are scheduled to begin October 31, 2014. Policies and operating procedures will be implemented immediately upon adoption. It is our intent to have our improved internal control system developed, used and well established by the end of the year and will continue through the life of the program. These policies will diligently be used to monitor current and future activities to prevent, detect, and correct errors or implement improvements in an effective and timely manner.



(Signature)

Elkhart County Grants Administrator
(Title)

October 9, 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/>.