

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

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



FILED
05/22/2015

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	2
Independent Auditor's Report	3-5
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statement Performed in Accordance With <i>Government Auditing Standards</i>	6-7
Financial Statement and Accompanying Notes:	
Statement of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis	10-12
Notes to Financial Statement	13-18
Supplementary Information - Unaudited:	
Combining Schedule of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis	20-43
Schedule of Leases and Debt	44
Schedule of Capital Assets.....	45
Supplemental Audit of Federal Awards:	
Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control Over Compliance.....	48-49
Schedule of Expenditures of Federal Awards and Accompanying Note:	
Schedule of Expenditures of Federal Awards.....	52
Note to Schedule of Expenditures of Federal Awards	53
Schedule of Findings and Questioned Costs	54-58
Auditee Prepared Documents:	
Summary Schedule of Prior Audit Findings.....	60
Corrective Action Plan	61-63
Other Report	64

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
County Auditor	Kathy S. Hohenstreiter	01-01-13 to 12-31-16
County Treasurer	Maria L. Fisher	01-01-13 to 12-31-16
Clerk of the Circuit Court	Amanda L. Lowery	01-01-11 to 12-31-18
County Sheriff	Michael E. Carothers	01-01-11 to 12-31-18
County Recorder	Linda Jo Auleman	01-01-11 to 12-31-18
President of the Board of County Commissioners	Jerry Hounshel	01-01-13 to 12-31-15
President of the County Council	Charles S. Murphy Leon Pottschmidt	01-01-13 to 12-31-13 01-01-14 to 12-31-15



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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF JACKSON COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of Jackson 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 January 15, 2015, on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.


Accompanying Information

Supplementary Information

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

INDEPENDENT AUDITOR'S REPORT
(Continued)

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


Paul D. Joyce, CPA
State Examiner

January 15, 2015



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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 JACKSON 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 Jackson 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 January 15, 2015, wherein we noted the County followed accounting practices the Indiana State Board of Accounts prescribes rather than accounting principles generally accepted in the United States of America.

Internal Control Over Financial Reporting

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

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

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

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

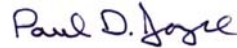
As part of obtaining reasonable assurance about whether the County's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect 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 items 2013-001 and 2013-002.

Jackson County's Response to Findings

The County's response to the findings identified in our audit is described in the accompanying Corrective Action Plans. The County's responses were 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

January 15, 2015

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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.

JACKSON 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	\$ 1,194,029	\$ 2,134,701	\$ 1,194,029	\$ 2,134,701
Sheriff's Inmate Trust	22,951	488,525	488,917	22,559
Juvenile Detention - Trust (Auxiliary Acct)	821	2,682	2,665	838
Jail Commissary	144,732	151,232	150,248	145,716
Clerk's Trust	1,250,688	3,813,148	3,966,071	1,097,765
Sheriff's Cashbook	-	162,267	162,267	-
General	2,063,480	10,614,472	10,780,441	1,897,511
Accident Report	2,688	4,804	5,422	2,070
CAGIT County Certified Shares	-	2,220,244	2,215,923	4,321
CEDIT County Share	171,449	2,951,489	2,950,866	172,072
Child Advocacy	200	-	-	200
City and Town Court Costs	87,202	14,217	-	101,419
Clerk's Records Perpetuation	59,223	14,866	5,486	68,603
Community Corrections	96,122	278,383	214,378	160,127
Community Transition Program	24,705	5,155	18,641	11,219
Convention Visitor and Tourism Promotion	644,777	400,911	353,031	692,657
County Option Dog Tax	422	-	-	422
Sales Disclosure - County Share	31,079	4,909	50	35,938
Covered Bridge	8,916	3,706	-	12,622
Cumulative Bridge	2,300,219	619,360	782,554	2,137,025
Cumulative Building	567	-	-	567
Cumulative Capital Development	1,066,625	612,951	588,943	1,090,633
Cumulative Courthouse	48	-	-	48
Cumulative Jail	4,205	-	4,205	-
Drug Free Community	33,313	32,616	34,729	31,200
Electronic Map Generation	13,866	1,000	90	14,776
Emergency Medical Services	1,051,498	2,172,908	2,300,091	924,315
Emergency Planning/Right To Know	37,522	4,855	11,237	31,140
Emergency Telephone System	51,212	47,199	98,411	-
Health	62,605	520,699	499,714	83,590
Identification Security Protection	3,472	4,945	1,514	6,903
Levy Excess	118,133	-	118,133	-
Local Health Maintenance	15,639	33,139	48,248	530
Local Road and Street	37,509	363,927	398,712	2,724
Misdemeanant	50,345	45,581	45,500	50,426
Motor Vehicle Highway	664,523	2,576,528	2,279,770	961,281
Plat Book	34,533	6,961	1,503	39,991
Rainy Day	3,150,889	19,237	696,654	2,473,472
Reassessment - 2015	247,084	121,487	148,742	219,829
Recorder's Records Perpetuation	52,290	102,059	59,762	94,587
Sheriff's Pension Trust	114,212	108,252	125,000	97,464
Supplemental Public Defender Services	217,974	23,417	-	241,391
Surplus Tax	353,483	39,756	337,115	56,124
Surveyor's Corner Perpetuation	20,057	9,380	13,814	15,623
Tax Sale Redemption	-	199,583	199,583	-
Tax Sale Surplus	521,992	308,074	466,571	363,495
Local Health Department Trust Account	-	11,797	-	11,797
Wireless Emergency Telephone System	470,279	-	470,279	-
Guardian Ad Litem	60,331	61,132	65,816	55,647
County Elected Officials Training	5,995	4,944	753	10,186
County Offender Transportation Fund	-	2,140	-	2,140
Statewide 911	652,003	1,153,912	613,596	1,192,319
Adult Probation Administrative	19,764	18,497	28,914	9,347
Juvenile Probation Administrative	16,811	1,889	12,813	5,887
Supplemental Adult Probation Services	7,234	126,180	97,992	35,422
Supplemental Juvenile Probation Services	5,533	7,328	12,582	279
Alternative Dispute Resolution	7,793	5,680	9,600	3,873
Tobacco Settlement	1	-	1	-
County User Fee	18,082	-	-	18,082
Drain Construction/Reconstruction	12,911	-	-	12,911
Drainage Maintenance	312,023	97,359	68,368	341,014
Collection Agency Fees	1,274	-	1,274	-
Donations	9,221	9,385	8,215	10,391
Local Ordinance Violations Fines - County	34,797	43,694	57,630	20,861
Debt Service	245,501	292,971	530,917	7,555
Capital Projects	78,265	-	-	78,265
Payroll Clearing	33,488	-	2,968	30,520
Payroll Withholding - Donations	-	4,892	4,892	-
Payroll Withholding - Insurance	202	6,591	6,793	-

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

JACKSON 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
Payroll Withholding - Other	72	909	981	-
Payroll Withholding - Savings	-	92,575	92,575	-
Payroll Withholding - Federal	21	893,781	893,802	-
Payroll Withholding - FICA & Medicare	(519)	633,939	633,420	-
Payroll Withholding - Flex Spending	-	3,120	3,120	-
Payroll Withholding - Local Tax	9,462	127,022	126,485	9,999
Payroll Withholding - PERF	461	10,787	11,248	-
Payroll Withholding - State	20,972	281,082	279,885	22,169
Payroll Withholding - Wage Garnishments	(5,493)	54,066	48,573	-
Settlement	-	38,009,372	38,009,372	-
CVET Agency	38	309,122	309,160	-
Financial Institution Tax	-	221,278	221,278	-
CEDIT Homestead Credit	437,881	1,819,868	2,217,838	39,911
HEA 1001 State Homestead Credit	(2,091)	-	-	(2,091)
Homestead Credit Rebate	9,874	-	9,874	-
State Fines and Forfeitures	1,585	7,687	8,130	1,142
Infraction Judgements	2,804	35,549	36,097	2,256
Overweight Vehicle Fines	-	36,155	34,581	1,574
Special Death Benefit	560	4,170	4,445	285
Sales Disclosure - State Share	320	4,910	4,975	255
Coroners Training & Con't Education	394	4,148	4,158	384
Interstate Compact - State Share	125	1,501	1,438	188
Mortgage Recording Fees - State Share	4,711	58,053	59,435	3,329
Child Restraint Violations Fines	25	900	900	25
Inheritance Tax	608,114	644,500	1,252,614	-
Education Plate Fees Agency	-	619	619	-
Riverboat Revenue Sharing	251,032	251,032	502,064	-
CAGIT Distribution	324	7,993,523	7,993,847	-
93.563 Prosecutor PCA	4,105	2,755	1,894	4,966
93.563 ARRA Prosecutor IV-D Incentive	8,685	-	8,685	-
93.563 ARRA Clerk IV-D Incentive	1,391	-	-	1,391
93.563 Title IV-D Incentive	50,762	30,250	7,150	73,862
93.563 Prosecutor IV-D Incentive-Post Oct '99	143,769	27,022	24,860	145,931
93.563 Clerk IV-D Incentive-Prior To Oct '99	23,989	-	11,819	12,170
93.563 Clerk IV-D Incentive-Post Oct '99	80,388	17,963	54,495	43,856
HINI Vaccine Fund	3	-	-	3
Agency on Aging	13,102	-	-	13,102
Help America Vote Act	391	-	-	391
Interstate Compact -county share	2,025	-	-	2,025
Health Ins Fund-Employer share	832	1,007,183	1,008,015	-
User Fees-Pretrial Diversion	6,164	41,968	31,087	17,045
User Fees-Deferral Program	46,734	36,280	62,598	20,416
User Fees-Jury Fee	65	7,451	7,516	-
User Fees-Law Enforcement	130,042	13,870	12,430	131,482
Pershing Twp Vol Fire Dept Grant	8,311	26,186	34,497	-
Prosecutor Victim Assist Prog	(9,696)	44,080	39,637	(5,253)
Emerg Mgmt Spec Approp	19,322	7,941	7,099	20,164
Clerk Odyssey Grant Fund	-	5,479	706	4,773
Juv Det Ctr Grant	196	-	-	196
Comm Corr Grant-157	(15,331)	3,331	-	(12,000)
Chins-Children in Need Service	727,991	233,085	19,306	941,770
Community Corrections Grant-177	2,190	137,259	139,449	-
Bullet Proof Vests	198	-	-	198
Community Corrections State Grant-182	-	176,512	206,099	(29,587)
Interpreter Grant	17,956	-	2,004	15,952
L/R Payment	46,544	314,759	277,000	84,303
Burkhart Drive/I-65 TIF	(200,000)	200,000	-	-
Sheriff Law Enf. Cont. Ed.	408	258	120	546
Juvenile Home Kids to Camp	983	-	983	-
Treasurer Return Check Fee	-	50	50	-
Handgun License Application	16,092	22,380	22,873	15,599
Wildlife Refuge	-	51,890	51,890	-
User Fees Alcohol & Drug	(7,589)	142,805	123,980	11,236
Clerk Ordinance Fund Collections	5,563	750	5,245	1,068
Legal fees/PPJ	5	-	-	5
Jackson Co 2010 GOB Series	308,490	-	93,013	215,477
Jackson Co 2013 GOB Series	-	1,983,805	575,173	1,408,632
Sheriff Drug Buy Money-supplemental	3,347	6,562	6,972	2,937

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

JACKSON 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
County Assessor Copy Fund	3,653	-	509	3,144
Courthouse/Annex Renovation	362	-	-	362
Juvenile Home Tutoring	2,416	-	1,540	876
Juvenile Home Counseling	5,606	-	247	5,359
Seatbelt Violations	1,000	15,025	14,625	1,400
Vallonia Storm Water	-	6,500	5,891	609
Asset Forfeiture Fund	13,123	10,176	9,369	13,930
IN Local Health Dept trust -206	10,625	-	10,625	-
Commissioner Sale Fund	4,750	7,850	12,600	-
Public Health Preparedness Grant	1,429	35,892	37,030	291
ILHDTA-Excess Fund	40,420	7,470	29,677	18,213
Bioterrorism Hospital Planning	-	5,000	5,000	-
NACCHO Grant	-	4,000	3,541	459
Response Supplemental	-	10,000	10,000	-
Local Health Maintenance Fund-240	-	15,639	-	15,639
Colonial Insurance Post-tax	3,490	43,251	43,178	3,563
Aflac Post-tax	-	41,157	41,157	-
Great West Insurance	-	50,499	50,499	-
Great West Percentage	-	5,626	5,626	-
Siho Pre-tax	952	391,117	384,543	7,526
Boston Mutual	3,138	24,755	27,893	-
AFLAC Pre-tax	68	37,392	37,085	375
Dental/Eye Pre-tax	(13)	134,713	134,700	-
Liberty Pre-tax	711	9,523	10,234	-
Liberty Post-tax	60	2,923	2,838	145
Colonial Ins Pre-tax	1,064	11,419	11,657	826
Juvenile Home-Supplemental	7,335	15,867	20,240	2,962
Juvenile Det Ctr-Cash Acct-Supplemental	57	534	532	59
Clerk MHI Acct-supplemental	40,891	1,234,551	1,248,257	27,185
Visitor Center-Supplemental-cash fund	25	2,127	2,127	25
Visitor Center-supplemental-checking acct	4,917	6,548	7,868	3,597
Totals	<u>\$ 20,942,985</u>	<u>\$ 91,259,112</u>	<u>\$ 91,529,080</u>	<u>\$ 20,673,017</u>

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

JACKSON COUNTY
NOTES TO FINANCIAL STATEMENT

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

The County was established under the laws of the State of Indiana. The County operates under a Council-Commissioner form of government and provides some or all of the following services: public safety (police), highways and streets, health welfare and social services, culture and recreation, public improvements, planning and zoning, and general administrative services.

The accompanying financial statement presents the financial information for the County.

B. Basis of Accounting

The financial statement is reported on a regulatory basis of accounting prescribed by the Indiana State Board of Accounts in accordance with state statute (IC 5-11-1-6), which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The basis of accounting involves the reporting of only cash and investments and the changes therein resulting from cash inflows (receipts) and cash outflows (disbursements) reported in the period in which they occurred.

The regulatory basis of accounting differs from accounting principles generally accepted in the United States of America in that receipts are recognized when received in cash, rather than when earned, and disbursements are recognized when paid, rather than when a liability is incurred.

C. Cash and Investments

Investments are stated at cost. Any changes in fair value of the investments are reported as receipts in the year of the sale of the investment.

D. Receipts

Receipts are presented in the aggregate on the face of the financial statement. The aggregate receipts include the following sources:

Taxes which can include one or more of the following: property taxes, certified shares (local option tax), property tax replacement credit (local option tax), county option income tax, wheel tax, innkeepers tax, food and beverage tax, county economic development income tax, boat and trailer excise tax, county adjusted gross income tax, and other taxes that are set by the County.

Licenses and permits which include amounts received from businesses, occupations, or nonbusinesses that must be licensed before doing business within the government's jurisdiction or permits levied according to the benefits presumably conferred by the permit. Examples of licenses and permits include: peddler licenses, dog tax licenses, auctioneer license, building and planning permits, demolition permits, electrical permits, sign permits, and gun permits.

JACKSON COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

Intergovernmental receipts which include receipts from other governments in the form of operating grants, entitlements, or payments in lieu of taxes. Examples of this type of receipts include, but are not limited to: federal grants, state grants, cigarette tax distributions received from the state, motor vehicle highway distribution received from the state, local road and street distribution received from the state, financial institution tax received from the state, auto excise surtax received from the state, commercial vehicle excise tax received from the state, major moves distributions received from the state, and riverboat receipts received from the County.

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

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

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

E. Disbursements

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

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

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

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

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

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

JACKSON 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.

JACKSON 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

JACKSON 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. This is a result of expenditures exceeding receipts and will be offset with future receipts.

JACKSON COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 8. *Holding Corporation*

The County has entered into capital leases with Jackson County Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the County. The lessor has been determined to be a related party of the County. Lease payments during the year 2013 totaled \$1,012,750.

Note 9. *Other Postemployment Benefits*

The County provides to eligible retirees and their spouses health insurance 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.

JACKSON 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	Juvenile Detention - Trust (Auxiliary Acct)	Jail Commissary	Clerk's Trust	Sheriff's Cashbook	General	Accident Report
Cash and investments - beginning	\$ 1,194,029	\$ 22,951	\$ 821	\$ 144,732	\$ 1,250,688	\$ -	\$ 2,063,480	\$ 2,688
Receipts:								
Taxes	2,134,701	-	-	-	-	-	4,982,791	-
Licenses and permits	-	-	-	-	-	-	7,932	-
Intergovernmental	-	-	-	-	-	-	2,381,051	-
Charges for services	-	-	-	-	-	-	395,274	4,804
Fines and forfeits	-	-	-	-	-	-	122,052	-
Other receipts	-	488,525	2,682	151,232	3,813,148	162,267	2,725,372	-
Total receipts	2,134,701	488,525	2,682	151,232	3,813,148	162,267	10,614,472	4,804
Disbursements:								
Personal services	-	-	-	-	-	-	8,493,617	-
Supplies	-	-	-	-	-	-	482,270	-
Other services and charges	-	-	-	-	-	-	529,139	5,422
Debt service - principal and interest	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	6,083	-
Other disbursements	1,194,029	488,917	2,665	150,248	3,966,071	162,267	1,269,332	-
Total disbursements	1,194,029	488,917	2,665	150,248	3,966,071	162,267	10,780,441	5,422
Excess (deficiency) of receipts over disbursements	940,672	(392)	17	984	(152,923)	-	(165,969)	(618)
Cash and investments - ending	\$ 2,134,701	\$ 22,559	\$ 838	\$ 145,716	\$ 1,097,765	\$ -	\$ 1,897,511	\$ 2,070

JACKSON 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	Child Advocacy	City and Town Court Costs	Clerk's Records Perpetuation	Community Corrections	Community Transition Program
Cash and investments - beginning	\$ -	\$ 171,449	\$ 200	\$ 87,202	\$ 59,223	\$ 96,122	\$ 24,705
Receipts:							
Taxes	2,208,184	1,819,866	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	1,131,124	-	-	2,455	-	5,155
Charges for services	-	-	-	-	-	278,383	-
Fines and forfeits	-	-	-	14,217	12,411	-	-
Other receipts	12,060	499	-	-	-	-	-
Total receipts	<u>2,220,244</u>	<u>2,951,489</u>	<u>-</u>	<u>14,217</u>	<u>14,866</u>	<u>278,383</u>	<u>5,155</u>
Disbursements:							
Personal services	-	-	-	-	-	129,137	-
Supplies	-	-	-	-	-	15,364	2,995
Other services and charges	2,203,862	-	-	-	5,486	53,587	8,516
Debt service - principal and interest	-	731,000	-	-	-	-	-
Capital outlay	-	-	-	-	-	12,958	7,130
Other disbursements	12,061	2,219,866	-	-	-	3,332	-
Total disbursements	<u>2,215,923</u>	<u>2,950,866</u>	<u>-</u>	<u>-</u>	<u>5,486</u>	<u>214,378</u>	<u>18,641</u>
Excess (deficiency) of receipts over disbursements	<u>4,321</u>	<u>623</u>	<u>-</u>	<u>14,217</u>	<u>9,380</u>	<u>64,005</u>	<u>(13,486)</u>
Cash and investments - ending	<u>\$ 4,321</u>	<u>\$ 172,072</u>	<u>\$ 200</u>	<u>\$ 101,419</u>	<u>\$ 68,603</u>	<u>\$ 160,127</u>	<u>\$ 11,219</u>

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

	Convention Visitor and Tourism Promotion	County Option Dog Tax	Sales Disclosure - County Share	Covered Bridge	Cumulative Bridge	Cumulative Building	Cumulative Capital Development
Cash and investments - beginning	\$ 644,777	\$ 422	\$ 31,079	\$ 8,916	\$ 2,300,219	\$ 567	\$ 1,066,625
Receipts:							
Taxes	395,221	-	-	-	363,130	-	604,611
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	3,700	236,480	-	8,340
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	5,690	-	4,909	6	19,750	-	-
Total receipts	400,911	-	4,909	3,706	619,360	-	612,951
Disbursements:							
Personal services	152,079	-	-	-	148,693	-	-
Supplies	4,927	-	-	-	-	-	-
Other services and charges	104,909	-	-	-	-	-	120,101
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	516	-	-	-	633,861	-	468,842
Other disbursements	90,600	-	50	-	-	-	-
Total disbursements	353,031	-	50	-	782,554	-	588,943
Excess (deficiency) of receipts over disbursements	47,880	-	4,859	3,706	(163,194)	-	24,008
Cash and investments - ending	\$ 692,657	\$ 422	\$ 35,938	\$ 12,622	\$ 2,137,025	\$ 567	\$ 1,090,633

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

	Cumulative Courthouse	Cumulative Jail	Drug Free Community	Electronic Map Generation	Emergency Medical Services	Emergency Planning/Right To Know	Emergency Telephone System
Cash and investments - beginning	\$ 48	\$ 4,205	\$ 33,313	\$ 13,866	\$ 1,051,498	\$ 37,522	\$ 51,212
Receipts:							
Taxes	-	-	-	-	101,676	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	18,457	4,735	-
Charges for services	-	-	-	-	2,049,090	-	-
Fines and forfeits	-	-	32,616	-	-	-	-
Other receipts	-	-	-	1,000	3,685	120	47,199
Total receipts	-	-	32,616	1,000	2,172,908	4,855	47,199
Disbursements:							
Personal services	-	-	-	-	1,671,897	794	-
Supplies	-	-	-	-	190,184	318	-
Other services and charges	-	-	-	90	229,186	9,437	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	198,089	688	-
Other disbursements	-	4,205	34,729	-	10,735	-	98,411
Total disbursements	-	4,205	34,729	90	2,300,091	11,237	98,411
Excess (deficiency) of receipts over disbursements	-	(4,205)	(2,113)	910	(127,183)	(6,382)	(51,212)
Cash and investments - ending	\$ 48	\$ -	\$ 31,200	\$ 14,776	\$ 924,315	\$ 31,140	\$ -

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

	Health	Identification Security Protection	Levy Excess	Local Health Maintenance	Local Road and Street	Misdemeanant	Motor Vehicle Highway
Cash and investments - beginning	\$ 62,605	\$ 3,472	\$ 118,133	\$ 15,639	\$ 37,509	\$ 50,345	\$ 664,523
Receipts:							
Taxes	326,817	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	1,720
Intergovernmental	9,508	-	-	33,139	363,927	45,549	2,353,981
Charges for services	184,374	4,945	-	-	-	-	1,000
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	32	219,827
Total receipts	520,699	4,945	-	33,139	363,927	45,581	2,576,528
Disbursements:							
Personal services	397,666	-	-	19,837	-	-	1,002,055
Supplies	59,046	-	-	-	398,712	-	886,915
Other services and charges	43,002	1,514	-	12,772	-	40,500	255,449
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	5,000	125,351
Other disbursements	-	-	118,133	15,639	-	-	10,000
Total disbursements	499,714	1,514	118,133	48,248	398,712	45,500	2,279,770
Excess (deficiency) of receipts over disbursements	20,985	3,431	(118,133)	(15,109)	(34,785)	81	296,758
Cash and investments - ending	\$ 83,590	\$ 6,903	\$ -	\$ 530	\$ 2,724	\$ 50,426	\$ 961,281

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

	Plat Book	Rainy Day	Reassessment - 2015	Recorder's Records Perpetuation	Sheriff's Pension Trust	Supplemental Public Defender Services	Surplus Tax
Cash and investments - beginning	\$ 34,533	\$ 3,150,889	\$ 247,084	\$ 52,290	\$ 114,212	\$ 217,974	\$ 353,483
Receipts:							
Taxes	-	-	119,833	-	-	-	39,679
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	1,654	-	-	-	-
Charges for services	6,961	-	-	100,011	-	-	-
Fines and forfeits	-	-	-	-	108,252	23,417	-
Other receipts	-	19,237	-	2,048	-	-	77
Total receipts	6,961	19,237	121,487	102,059	108,252	23,417	39,756
Disbursements:							
Personal services	-	-	43,935	14,682	-	-	-
Supplies	-	-	17	-	-	-	-
Other services and charges	1,500	129,673	104,790	42,629	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	516,981	-	-	-	-	-
Other disbursements	3	50,000	-	2,451	125,000	-	337,115
Total disbursements	1,503	696,654	148,742	59,762	125,000	-	337,115
Excess (deficiency) of receipts over disbursements	5,458	(677,417)	(27,255)	42,297	(16,748)	23,417	(297,359)
Cash and investments - ending	\$ 39,991	\$ 2,473,472	\$ 219,829	\$ 94,587	\$ 97,464	\$ 241,391	\$ 56,124

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

	Surveyor's Corner Perpetuation	Tax Sale Redemption	Tax Sale Surplus	Local Health Department Trust Account	Wireless Emergency Telephone System	Guardian Ad Litem	County Elected Officials Training
Cash and investments - beginning	\$ 20,057	\$ -	\$ 521,992	\$ -	\$ 470,279	\$ 60,331	\$ 5,995
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	11,797	-	19,001	-
Charges for services	9,380	-	-	-	-	-	4,944
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	199,583	308,074	-	-	42,131	-
Total receipts	9,380	199,583	308,074	11,797	-	61,132	4,944
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	462	-	-	-	-	-	-
Other services and charges	7,766	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	5,586	199,583	466,571	-	470,279	65,816	753
Total disbursements	13,814	199,583	466,571	-	470,279	65,816	753
Excess (deficiency) of receipts over disbursements	(4,434)	-	(158,497)	11,797	(470,279)	(4,684)	4,191
Cash and investments - ending	\$ 15,623	\$ -	\$ 363,495	\$ 11,797	\$ -	\$ 55,647	\$ 10,186

JACKSON 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	Adult Probation Administrative	Juvenile Probation Administrative	Supplemental Adult Probation Services	Supplemental Juvenile Probation Services	Alternative Dispute Resolution
Cash and investments - beginning	\$ -	\$ 652,003	\$ 19,764	\$ 16,811	\$ 7,234	\$ 5,533	\$ 7,793
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	556,565	-	-	-	-	-
Charges for services	1,188	28,657	18,497	1,889	125,180	7,328	-
Fines and forfeits	-	-	-	-	-	-	5,680
Other receipts	952	568,690	-	-	1,000	-	-
Total receipts	2,140	1,153,912	18,497	1,889	126,180	7,328	5,680
Disbursements:							
Personal services	-	161,560	28,914	12,390	94,574	11,582	-
Supplies	-	8,566	-	423	-	-	-
Other services and charges	-	160,140	-	-	3,418	-	9,600
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	283,330	-	-	-	-	-
Other disbursements	-	-	-	-	-	1,000	-
Total disbursements	-	613,596	28,914	12,813	97,992	12,582	9,600
Excess (deficiency) of receipts over disbursements	2,140	540,316	(10,417)	(10,924)	28,188	(5,254)	(3,920)
Cash and investments - ending	\$ 2,140	\$ 1,192,319	\$ 9,347	\$ 5,887	\$ 35,422	\$ 279	\$ 3,873

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

	Tobacco Settlement	County User Fee	Drain Construction/ Reconstruction	Drainage Maintenance	Collection Agency Fees	Donations	Local Ordinance Violations Fines - County
Cash and investments - beginning	\$ 1	\$ 18,082	\$ 12,911	\$ 312,023	\$ 1,274	\$ 9,221	\$ 34,797
Receipts:							
Taxes	-	-	-	97,359	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	43,694
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	9,385	-
Total receipts	-	-	-	97,359	-	9,385	43,694
Disbursements:							
Personal services	-	-	-	-	-	-	20,006
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	68,368	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	32,834
Other disbursements	1	-	-	-	1,274	8,215	4,790
Total disbursements	1	-	-	68,368	1,274	8,215	57,630
Excess (deficiency) of receipts over disbursements	(1)	-	-	28,991	(1,274)	1,170	(13,936)
Cash and investments - ending	\$ -	\$ 18,082	\$ 12,911	\$ 341,014	\$ -	\$ 10,391	\$ 20,861

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

	Debt Service	Capital Projects	Payroll Clearing	Payroll Withholding - Donations	Payroll Withholding - Insurance	Payroll Withholding - Other	Payroll Withholding - Savings
Cash and investments - beginning	\$ 245,501	\$ 78,265	\$ 33,488	\$ -	\$ 202	\$ 72	\$ -
Receipts:							
Taxes	239,666	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	3,305	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	50,000	-	-	4,892	6,591	909	92,575
Total receipts	292,971	-	-	4,892	6,591	909	92,575
Disbursements:							
Personal services	-	-	-	-	6,793	919	92,575
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	530,917	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	2,968	4,892	-	62	-
Total disbursements	530,917	-	2,968	4,892	6,793	981	92,575
Excess (deficiency) of receipts over disbursements	(237,946)	-	(2,968)	-	(202)	(72)	-
Cash and investments - ending	\$ 7,555	\$ 78,265	\$ 30,520	\$ -	\$ -	\$ -	\$ -

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

	Payroll Withholding - Federal	Payroll Withholding - FICA & Medicare	Payroll Withholding - Flex Spending	Payroll Withholding - Local Tax	Payroll Withholding - PERF	Payroll Withholding - State	Payroll Withholding - Wage Garnishments
Cash and investments - beginning	\$ 21	\$ (519)	\$ -	\$ 9,462	\$ 461	\$ 20,972	\$ (5,493)
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	893,781	633,939	3,120	127,022	10,787	281,082	54,066
Total receipts	893,781	633,939	3,120	127,022	10,787	281,082	54,066
Disbursements:							
Personal services	-	-	3,120	-	10,787	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	893,802	633,420	-	126,485	461	279,885	48,573
Total disbursements	893,802	633,420	3,120	126,485	11,248	279,885	48,573
Excess (deficiency) of receipts over disbursements	(21)	519	-	537	(461)	1,197	5,493
Cash and investments - ending	\$ -	\$ -	\$ -	\$ 9,999	\$ -	\$ 22,169	\$ -

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

	Settlement	CVET Agency	Financial Institution Tax	CEDIT Homestead Credit	HEA 1001 State Homestead Credit	Homestead Credit Rebate	State Fines and Forfeitures
Cash and investments - beginning	\$ -	\$ 38	\$ -	\$ 437,881	\$ (2,091)	\$ 9,874	\$ 1,585
Receipts:							
Taxes	38,009,372	-	-	2	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	309,122	221,278	1,819,866	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	7,687
Other receipts	-	-	-	-	-	-	-
Total receipts	<u>38,009,372</u>	<u>309,122</u>	<u>221,278</u>	<u>1,819,868</u>	<u>-</u>	<u>-</u>	<u>7,687</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	38,009,372	309,160	221,278	2,217,838	-	9,874	8,130
Total disbursements	<u>38,009,372</u>	<u>309,160</u>	<u>221,278</u>	<u>2,217,838</u>	<u>-</u>	<u>9,874</u>	<u>8,130</u>
Excess (deficiency) of receipts over disbursements	-	(38)	-	(397,970)	-	(9,874)	(443)
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 39,911</u>	<u>\$ (2,091)</u>	<u>\$ -</u>	<u>\$ 1,142</u>

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

	Infraction Judgements	Overweight Vehicle Fines	Special Death Benefit	Sales Disclosure - State Share	Coroners Training & Con't Education	Interstate Compact - State Share	Mortgage Recording Fees - State Share
Cash and investments - beginning	\$ 2,804	\$ -	\$ 560	\$ 320	\$ 394	\$ 125	\$ 4,711
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	4,170	4,910	4,148	-	58,053
Fines and forfeits	35,549	36,155	-	-	-	1,501	-
Other receipts	-	-	-	-	-	-	-
Total receipts	35,549	36,155	4,170	4,910	4,148	1,501	58,053
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	36,097	34,581	4,445	4,975	4,158	1,438	59,435
Total disbursements	36,097	34,581	4,445	4,975	4,158	1,438	59,435
Excess (deficiency) of receipts over disbursements	(548)	1,574	(275)	(65)	(10)	63	(1,382)
Cash and investments - ending	\$ 2,256	\$ 1,574	\$ 285	\$ 255	\$ 384	\$ 188	\$ 3,329

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

	Child Restraint Violations Fines	Inheritance Tax	Education Plate Fees Agency	Riverboat Revenue Sharing	CAGIT Distribution	93.563 Prosecutor PCA	93.563 ARRA Prosecutor IV-D Incentive
Cash and investments - beginning	\$ 25	\$ 608,114	\$ -	\$ 251,032	\$ 324	\$ 4,105	\$ 8,685
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	644,500	619	251,032	7,993,024	2,755	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	900	-	-	-	-	-	-
Other receipts	-	-	-	-	499	-	-
Total receipts	900	644,500	619	251,032	7,993,523	2,755	-
Disbursements:							
Personal services	-	-	-	-	-	-	1,053
Supplies	-	-	-	-	-	-	1,225
Other services and charges	-	-	-	-	-	-	2,803
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	900	1,252,614	619	502,064	7,993,847	1,894	3,604
Total disbursements	900	1,252,614	619	502,064	7,993,847	1,894	8,685
Excess (deficiency) of receipts over disbursements	-	(608,114)	-	(251,032)	(324)	861	(8,685)
Cash and investments - ending	\$ 25	\$ -	\$ -	\$ -	\$ -	\$ 4,966	\$ -

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

	93.563 ARRA Clerk IV-D Incentive	93.563 Title IV-D Incentive	93.563 Prosecutor IV-D Incentive-Post Oct '99	93.563 Clerk IV-D Incentive-Prior To Oct '99	93.563 Clerk IV-D Incentive-Post Oct '99	HINI Vaccine Fund	Agency on Aging
Cash and investments - beginning	\$ 1,391	\$ 50,762	\$ 143,769	\$ 23,989	\$ 80,388	\$ 3	\$ 13,102
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	17,963	27,022	-	17,963	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	12,287	-	-	-	-	-
Total receipts	-	30,250	27,022	-	17,963	-	-
Disbursements:							
Personal services	-	-	8,789	484	-	-	-
Supplies	-	-	2,680	11,263	687	-	-
Other services and charges	-	7,150	4,709	72	53,808	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	8,682	-	-	-	-
Total disbursements	-	7,150	24,860	11,819	54,495	-	-
Excess (deficiency) of receipts over disbursements	-	23,100	2,162	(11,819)	(36,532)	-	-
Cash and investments - ending	\$ 1,391	\$ 73,862	\$ 145,931	\$ 12,170	\$ 43,856	\$ 3	\$ 13,102

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

	Help America Vote Act	Interstate Compact -county share	Health Ins Fund-Employer share	User Fees-Pretrial Diversion	User Fees-Deferral Program	User Fees-Jury Fee	User Fees-Law Enforcement
Cash and investments - beginning	\$ 391	\$ 2,025	\$ 832	\$ 6,164	\$ 46,734	\$ 65	\$ 130,042
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	41,968	16,280	7,252	13,870
Other receipts	-	-	1,007,183	-	20,000	199	-
Total receipts	-	-	1,007,183	41,968	36,280	7,451	13,870
Disbursements:							
Personal services	-	-	-	8,262	47,899	7,516	-
Supplies	-	-	-	765	7,434	-	-
Other services and charges	-	-	1,008,015	2,060	7,265	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	20,000	-	-	12,430
Total disbursements	-	-	1,008,015	31,087	62,598	7,516	12,430
Excess (deficiency) of receipts over disbursements	-	-	(832)	10,881	(26,318)	(65)	1,440
Cash and investments - ending	\$ 391	\$ 2,025	\$ -	\$ 17,045	\$ 20,416	\$ -	\$ 131,482

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

	Pershing Twp Vol Fire Dept Grant	Prosecutor Victim Assist Prog	Emerg Mgmt Spec Approp	Clerk Odyssey Grant Fund	Juv Det Ctr Grant	Comm Corr Grant-157	Chins-Children in Need Service
Cash and investments - beginning	\$ 8,311	\$ (9,696)	\$ 19,322	\$ -	\$ 196	\$ (15,331)	\$ 727,991
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	26,186	44,080	7,887	5,479	-	-	233,023
Charges for services	-	-	30	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	24	-	-	3,331	62
Total receipts	26,186	44,080	7,941	5,479	-	3,331	233,085
Disbursements:							
Personal services	-	39,637	-	706	-	-	-
Supplies	-	-	1,586	-	-	-	-
Other services and charges	26,251	-	2,200	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	8,246	-	3,313	-	-	-	19,306
Total disbursements	34,497	39,637	7,099	706	-	-	19,306
Excess (deficiency) of receipts over disbursements	(8,311)	4,443	842	4,773	-	3,331	213,779
Cash and investments - ending	\$ -	\$ (5,253)	\$ 20,164	\$ 4,773	\$ 196	\$ (12,000)	\$ 941,770

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

	Community Corrections Grant-177	Bullet Proof Vests	Community Corrections State Grant-182	Interpreter Grant	L/R Payment	Burkhart Drive/I-65 TIF	Sheriff Law Enf. Cont. Ed.
Cash and investments - beginning	\$ 2,190	\$ 198	\$ -	\$ 17,956	\$ 46,544	\$ (200,000)	\$ 408
Receipts:							
Taxes	-	-	-	-	310,476	200,000	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	137,259	-	176,512	-	4,283	-	-
Charges for services	-	-	-	-	-	-	258
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	137,259	-	176,512	-	314,759	200,000	258
Disbursements:							
Personal services	78,757	-	139,236	2,004	-	-	-
Supplies	2,259	-	8,644	-	-	-	-
Other services and charges	58,433	-	58,219	-	-	-	-
Debt service - principal and interest	-	-	-	-	277,000	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	120
Total disbursements	139,449	-	206,099	2,004	277,000	-	120
Excess (deficiency) of receipts over disbursements	(2,190)	-	(29,587)	(2,004)	37,759	200,000	138
Cash and investments - ending	\$ -	\$ 198	\$ (29,587)	\$ 15,952	\$ 84,303	\$ -	\$ 546

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

	Juvenile Home Kids to Camp	Treasurer Return Check Fee	Handgun License Application	Wildlife Refuge	User Fees Alcohol & Drug	Clerk Ordinance Fund Collections	Legal fees/PPJ
Cash and investments - beginning	\$ 983	\$ -	\$ 16,092	\$ -	\$ (7,589)	\$ 5,563	\$ 5
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	22,380	-	-	-	-
Intergovernmental	-	-	-	51,890	-	-	-
Charges for services	-	50	-	-	-	-	-
Fines and forfeits	-	-	-	-	137,168	750	-
Other receipts	-	-	-	-	5,637	-	-
Total receipts	-	50	22,380	51,890	142,805	750	-
Disbursements:							
Personal services	-	-	-	-	110,366	-	-
Supplies	-	-	21,842	-	3,009	-	-
Other services and charges	-	-	1,031	-	10,605	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	983	50	-	51,890	-	5,245	-
Total disbursements	983	50	22,873	51,890	123,980	5,245	-
Excess (deficiency) of receipts over disbursements	(983)	-	(493)	-	18,825	(4,495)	-
Cash and investments - ending	\$ -	\$ -	\$ 15,599	\$ -	\$ 11,236	\$ 1,068	\$ 5

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

	Jackson Co 2010 GOB Series	Jackson Co 2013 GOB Series	Sheriff Drug Buy Money-supplemental	County Assessor Copy Fund	Courthouse/Annex Renovation	Juvenile Home Tutoring	Juvenile Home Counseling
Cash and investments - beginning	\$ 308,490	\$ -	\$ 3,347	\$ 3,653	\$ 362	\$ 2,416	\$ 5,606
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	1,983,805	6,562	-	-	-	-
Total receipts	-	1,983,805	6,562	-	-	-	-
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	6,659	-	-	509	-	1,540	-
Other services and charges	2,673	77,512	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	81,817	483,966	-	-	-	-	-
Other disbursements	1,864	13,695	6,972	-	-	-	247
Total disbursements	93,013	575,173	6,972	509	-	1,540	247
Excess (deficiency) of receipts over disbursements	(93,013)	1,408,632	(410)	(509)	-	(1,540)	(247)
Cash and investments - ending	\$ 215,477	\$ 1,408,632	\$ 2,937	\$ 3,144	\$ 362	\$ 876	\$ 5,359

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

	Seatbelt Violations	Vallonia Storm Water	Asset Forfeiture Fund	IN Local Health Dept trust -206	Commissioner Sale Fund	Public Health Preparedness Grant	ILHDTA-Excess Fund
Cash and investments - beginning	\$ 1,000	\$ -	\$ 13,123	\$ 10,625	\$ 4,750	\$ 1,429	\$ 40,420
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	34,733	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	15,025	-	10,176	-	-	-	-
Other receipts	-	6,500	-	-	7,850	1,159	7,470
Total receipts	15,025	6,500	10,176	-	7,850	35,892	7,470
Disbursements:							
Personal services	-	-	4,866	-	-	-	-
Supplies	-	-	-	171	-	14,733	-
Other services and charges	-	-	-	2,804	-	19,359	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	5,891	-	179	-	2,938	29,677
Other disbursements	14,625	-	4,503	7,471	12,600	-	-
Total disbursements	14,625	5,891	9,369	10,625	12,600	37,030	29,677
Excess (deficiency) of receipts over disbursements	400	609	807	(10,625)	(4,750)	(1,138)	(22,207)
Cash and investments - ending	\$ 1,400	\$ 609	\$ 13,930	\$ -	\$ -	\$ 291	\$ 18,213

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

	Bioterrorism Hospital Planning	NACCHO Grant	Response Supplemental	Local Health Maintenance Fund-240	Colonial Insurance Post-tax	Aflac Post-tax	Great West Insurance
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ 3,490	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	5,000	4,000	10,000	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	15,639	43,251	41,157	50,499
Total receipts	5,000	4,000	10,000	15,639	43,251	41,157	50,499
Disbursements:							
Personal services	-	-	-	-	43,178	41,157	50,499
Supplies	4,264	2,288	10,000	-	-	-	-
Other services and charges	736	1,253	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	5,000	3,541	10,000	-	43,178	41,157	50,499
Excess (deficiency) of receipts over disbursements	-	459	-	15,639	73	-	-
Cash and investments - ending	\$ -	\$ 459	\$ -	\$ 15,639	\$ 3,563	\$ -	\$ -

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

	Great West Percentage	Siho Pre-tax	Boston Mutual	AFLAC Pre-tax	Dental/Eye Pre-tax	Liberty Pre-tax	Liberty Post-tax
Cash and investments - beginning	\$ -	\$ 952	\$ 3,138	\$ 68	\$ (13)	\$ 711	\$ 60
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	5,626	391,117	24,755	37,392	134,713	9,523	2,923
Total receipts	5,626	391,117	24,755	37,392	134,713	9,523	2,923
Disbursements:							
Personal services	5,626	384,543	25,387	37,085	134,700	10,234	2,838
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	2,506	-	-	-	-
Total disbursements	5,626	384,543	27,893	37,085	134,700	10,234	2,838
Excess (deficiency) of receipts over disbursements	-	6,574	(3,138)	307	13	(711)	85
Cash and investments - ending	\$ -	\$ 7,526	\$ -	\$ 375	\$ -	\$ -	\$ 145

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

	Colonial Ins Pre-tax	Juvenile Home-Supplemental	Juvenile Det Ctr-Cash Acct-Supplemental	Clerk MHI Acct-supplemental	Visitor Center- Supplemental -cash fund	Visitor Center- supplemental -checking acct	Totals
Cash and investments - beginning	\$ 1,064	\$ 7,335	\$ 57	\$ 40,891	\$ 25	\$ 4,917	\$ 20,942,985
Receipts:							
Taxes	-	-	-	-	-	-	51,953,384
Licenses and permits	-	-	-	-	-	-	32,032
Intergovernmental	-	-	-	-	-	-	19,235,399
Charges for services	-	-	-	-	-	-	3,337,218
Fines and forfeits	-	-	-	-	-	-	642,926
Other receipts	11,419	15,867	534	1,234,551	2,127	6,548	16,058,153
Total receipts	11,419	15,867	534	1,234,551	2,127	6,548	91,259,112
Disbursements:							
Personal services	11,657	-	-	-	-	-	13,714,091
Supplies	-	-	-	-	-	-	2,151,757
Other services and charges	-	-	-	-	-	-	5,497,814
Debt service - principal and interest	-	-	-	-	-	-	1,538,917
Capital outlay	-	-	-	-	-	-	2,896,131
Other disbursements	-	20,240	532	1,248,257	2,127	7,868	65,730,370
Total disbursements	11,657	20,240	532	1,248,257	2,127	7,868	91,529,080
Excess (deficiency) of receipts over disbursements	(238)	(4,373)	2	(13,706)	-	(1,320)	(269,968)
Cash and investments - ending	\$ 826	\$ 2,962	\$ 59	\$ 27,185	\$ 25	\$ 3,597	\$ 20,673,017

JACKSON COUNTY
SCHEDULE OF LEASES AND DEBT
December 31, 2013

<u>Lessor</u>	<u>Purpose</u>	<u>Annual Lease Payment</u>	<u>Lease Beginning Date</u>	<u>Lease Ending Date</u>
Governmental activities:				
Jackson County Building Corporation	Jail Lease/Rental Payments	\$ 731,000	08/01/07	02/01/20
Jackson County Building Corporation	Courthouse Lease/Rental Payment	<u>277,000</u>	07/01/03	01/01/22
Total of annual lease payments		<u>\$ 1,008,000</u>		

<u>Description of Debt</u>		<u>Ending Principal Balance</u>	<u>Principal and Interest Due Within One Year</u>
<u>Type</u>	<u>Purpose</u>		
Governmental activities:			
General obligation bonds	Capital Improvements	<u>\$ 1,980,000</u>	<u>\$ 643,250</u>

JACKSON 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	\$ 497,000
Buildings	24,536,418
Machinery, equipment, and vehicles	<u>3,428,662</u>
Total capital assets	<u>\$ 28,462,080</u>

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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

TO: THE OFFICIALS OF JACKSON COUNTY, INDIANA

Report on Compliance for Each Major Federal Program

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

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

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

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

Report on Internal Control Over Compliance


Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

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 a material weakness.

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 2013-003 to be a material weakness.

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

January 15, 2015

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND ACCOMPANYING NOTE

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

JACKSON 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>				
Child Nutrition Cluster	Indiana Department of Education	10.553	2013	\$ 12,484
School Breakfast Program		10.555	2013	20,298
National School Lunch Program				
Total - Child Nutrition Cluster				32,782
<u>Department of Commerce</u>				
ARRA - State Broadband Data and Development Grant Program	Indiana Office of Technology	11.558	EDS # D20-2-7748	1,586
GIS				
<u>Department of Housing and Urban Development</u>				
CDBG - State-Administered CDBG Cluster				
Community Development Block Grants/State's Program	Indiana Office of Community and Rural Affairs	14.228	CF-11-107	26,186
and Non-Entitlement Grants in Hawaii				
Pershing Township VFD - New Fire Station				
<u>Department of Justice</u>				
Equitable Sharing Program	Direct Grant	16.922	2013	9,369
Crime Victim Assistance	Indiana Criminal Justice Institute	16.575	12-VA-GX-0017	44,080
Victim Services VOCA Grant				
Total - Department of Justice				53,449
<u>Department of Transportation</u>				
Highway Planning and Construction Cluster	Indiana Department of Transportation	20.205	DES NO. 0710687	35,360
Highway Planning and Construction			DES NO. 1005701	121,272
Shieldstown Bridge			DES NO. 0200729	1,167
County Road 550 East Bridge			DES NO. 1005301	73,672
Rockford Bridge #228			DES NO. 0810460	10,346
Bridge Inspections			DES NO. 0810461	8,967
Emergency Repairs CR 525 N				
Emergency Repairs Bridge #228				
Total - Highway Planning and Construction Cluster				250,784
<u>Department of Health and Human Services</u>				
Medical Reserve Corps Small Grant Program	National Association of County and City Health Officials	93.008	MRC-13-2515	3,541
NACCHO Grant				
Public Health Emergency Preparedness	Indiana State Department of Health	93.069	EDS # A70-3-0532175	10,000
			EDS # A70-3-0532180	14,333
Total - Public Health Emergency Preparedness				24,333
Hospital Preparedness Program (HPP) and Public Health Emergency	Indiana State Department of Health	93.074	EDS # A70-3-0532038	5,000
Preparedness (PHEP) Aligned Cooperative Agreements			EDS # A70-3-0531948	20,000
Total - Hospital Preparedness Program (HPP) and Public Health				25,000
Emergency Preparedness (PHEP) Aligned Cooperative Agreements				
Child Support Enforcement	Indiana Department of Child Services	93.563	2013	306,884
Total - Department of Health and Human Services				359,758
<u>Department of Homeland Security</u>				
Emergency Management Performance Grants	Indiana Department of Homeland Security	97.042	EDS # C44P-3-267B	27,113
			EDS # C44P-3-032B	3,687
Total - Emergency Management Performance Grants				30,800
Homeland Security Grant Program	Indiana Department of Homeland Security	97.067	EDS # C44P-3-115B	2,200
2011 Homeland Security Grant				
Total - Department of Homeland Security				33,000
Total federal awards expended				\$ 757,545

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

JACKSON COUNTY
NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Basis of Presentation

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

JACKSON COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I - Summary of Auditor's Results

Financial Statement:

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

Federal Awards:

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

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
93.563	Highway Planning and Construction Cluster 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 NONCOMPLIANCE
OVER FINANCIAL TRANSACTIONS AND REPORTING**

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

JACKSON COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Annual Report

The financial information input into the County's Annual Report, which is used to compile the County's financial statement, was not properly reviewed and verified to the records of the County's outside offices to determine that no material errors occurred. Receipts, disbursements, and cash and investment balances in the amounts of \$1,797,659, \$872,042, and \$933,496, respectively, were improperly excluded in the Annual Report. As a result, the receipt and disbursement transactions and the beginning cash and investment balances reported on the County's financial statement were understated. Audit adjustments were proposed, approved by the County Auditor, and made to the County's financial statement.

Disbursements

Internal Controls and Segregation of Duties - Payroll

The County Auditor's payroll employee processes the County payroll. This employee was also responsible for calculating and making all employee and employer benefit payments. Supporting documentation for these payments were retained in the payroll files; however, no review of the documentation was completed by another employee, nor were the checks and/or electronic payments compared to the supporting documentation by any other County employee. The County Auditor did not certify these disbursements. The Board of County Commissioners authorized the disbursements for gross pay, but did not authorize the disbursements to payroll vendors.

Internal Controls and Segregation of Duties - Vendor

Numerous vendor disbursements were approved in total by the Board of County Commissioners. The Board of County Commissioners approved some vendor disbursements by individual claim or check numbers, but several were approved from summary sheets listing totals by fund or by vendor. In these cases, the Board of County Commissioners did not see enough detail to be able to determine if a claim with supporting documentation had been approved.

Without the proper system of internal controls in place that operates effectively, material misstatements of the financial statement could occur and remain undetected.

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

"The state examiner shall require from every municipality and every state or local governmental unit, entity, or instrumentality financial reports covering the full period of each fiscal year. These reports shall be prepared, verified, and filed with the state examiner not later than sixty (60) days after the close of each year. The reports must be in the form and content prescribed by the state examiner and filed electronically in the manner prescribed under IC 5-14-3.8.7."

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

Controls over the receipting, disbursing, recording, and accounting for the financial activities are necessary to avoid substantial risk of invalid transactions, inaccurate records and financial statements and incorrect decision making. (Accounting and Uniform Compliance Guidelines Manual for Counties of Indiana, Chapter 1) (Accounting and Uniform Compliance Guidelines Manual for County Auditors of Indiana, Chapter 14)

JACKSON COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

FINDING 2013-002 - INTERNAL CONTROLS AND NONCOMPLIANCE OVER THE PREPARATION OF THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

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

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

1. Eight federal grants totaling \$90,499 in expenditures were not reported.
2. The expenditures were reported incorrectly on multiple grants resulting in an overstatement of \$7,123,852.
3. Two federal awards were reported under incorrect federal program names.

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.

JACKSON COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

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

Section III - Federal Award Findings and Questioned Costs

FINDING 2013-003 - INTERNAL CONTROLS OVER COMPLIANCE REQUIREMENTS THAT HAVE A DIRECT AND MATERIAL EFFECT ON CHILD SUPPORT ENFORCEMENT

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

Management of the County has not established an effective internal control system, which would include segregation of duties, related to the grant agreement and some of the compliance requirements that have a direct and material effect to the program. This includes the following compliance requirements: Activities Allowed or Unallowed and Allowable Costs/Cost Principles.

The County Auditor's payroll employee processes the County payroll. This employee was also responsible for calculating and making all employee and employer benefit payments. Supporting documentation for these payments was retained in the payroll files; however, no review of the documentation was completed by another employee, nor were the checks and/or electronic payments compared to the supporting documentation by any other County employee. The County Auditor did not certify these disbursements. The Board of County Commissioners authorized the payments for gross pay, but did not authorize the disbursements to payroll vendors.

Numerous vendor disbursements were approved in total by the Board of County Commissioners. The Board of County Commissioners approved some vendor disbursements by individual claim or check numbers, but several were approved from summary sheets listing totals by fund or by vendor. In these cases, the Board of County Commissioners did not see enough detail to be able to determine if a claim with supporting documentation had been approved.

JACKSON COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

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

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

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

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

We recommended that the County's management establish controls, including segregation of duties, related to the grant agreement and all compliance requirements applicable to Activities Allowed or Unallowed and Allowable Costs/Cost Principles.

AUDITEE PREPARED DOCUMENTS

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

JACKSON COUNTY AUDITOR

111 S. MAIN STREET
COURTHOUSE
BROWNSTOWN, IN 47220
812-358-6161
FAX 812-358-6172

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2012-2 - INTERNAL CONTROLS OVER DAVIS-BACON REQUIREMENTS

Original Assigned SBA Audit Report Number: B43021

Report Period: January 1, 2012 to December 31, 2012

Pass-Through Entity or Federal Grantor Agency: Indiana Office of Community and Rural Affairs

Contact Person Responsible for Corrective Action: AUDITOR-KATHY S. HOHENSTREITER

Contact Phone Number: 812-358-6161

Status of Audit Finding:

Closeout Form 2 for the Community Development Block Grant CF-11-107 was signed on May 30, 2013 by Jerry Hounshel, President of the Jackson County Commissioners. Section 3 Compliance form was completed and signed also by Jackson County Commissioner President, Jerry Hounshel, on May 14, 2013. On the financial settlement/expenditure report grant begin date was 08/01/2011 with a grant end date of 03/31/2013.

On July 10, 2013 a letter was addressed to Jerry Hounshel, President of Jackson County Commissioners from the Indiana Office of Community & Rural Affairs with Stage 1 and Stage 2 (Close out form) attached. The letter stated that Semi-annual reports are no longer required for this project. However, must continue to submit Subrecipient Semi-Annual reports for 5 years from the date of the letter-ending on July 10, 2018.

A Certificate of Completion (COC) will be forwarded at such time that a State Board of Accounts A-133 (or equivalent) Audit, for the entire grant period, has been received by the Office of Community and Rural Affairs, any audit findings have been resolved and the above reporting period has expired.

Kathy S. Hohenstreiter
(Signature)

Jackson Co Auditor
(Title)

October 1, 2014
(Date)

(Note to Officials: To determine what audit findings are required to be reported in the Summary Schedule of Prior Audit Findings, please see U.S. Office of Management and Budget (OMB), Circular A-133, Subpart C, section .315(b).)



Kathy S. Hohenstreiter
Auditor of Jackson County

Courthouse

111 South Main Street
Suite 118
Brownstown, IN 47220

Phone: 812-358-6161
Fax: 812-358-6172

Email: auditor@jacksoncounty.in.gov

FINDING 2013-001-Internal Controls and Noncompliance over Financial transactions and reporting:

Contact Person Responsible for Corrective Action: Kathy S. Hohenstreiter, County Auditor; and Jerry Hounshel, President of the Board of County Commissioners
Contact Phone Number: 812-358-6161

Description of Corrective Action Plan:

Annual Report finding on Supplemental Reports-CAR-1 from Departments –Corrective action (as suggested) will be as follows: when the Supplemental completed form is received into the Auditor's office from the outside department, the Auditor will now request a report to be attached to the CAR-1 form to confirm the information provided on the CAR-1.

Disbursements finding on Payroll and Vendor-Corrective action has already been engaged. Mid 2014, there is now a new financial/payroll vendor for the county. All claims and payroll vouchers produced to the Commissioners for approval have a breakdown which includes physical checks and electronic payment information. All claims received into the Auditor's office have attached invoices for verification. Deductions for payroll are reviewed after being entered by payroll deputy into the payroll systems by Auditor and/or financial deputy. The process that is in place was reviewed by SBOA auditors who were on site while doing the 2013 audit and approved the procedures that are now being used.

Anticipated Completion Date: Already implemented.

Kathy S. Hohenstreiter
(Signature)

County Auditor
(Title)

January 15, 2015
(Date)

Jerry Hounshel
(Signature)

Co. Commissioner - President
(Title)

Jan. 15, 2015
(Date)



Kathy S. Hohenstreiter
Auditor of Jackson County

Courthouse

111 South Main Street
Suite 118
Brownstown, IN 47220

Phone: 812-358-6161
Fax: 812-358-6172

Email: auditor@jacksoncounty.in.gov

FINDING 2013-002 –Internal Controls and noncompliance over the preparation of the schedule of expenditures of federal awards.

Contact Person Responsible for Corrective Action: Kathy S. Hohenstreiter, County Auditor
Contact Phone Number: 812-358-6161

Description of Corrective Action Plan:

Reporting on Federal Grant information to Gateway:

The reporting of some grants did not have the federal amount received into the county but the entire grant amount. The information that is received from departments will be reviewed closely with department heads to help prevent any omission of grants not being reported. Information that was entered into Gateway that was incomplete or incorrect was not done intentionally.

The Auditor will continue to work closely with the departments that have Federal grants and will strive to obtain correct information and to report correct information onto the Gateway site.

Anticipated Completion Date: Implemented for 2014 Gateway reporting.

Kathy S. Hohenstreiter
(Signature)

County Auditor
(Title)

January 15, 2015
(Date)



Kathy S. Hohenstreiter
Auditor of Jackson County

Courthouse

111 South Main Street
Suite 118
Brownstown, IN 47220

Phone: 812-358-6161
Fax: 812-358-6172

Email: auditor@jacksoncounty.in.gov

FINDING 2013-003-Internal Controls over Compliance Requirements that have a Direct and Material Effect on Child Support Enforcement

Contact Person Responsible for Corrective Action: Kathy S. Hohenstreiter, County Auditor; and Jerry Hounshel, President of the Board of County Commissioners
Contact Phone Number: 812-358-6161

Description of Corrective Action Plan:

This finding was explained as being connected to Finding 2013-001, so the corrective action plan for both findings are the same.

Corrective action has already been engaged. Mid 2014, there is now a new financial/payroll vendor for the county. All claims and payroll vouchers produced to the Commissioners for approval have a breakdown which includes physical checks and electronic payment information. All claims received into the Auditor's office have attached invoices for verification. Deductions that are entered into the payroll system by the payroll deputy are viewed by the Auditor and/or financial deputy also. The process that is in place was reviewed by SBOA auditors who were on site while doing the 2013 audit and approved the procedures that are now being used.

Anticipated Completion Date: Already Implemented

Kathy S. Hohenstreiter
(Signature)

County Auditor
(Title)

January 15, 2015
(Date)

Jerry Hounshel
(Signature)

Co-Commissioner-President
(Title)

Jan. 15, 2015
(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/>.