

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF
PORTER COUNTY, INDIANA
January 1, 2015 to December 31, 2015



FILED
10/21/2016

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
County Auditor	Vicki Urbanik	01-01-15 to 12-31-18
County Treasurer	Michelle Clancy	01-01-15 to 12-31-18
Clerk of the Circuit Court	Karen M. Martin	01-01-15 to 12-31-18
County Sheriff	David Reynolds	01-01-15 to 12-31-18
County Prosecutor	Brian Gensel	01-01-15 to 12-31-18
President of the Board of County Commissioners	John A. Evans	01-01-15 to 12-31-16
President of the County Council	Daniel Whitten	01-01-15 to 12-31-16



STATE OF INDIANA
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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF PORTER COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of Porter County (County), which comprises the financial position and results of operations for the year ended December 31, 2015, and the related notes to the financial statement as listed in the Table of Contents.

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 (Indiana Code 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, 2015.

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, 2015, in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

Other Matters

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 Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, 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.


Other Information

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

INDEPENDENT AUDITOR'S REPORT
(Continued)

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated August 10, 2016, 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.


Paul D. Joyce, CPA
State Examiner

August 10, 2016



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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 PORTER 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 Porter County (County), which comprises the financial position and results of operations for the year ended December 31, 2015, and the related notes to the financial statement, and have issued our report thereon dated August 10, 2016, 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.

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. A significant deficiency is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section 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. We did identify certain deficiencies in internal control, described in the accompanying Schedule of Findings and Questioned Costs as items 2015-001, 2015-002, 2015-003, and 2015-004 that we consider 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

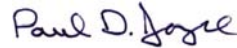
As part of obtaining reasonable assurance about whether the County's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect 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 2015-001, 2015-002, and 2015-004.

Porter County's Response to Findings

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

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.


Paul D. Joyce, CPA
State Examiner

August 10, 2016

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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.

PORTER COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended December 31, 2015

Fund	Cash and Investments 01-01-15	Receipts	Disbursements	Cash and Investments 12-31-15
Jail Commissary	\$ 10,509	\$ 185,235	\$ 195,140	\$ 604
Clerk's Trust	4,411,695	17,900,277	17,989,302	4,322,670
General	1,587,983	39,082,964	38,747,822	1,923,125
Accident Report	34,838	16,961	2,972	48,827
Animal Control Fees--Sheriff	-	17,200	-	17,200
Bid Deposits and Bonds Holding	50,000	-	-	50,000
CEDIT County Share	4,644,108	4,740,095	6,610,953	2,773,250
CEDIT Special Legislation	-	3,500,000	3,500,000	-
Child Advocacy	8,112	-	-	8,112
City and Town Court Costs	8,386	48,193	27,640	28,939
Clerk's Records Perpetuation	70,345	83,213	50,208	103,350
Community Corrections	49,205	93,744	77,176	65,773
Community Transition Program	35,820	-	-	35,820
Congressional School Interest	26,665	-	-	26,665
Congressional School Principal	25,066	-	-	25,066
Sales Disclosure - County Share	37,001	18,090	46,456	8,635
Covered Bridge	4,850	-	-	4,850
Cumulative Bridge	368,181	639,473	713,921	293,733
Cumulative Capital Development	2,783,300	2,148,865	3,421,670	1,510,495
Drug Free Community	58,874	169,112	187,425	40,561
Electronic Map Generation	7,822	23	-	7,845
Emergency Medical Services	226,763	-	146,251	80,512
Emergency Planning/Right To Know	17,357	8,383	4,257	21,483
Enhanced Access	51,029	100	42,832	8,297
Extradition and Sheriff's Assistance	11,717	2,072	1,130	12,659
Firearms Training	17,121	37,840	37,911	17,050
Health	366,803	1,668,554	1,531,456	503,901
Identification Security Protection	10,439	16,589	14,215	12,813
Levy Excess	2,150	-	-	2,150
Local Health Maintenance	74,211	72,724	73,385	73,550
Local Road and Street	1,175,162	998,729	1,499,130	674,761
Major Moves Construction	8,754,224	89,698	2,397,606	6,446,316
Medical Care for Inmates	12,180	7,564	18,421	1,323
Motor Vehicle Highway	693,807	4,707,301	4,586,681	814,427
Park Non-reverting Capital	7,835	-	-	7,835
Park Non-reverting Operating	73,608	159,242	223,453	9,397
Planning and Zoning Impact	71,273	460,695	472,165	59,803
Plat Book	86,482	40,760	18,542	108,700
Rainy Day	1,344,351	2,150	1,044,779	301,722
Reassessment - 2009	25,484	-	-	25,484
Reassessment - 2015	373,505	411,952	329,373	456,084
Recorder's Records Perpetuation	234,796	202,284	288,341	148,739
Riverboat	2,881	405,712	401,763	6,830
Sex and Violent Offender Administration	27,776	7,304	1,308	33,772
Sheriff's Pension Trust	6,751	125,727	132,478	-
Additional Excise Tax Judgments	206	-	-	206
Supplemental Public Defender Services	264,121	67,219	85,113	246,227
Surplus Tax	1,030,408	662,988	560,465	1,132,931
Surveyor's Corner Perpetuation	11,266	31,240	31,545	10,961
Tax Sale Fees	23,476	100,163	60,935	62,704
Tax Sale Redemption	6,215	666,390	670,292	2,313
Tax Sale Surplus	3,371,999	5,435,182	3,390,465	5,416,716
Local Health Department Trust Account	60,257	62,721	67,171	55,807
Vehicle Inspection	7,069	2,701	2,250	7,520

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

PORTER COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended December 31, 2015
(Continued)

Fund	Cash and Investments 01-01-15	Receipts	Disbursements	Cash and Investments 12-31-15
Victim Impact Program	10,500	-	-	10,500
Court Appointed Special Advocate (CASA)	2,945	33,043	33,043	2,945
Auditors Ineligible Deductions	416,282	434,508	484,432	366,358
County Elected Officials Training	54,281	15,406	-	69,687
Parks-Arcellor Mittal Pond & Prairie Grant	(4,673)	-	-	(4,673)
County Offender Transportation Fund	9,001	2,663	-	11,664
Hazardous Waste Disposal Tax	60,044	1	13,255	46,790
Statewide 911	496,318	1,774,378	1,560,126	710,570
Juvenile Probation Administrative	32,969	27,275	41,617	18,627
Supplemental Adult Probation Services	432,826	596,039	638,555	390,310
Supplemental Juvenile Probation Services	102,325	97,020	132,568	66,777
Alternative Dispute Resolution	19,081	14,164	19,610	13,635
County User Fee	1,413,321	682,327	744,999	1,350,649
Drain Construction/Reconstruction	122,304	38,291	41,954	118,641
Drainage Maintenance	2,091,036	435,487	237,477	2,289,046
Convention Center Operating	(29,622)	485,311	423,549	32,140
Animal Shelter	34,919	65,209	53,646	46,482
Drug Task Force	30,736	60,698	59,167	32,267
Parking Facility Operating	19,003	6,325	440	24,888
Donations	444,556	90,287	302,294	232,549
Debt Service	1,334,495	3,177,742	2,949,000	1,563,237
Self-Insurance	1,709,759	10,731,063	8,952,621	3,488,201
Payroll Clearing	2,673	-	-	2,673
Payroll Withholding - Donations	-	1,211	1,211	-
Payroll Withholding - Insurance	-	776,403	776,403	-
Payroll Withholding - Other	-	24,443	24,443	-
Payroll Withholding - Savings	-	21,925	21,925	-
Payroll Withholding - Deferred Compensation	-	208,985	208,985	-
Payroll Withholding - Federal	-	2,697,345	2,697,345	-
Payroll Withholding - FICA & Medicare	-	1,954,834	1,954,834	-
Payroll Withholding - Flex Spending	-	92,512	92,512	-
Payroll Withholding - Local Tax	-	143,531	143,531	-
Payroll Withholding - PERF	(1,380)	776,041	776,041	(1,380)
Payroll Withholding - State	-	837,709	837,709	-
Payroll Withholding - Wage Garnishments	-	132,651	132,651	-
Settlement	-	219,351,133	219,351,133	-
CVET Agency	-	1,330,322	1,330,322	-
Final Excise Tax Cut Replacement Due State	3,724,324	6,282,212	10,006,536	-
Financial Institution Tax	-	386,440	386,440	-
CEDIT Homestead Credit	2,652,049	7,833,040	8,026,175	2,458,914
Homestead Credit Rebate	-	15,204	15,204	-
State Fines and Forfeitures	9,691	33,637	38,716	4,612
Infraction Judgments	38,005	444,479	448,005	34,479
Overweight Vehicle Fines	10,912	130,466	140,029	1,349
Special Death Benefit	822	14,152	14,064	910
Sales Disclosure - State Share	830	18,090	17,755	1,165
Coroners Training & Cont Education	1,620	23,348	23,314	1,654
Interstate Compact - State Share	188	2,413	2,538	63
Mortgage Recording Fees - State Share	1,238	18,603	18,498	1,343
DLGF Homestead Property Database	8	358	102	264
Sex and Violent Offender Admin - State	50	812	817	45
Child Restraint Violations Fines	225	2,576	2,601	200
Inheritance Tax	28,152	31,815	57,735	2,232
Sales Tax Collections	1,064	29,323	27,550	2,837
Education Plate Fees Agency	-	3,356	3,356	-

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

PORTER COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended December 31, 2015
(Continued)

Fund	Cash and Investments 01-01-15	Receipts	Disbursements	Cash and Investments 12-31-15
Riverboat Revenue Sharing	-	973,555	973,555	-
Innkeepers Tax Collections	-	1,315,418	1,315,418	-
Judgments Due Law Enforcement	260	-	-	260
CEDIT Distribution	-	22,666,079	22,666,079	-
93.563 ARRA Prosecutor IV-D Incentive	13,290	-	8,165	5,125
93.563 ARRA Clerk IV-D Incentive	1,305	-	-	1,305
93.563 Title IV-D Incentive	189,454	57,803	5,181	242,076
93.563 Prosecutor IV-D Incentive-Prior To Oct	53	-	-	53
93.563 Prosecutor IV-D Incentive-Post Oct '99	203,517	86,964	96,602	193,879
93.563 Clerk IV-D Incentive-Prior To Oct '99	109	-	-	109
93.563 Clerk IV-D Incentive-Post Oct '99	229,952	57,803	130,127	157,628
National Park Taxes	-	20,301	20,301	-
JDAI Grant	(3,931)	-	-	(3,931)
Domestic Violence Grant	(33,100)	96,338	94,025	(30,787)
Stop Grant Prosecutor	(10,383)	31,110	28,709	(7,982)
Indiana Court Improvement Project	5,460	-	-	5,460
SCAAP Grant	4,568	-	-	4,568
Sheriff DEA Proceed Federal Grant	34,588	57,771	61,230	31,129
Bioterrorism Response Grant	956	-	-	956
SHSP Homeland Security Grant	35,230	66,286	79,116	22,400
Recovery Grant (CFDA# 14.253)	(2,315)	-	-	(2,315)
Dunes/Kankakee Grant	86,671	-	-	86,671
Fam & Child Grant	17,812	8,340	-	26,152
DNR/Plan Comm	100,300	-	-	100,300
Park Grant	(5,885)	17,000	5,161	5,954
PACT	69,015	489,746	469,980	88,781
Doc Juv Basic T	-	224,132	224,132	-
Court Int Grant	1,362	-	-	1,362
Drug Ct-Testing	11,473	-	-	11,473
Fam Ct Donations	31,734	10,000	10,284	31,450
OWI Fatal/Drugs	12,624	22,740	12,458	22,906
Cal Trail Grant	39	-	-	39
Health Dist 1	1	-	-	1
Val Rtry Lcl Gt	64	-	64	-
Nat'l Parks-Ngo	3,005	-	3,005	-
Hosp Liab	1,008,000	-	302,811	705,189
Hosp Inter	6,149,915	2,458,113	3,086,000	5,522,028
Hosp Sale	157,624,319	-	965,001	156,659,318
Cable Fran	1,104,901	697,394	763,249	1,039,046
Public Safety	98,409	206,328	163,569	141,168
Photo Duplicate	11,087	3,035	2,416	11,706
Inmate Pro	-	121,457	100,902	20,555
MOH Manage	3,663	350,143	305,034	48,772
JDC Service	35,201	70,839	43,257	62,783
Refunds	26,994	-	-	26,994
Sunset Hill	2,489	-	1,040	1,449
Dunn's Brg	11	-	-	11
Crumb Rub Grant	146	-	-	146
Sheriff Inmate Trust	124,182	3,862,093	3,867,635	118,640
Sheriff Inmate Processing Fees	6,690	33,378	38,579	1,489
Sheriff Awards Banquet	1,370	14,725	14,491	1,604
Treasurer Supplemental CAR	4,540,020	5,911,754	4,540,020	5,911,754
PC Tourism Supplemental CAR	876,199	1,447,267	1,335,863	987,603
Vending Machine Fund	2,482	-	-	2,482
Video Tape Fees-Sheriff	2,555	-	2,555	-

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

PORTER COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended December 31, 2015
(Continued)

Fund	Cash and Investments 01-01-15	Receipts	Disbursements	Cash and Investments 12-31-15
South County Highway Garage	3,276	-	-	3,276
Coroner Non-Reverting	1,200	-	-	1,200
Kankakee River	5,069	-	-	5,069
Settlement Holding Fund	13,074	-	-	13,074
All Funds Account	43,637	-	-	43,637
Suicide Grant	354	-	-	354
Medical Reserve Core Grant	126,365	-	-	126,365
Community Emergency Response	555	-	-	555
Coastal Grant	3,675	-	-	3,675
Adult Home Detention	55,867	-	-	55,867
Family Court Grant	1,482	-	-	1,482
Early Intervention	1,114	-	-	1,114
Health Performance Grant	5,189	-	-	5,189
Juvenile Detention Mental Health	7	-	-	7
Citizens Corp	2,000	-	-	2,000
Project Care	2,652	-	-	2,652
Qwest Prof.	24	-	-	24
LCJI Grant	94	-	-	94
SHERIFF 45	-	20,455	20,455	-
Pond & Prairie Restoration Grant	(2,730)	49,958	45,122	2,106
JDAI GRANT	67,849	69,311	124,997	12,163
Park Com F	4,236	182,000	183,500	2,736
IJCMH GRAN	167,833	-	129,883	37,950
Adult Probation	112,329	87,181	43,287	156,223
Sheriff Pen Trs Revenues	1,250	520	-	1,770
PCA COLLEC	1,131	2,818	2,587	1,362
IDVA Grant	500	-	-	500
HHS Grant	24,144	-	-	24,144
Enbridge G	2,000	-	-	2,000
Highway/Sheriff	4,466	116,740	-	121,206
RDC Fee	30,046	314,078	3,318	340,806
Park--Aukiki	-	605	-	605
Park--Sunset Hill Farm Education Center	-	182,050	108,692	73,358
TMA Collections	-	277,833	148,380	129,453
Pk-Bicentennial	-	150,000	76,856	73,144
JABG Mnt Health	-	-	7,597	(7,597)
Pk-Brincka	-	85,268	150,000	(64,732)
Sheriff's Cashbook	-	5,771,062	5,771,062	-
Totals	<u>\$ 221,232,908</u>	<u>\$ 396,171,826</u>	<u>\$ 402,522,981</u>	<u>\$ 214,881,753</u>

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

PORTER 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 tax, certified shares (local option tax), property tax replacement credit (local option tax), county option income tax, wheel tax, innkeeper's 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 the following: peddler licenses, dog tax licenses, auctioneer licenses, building and planning permits, demolition permits, electrical permits, sign permits, and gun permits.

PORTER 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 these types of receipts include, but are not limited to, the following: federal grants, state grants, cigarette tax distributions received from the state, motor vehicle highway distributions received from the state, local road and street distributions 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 including, but 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, which 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, the following: professional services, communication and transportation, printing and advertising, insurance, utility services, repairs and maintenance, and rental charges.

Debt - service principal and interest, which includes 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.

PORTER COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

F. Interfund Transfers

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

G. Fund Accounting

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

Note 2. Budgets

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

Note 3. Property Taxes

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

PORTER 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, the following: 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 a cost-sharing 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
One North Capitol, Suite 001
Indianapolis, IN 46204
Ph. (888) 526-1687

PORTER 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 from grant funds that had not been reimbursed as of December 31, 2015.

OTHER INFORMATION - UNAUDITED

The County's Annual Financial 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 County's Annual Financial Report 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 other information presented was approved by management of the County. It is presented as intended by the County.

PORTER COUNTY
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2015

	Jail Commissary	Clerk's Trust	General	Accident Report	Animal Control Fees--Sheriff	Bid Deposits and Bonds Holding	CEDT County Share
Cash and investments - beginning	\$ 10,509	\$ 4,411,695	\$ 1,587,983	\$ 34,838	\$ -	\$ 50,000	\$ 4,644,108
Receipts:							
Taxes	-	-	30,589,934	-	-	-	4,740,095
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	3,350,268	-	-	-	-
Charges for services	-	-	1,857,854	16,961	17,200	-	-
Fines and forfeits	-	-	451,928	-	-	-	-
Other receipts	185,235	17,900,277	2,832,980	-	-	-	-
Total receipts	185,235	17,900,277	39,082,964	16,961	17,200	-	4,740,095
Disbursements:							
Personal services	-	-	27,409,934	-	-	-	1,536,144
Supplies	-	-	1,439,817	2,972	-	-	253,879
Other services and charges	-	-	7,476,721	-	-	-	3,832,501
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	41,938	-	-	-	973,429
Other disbursements	195,140	17,989,302	2,379,412	-	-	-	15,000
Total disbursements	195,140	17,989,302	38,747,822	2,972	-	-	6,610,953
Excess (deficiency) of receipts over disbursements	(9,905)	(89,025)	335,142	13,989	17,200	-	(1,870,858)
Cash and investments - ending	\$ 604	\$ 4,322,670	\$ 1,923,125	\$ 48,827	\$ 17,200	\$ 50,000	\$ 2,773,250

PORTER COUNTY
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2015
(Continued)

	CEDIT Special Legislation	Child Advocacy	City and Town Court Costs	Clerk's Records Perpetuation	Community Corrections	Community Transition Program	Congressional School Interest
Cash and investments - beginning	\$ -	\$ 8,112	\$ 8,386	\$ 70,345	\$ 49,205	\$ 35,820	\$ 26,665
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	3,500,000	-	-	-	-	-	-
Charges for services	-	-	-	-	92,872	-	-
Fines and forfeits	-	-	48,193	82,329	-	-	-
Other receipts	-	-	-	884	872	-	-
Total receipts	3,500,000	-	48,193	83,213	93,744	-	-
Disbursements:							
Personal services	-	-	-	36,248	-	-	-
Supplies	-	-	-	1,661	77,176	-	-
Other services and charges	3,500,000	-	-	2,624	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	9,675	-	-	-
Other disbursements	-	-	27,640	-	-	-	-
Total disbursements	3,500,000	-	27,640	50,208	77,176	-	-
Excess (deficiency) of receipts over disbursements	-	-	20,553	33,005	16,568	-	-
Cash and investments - ending	\$ -	\$ 8,112	\$ 28,939	\$ 103,350	\$ 65,773	\$ 35,820	\$ 26,665

PORTER COUNTY
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2015
(Continued)

	Congressional School Principal	Sales Disclosure - County Share	Covered Bridge	Cumulative Bridge	Cumulative Capital Development	Drug Free Community	Electronic Map Generation
Cash and investments - beginning	\$ 25,066	\$ 37,001	\$ 4,850	\$ 368,181	\$ 2,783,300	\$ 58,874	\$ 7,822
Receipts:							
Taxes	-	-	-	413,577	1,925,824	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	34,304	159,855	-	-
Charges for services	-	18,090	-	179,053	-	-	-
Fines and forfeits	-	-	-	-	773	166,566	-
Other receipts	-	-	-	12,539	62,413	2,546	23
Total receipts	-	18,090	-	639,473	2,148,865	169,112	23
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	104,004	-	-	-
Other services and charges	-	46,456	-	580,012	1,185,554	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	29,905	2,233,744	-	-
Other disbursements	-	-	-	-	2,372	187,425	-
Total disbursements	-	46,456	-	713,921	3,421,670	187,425	-
Excess (deficiency) of receipts over disbursements	-	(28,366)	-	(74,448)	(1,272,805)	(18,313)	23
Cash and investments - ending	\$ 25,066	\$ 8,635	\$ 4,850	\$ 293,733	\$ 1,510,495	\$ 40,561	\$ 7,845

PORTER COUNTY
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2015
(Continued)

	Emergency Medical Services	Emergency Planning/Right To Know	Enhanced Access	Extradition and Sheriff's Assistance	Firearms Training	Health	Identification Security Protection
Cash and investments - beginning	\$ 226,763	\$ 17,357	\$ 51,029	\$ 11,717	\$ 17,121	\$ 366,803	\$ 10,439
Receipts:							
Taxes	-	-	-	-	-	1,050,009	-
Licenses and permits	-	-	-	-	37,720	-	-
Intergovernmental receipts	-	7,333	-	-	-	87,131	-
Charges for services	-	-	100	-	-	531,414	16,589
Fines and forfeits	-	-	-	2,072	-	-	-
Other receipts	-	1,050	-	-	120	-	-
Total receipts	-	8,383	100	2,072	37,840	1,668,554	16,589
Disbursements:							
Personal services	-	1,500	517	-	-	1,393,057	-
Supplies	-	-	-	-	37,911	56,898	-
Other services and charges	146,251	2,757	-	1,130	-	80,564	14,215
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	42,315	-	-	937	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	146,251	4,257	42,832	1,130	37,911	1,531,456	14,215
Excess (deficiency) of receipts over disbursements	(146,251)	4,126	(42,732)	942	(71)	137,098	2,374
Cash and investments - ending	\$ 80,512	\$ 21,483	\$ 8,297	\$ 12,659	\$ 17,050	\$ 503,901	\$ 12,813

PORTER COUNTY
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2015
(Continued)

	Levy Excess	Local Health Maintenance	Local Road and Street	Major Moves Construction	Medical Care for Inmates	Motor Vehicle Highway	Park Non-reverting Capital
Cash and investments - beginning	\$ 2,150	\$ 74,211	\$ 1,175,162	\$ 8,754,224	\$ 12,180	\$ 693,807	\$ 7,835
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	129,073	-
Intergovernmental receipts	-	72,672	998,713	-	-	4,546,909	-
Charges for services	-	50	-	-	7,564	93	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	2	16	89,698	-	31,226	-
Total receipts	-	72,724	998,729	89,698	7,564	4,707,301	-
Disbursements:							
Personal services	-	53,805	-	-	-	3,536,835	-
Supplies	-	384	1,339,657	2,340,409	10,321	257,530	-
Other services and charges	-	14,935	59,795	-	8,100	789,865	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	4,261	99,678	-	-	1,315	-
Other disbursements	-	-	-	57,197	-	1,136	-
Total disbursements	-	73,385	1,499,130	2,397,606	18,421	4,586,681	-
Excess (deficiency) of receipts over disbursements	-	(661)	(500,401)	(2,307,908)	(10,857)	120,620	-
Cash and investments - ending	\$ 2,150	\$ 73,550	\$ 674,761	\$ 6,446,316	\$ 1,323	\$ 814,427	\$ 7,835

PORTER COUNTY
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2015
(Continued)

	Park Non-reverting Operating	Planning and Zoning Impact	Plat Book	Rainy Day	Reassessment - 2009	Reassessment - 2015	Recorder's Records Perpetuation
Cash and investments - beginning	\$ 73,608	\$ 71,273	\$ 86,482	\$ 1,344,351	\$ 25,484	\$ 373,505	\$ 234,796
Receipts:							
Taxes	-	-	-	-	-	380,387	-
Licenses and permits	-	460,574	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	31,559	-
Charges for services	111,004	-	40,760	-	-	-	202,284
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	48,238	121	-	2,150	-	6	-
Total receipts	159,242	460,695	40,760	2,150	-	411,952	202,284
Disbursements:							
Personal services	27,581	436,059	-	166,454	-	185,030	212,493
Supplies	26,395	1,279	-	-	-	1,383	2,887
Other services and charges	167,436	34,827	18,542	501,464	-	140,513	71,395
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	376,861	-	2,447	1,566
Other disbursements	2,041	-	-	-	-	-	-
Total disbursements	223,453	472,165	18,542	1,044,779	-	329,373	288,341
Excess (deficiency) of receipts over disbursements	(64,211)	(11,470)	22,218	(1,042,629)	-	82,579	(86,057)
Cash and investments - ending	\$ 9,397	\$ 59,803	\$ 108,700	\$ 301,722	\$ 25,484	\$ 456,084	\$ 148,739

PORTER COUNTY
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2015
(Continued)

	Riverboat	Sex and Violent Offender Administration	Sheriff's Pension Trust	Additional Excise Tax Judgments	Supplemental Public Defender Services	Surplus Tax	Surveyor's Corner Perpetuation
Cash and investments - beginning	\$ 2,881	\$ 27,776	\$ 6,751	\$ 206	\$ 264,121	\$ 1,030,408	\$ 11,266
Receipts:							
Taxes	-	-	-	-	-	662,988	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	405,712	-	-	-	-	-	-
Charges for services	-	7,304	125,727	-	67,219	-	31,240
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	405,712	7,304	125,727	-	67,219	662,988	31,240
Disbursements:							
Personal services	151,763	875	132,478	-	12,828	-	23,349
Supplies	-	433	-	-	25,000	-	2,313
Other services and charges	-	-	-	-	47,285	-	5,883
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	250,000	-	-	-	-	560,465	-
Total disbursements	401,763	1,308	132,478	-	85,113	560,465	31,545
Excess (deficiency) of receipts over disbursements	3,949	5,996	(6,751)	-	(17,894)	102,523	(305)
Cash and investments - ending	\$ 6,830	\$ 33,772	\$ -	\$ 206	\$ 246,227	\$ 1,132,931	\$ 10,961

PORTER COUNTY
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2015
(Continued)

	Tax Sale Fees	Tax Sale Redemption	Tax Sale Surplus	Local Health Department Trust Account	Vehicle Inspection	Victim Impact Program	Court Appointed Special Advocate (CASA)
Cash and investments - beginning	\$ 23,476	\$ 6,215	\$ 3,371,999	\$ 60,257	\$ 7,069	\$ 10,500	\$ 2,945
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	62,721	-	-	33,043
Charges for services	-	-	-	-	2,701	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	100,163	666,390	5,435,182	-	-	-	-
Total receipts	100,163	666,390	5,435,182	62,721	2,701	-	33,043
Disbursements:							
Personal services	-	-	-	62,282	-	-	-
Supplies	-	-	-	51	-	-	-
Other services and charges	60,935	-	-	4,416	2,250	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	422	-	-	-
Other disbursements	-	670,292	3,390,465	-	-	-	33,043
Total disbursements	60,935	670,292	3,390,465	67,171	2,250	-	33,043
Excess (deficiency) of receipts over disbursements	39,228	(3,902)	2,044,717	(4,450)	451	-	-
Cash and investments - ending	\$ 62,704	\$ 2,313	\$ 5,416,716	\$ 55,807	\$ 7,520	\$ 10,500	\$ 2,945

PORTER COUNTY
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2015
(Continued)

	Auditors Ineligible Deductions	County Elected Officials Training	Parks-Arcellor Mittal Pond & Prairie Grant	County Offender Transportation Fund	Hazardous Waste Disposal Tax	Statewide 911	Juvenile Probation Administrative
Cash and investments - beginning	\$ 416,282	\$ 54,281	\$ (4,673)	\$ 9,001	\$ 60,044	\$ 496,318	\$ 32,969
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	434,508	15,406	-	-	-	1,773,660	-
Fines and forfeits	-	-	-	2,663	-	-	27,275
Other receipts	-	-	-	-	1	718	-
Total receipts	434,508	15,406	-	2,663	1	1,774,378	27,275
Disbursements:							
Personal services	12,787	-	-	-	-	1,536,367	41,617
Supplies	1,673	-	-	-	900	-	-
Other services and charges	183,465	-	-	-	12,355	23,759	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	286,507	-	-	-	-	-	-
Total disbursements	484,432	-	-	-	13,255	1,560,126	41,617
Excess (deficiency) of receipts over disbursements	(49,924)	15,406	-	2,663	(13,254)	214,252	(14,342)
Cash and investments - ending	\$ 366,358	\$ 69,687	\$ (4,673)	\$ 11,664	\$ 46,790	\$ 710,570	\$ 18,627

PORTER COUNTY
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2015
(Continued)

	Supplemental Adult Probation Services	Supplemental Juvenile Probation Services	Alternative Dispute Resolution	County User Fee	Drain Construction/ Reconstruction	Drainage Maintenance	Convention Center Operating
Cash and investments - beginning	\$ 432,826	\$ 102,325	\$ 19,081	\$ 1,413,321	\$ 122,304	\$ 2,091,036	\$ (29,622)
Receipts:							
Taxes	-	-	-	-	-	411,182	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	24,264	-
Charges for services	441,483	-	14,164	551,125	-	-	464,523
Fines and forfeits	154,516	96,759	-	130,898	-	-	-
Other receipts	40	261	-	304	38,291	41	20,788
Total receipts	596,039	97,020	14,164	682,327	38,291	435,487	485,311
Disbursements:							
Personal services	608,197	62,509	19,610	386,097	-	-	273,665
Supplies	15,457	4,067	-	7,660	-	-	53,143
Other services and charges	14,125	64,364	-	109,994	2,863	-	96,256
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	536	1,628	-	-	39,091	199,188	-
Other disbursements	240	-	-	241,248	-	38,289	485
Total disbursements	638,555	132,568	19,610	744,999	41,954	237,477	423,549
Excess (deficiency) of receipts over disbursements	(42,516)	(35,548)	(5,446)	(62,672)	(3,663)	198,010	61,762
Cash and investments - ending	\$ 390,310	\$ 66,777	\$ 13,635	\$ 1,350,649	\$ 118,641	\$ 2,289,046	\$ 32,140

PORTER COUNTY
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2015
(Continued)

	Animal Shelter	Drug Task Force	Parking Facility Operating	Donations	Debt Service	Self-Insurance	Payroll Clearing
Cash and investments - beginning	\$ 34,919	\$ 30,736	\$ 19,003	\$ 444,556	\$ 1,334,495	\$ 1,709,759	\$ 2,673
Receipts:							
Taxes	-	-	-	-	2,946,535	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	231,207	-	-
Charges for services	65,209	-	6,300	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	60,698	25	90,287	-	10,731,063	-
Total receipts	65,209	60,698	6,325	90,287	3,177,742	10,731,063	-
Disbursements:							
Personal services	-	54,707	-	53,565	-	38,087	-
Supplies	464	4,460	-	14,231	-	-	-
Other services and charges	53,147	-	315	52,498	-	8,912,040	-
Debt service - principal and interest	-	-	-	-	2,949,000	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	35	-	125	182,000	-	2,494	-
Total disbursements	53,646	59,167	440	302,294	2,949,000	8,952,621	-
Excess (deficiency) of receipts over disbursements	11,563	1,531	5,885	(212,007)	228,742	1,778,442	-
Cash and investments - ending	\$ 46,482	\$ 32,267	\$ 24,888	\$ 232,549	\$ 1,563,237	\$ 3,488,201	\$ 2,673

PORTER COUNTY
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2015
(Continued)

	Payroll Withholding - Donations	Payroll Withholding - Insurance	Payroll Withholding - Other	Payroll Withholding - Savings	Payroll Withholding - Deferred Compensation	Payroll Withholding - Federal	Payroll Withholding - FICA & Medicare
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	1,211	776,403	24,443	21,925	208,985	2,697,345	1,954,834
Total receipts	1,211	776,403	24,443	21,925	208,985	2,697,345	1,954,834
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	1,211	776,403	24,443	21,925	208,985	2,697,345	1,954,834
Total disbursements	1,211	776,403	24,443	21,925	208,985	2,697,345	1,954,834
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	-	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

PORTER COUNTY
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2015
(Continued)

	Payroll Withholding - Flex Spending	Payroll Withholding - Local Tax	Payroll Withholding - PERF	Payroll Withholding - State	Payroll Withholding - Wage Garnishments	Settlement	CVET Agency
Cash and investments - beginning	\$ -	\$ -	\$ (1,380)	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	198,200,820	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	21,045,697	1,330,322
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	92,512	143,531	776,041	837,709	132,651	104,616	-
Total receipts	92,512	143,531	776,041	837,709	132,651	219,351,133	1,330,322
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	92,512	143,531	776,041	837,709	132,651	219,351,133	1,330,322
Total disbursements	92,512	143,531	776,041	837,709	132,651	219,351,133	1,330,322
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	-	-
Cash and investments - ending	\$ -	\$ -	\$ (1,380)	\$ -	\$ -	\$ -	\$ -

PORTER COUNTY
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2015
(Continued)

	Final Excise Tax Cut Replacement Due State	Financial Institution Tax	CEDIT Homestead Credit	Homestead Credit Rebate	State Fines and Forfeitures	Infraction Judgments	Overweight Vehicle Fines
Cash and investments - beginning	\$ 3,724,324	\$ -	\$ 2,652,049	\$ -	\$ 9,691	\$ 38,005	\$ 10,912
Receipts:							
Taxes	-	-	-	15,204	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	6,282,212	386,440	7,833,040	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	33,637	444,479	130,466
Other receipts	-	-	-	-	-	-	-
Total receipts	6,282,212	386,440	7,833,040	15,204	33,637	444,479	130,466
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	10,006,536	386,440	8,026,175	15,204	38,716	448,005	140,029
Total disbursements	10,006,536	386,440	8,026,175	15,204	38,716	448,005	140,029
Excess (deficiency) of receipts over disbursements	(3,724,324)	-	(193,135)	-	(5,079)	(3,526)	(9,563)
Cash and investments - ending	\$ -	\$ -	\$ 2,458,914	\$ -	\$ 4,612	\$ 34,479	\$ 1,349

PORTER COUNTY
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2015
(Continued)

	Special Death Benefit	Sales Disclosure - State Share	Coroners Training & Cont Education	Interstate Compact - State Share	Mortgage Recording Fees - State Share	DLGF Homestead Property Database	Sex and Violent Offender Admin - State
Cash and investments - beginning	\$ 822	\$ 830	\$ 1,620	\$ 188	\$ 1,238	\$ 8	\$ 50
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	18,090	23,348	2,413	18,603	358	812
Fines and forfeits	14,152	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	14,152	18,090	23,348	2,413	18,603	358	812
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	14,064	17,755	23,314	2,538	18,498	102	817
Total disbursements	14,064	17,755	23,314	2,538	18,498	102	817
Excess (deficiency) of receipts over disbursements	88	335	34	(125)	105	256	(5)
Cash and investments - ending	\$ 910	\$ 1,165	\$ 1,654	\$ 63	\$ 1,343	\$ 264	\$ 45

PORTER COUNTY
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2015
(Continued)

	Child Restraint Violations Fines	Inheritance Tax	Sales Tax Collections	Education Plate Fees Agency	Riverboat Revenue Sharing	Innkeepers Tax Collections	Judgments Due Law Enforcement
Cash and investments - beginning	\$ 225	\$ 28,152	\$ 1,064	\$ -	\$ -	\$ -	\$ 260
Receipts:							
Taxes	-	-	29,323	-	-	1,315,418	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	31,815	-	3,356	973,555	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	2,576	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	2,576	31,815	29,323	3,356	973,555	1,315,418	-
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	2,601	57,735	27,550	3,356	973,555	1,315,418	-
Total disbursements	2,601	57,735	27,550	3,356	973,555	1,315,418	-
Excess (deficiency) of receipts over disbursements	(25)	(25,920)	1,773	-	-	-	-
Cash and investments - ending	\$ 200	\$ 2,232	\$ 2,837	\$ -	\$ -	\$ -	\$ 260

PORTER COUNTY
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2015
(Continued)

	CEDIT Distribution	93.563 ARRA Prosecutor IV-D Incentive	93.563 ARRA Clerk IV-D Incentive	93.563 Title IV-D Incentive	93.563 Prosecutor IV-D Incentive-Prior To Oct '99	93.563 Prosecutor IV-D Incentive-Post Oct '99	93.563 Clerk IV-D Incentive-Prior To Oct '99
Cash and investments - beginning	\$ -	\$ 13,290	\$ 1,305	\$ 189,454	\$ 53	\$ 203,517	\$ 109
Receipts:							
Taxes	22,666,079	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	57,803	-	86,964	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	<u>22,666,079</u>	<u>-</u>	<u>-</u>	<u>57,803</u>	<u>-</u>	<u>86,964</u>	<u>-</u>
Disbursements:							
Personal services	-	-	-	4,162	-	84,378	-
Supplies	-	6	-	-	-	3,188	-
Other services and charges	-	4,698	-	-	-	4,573	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	3,461	-	1,019	-	4,463	-
Other disbursements	<u>22,666,079</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total disbursements	<u>22,666,079</u>	<u>8,165</u>	<u>-</u>	<u>5,181</u>	<u>-</u>	<u>96,602</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>(8,165)</u>	<u>-</u>	<u>52,622</u>	<u>-</u>	<u>(9,638)</u>	<u>-</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 5,125</u>	<u>\$ 1,305</u>	<u>\$ 242,076</u>	<u>\$ 53</u>	<u>\$ 193,879</u>	<u>\$ 109</u>

PORTER COUNTY
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2015
(Continued)

	93.563 Clerk IV-D Incentive-Post Oct '99	National Park Taxes	JDAI Grant	Domestic Violence Grant	Stop Grant Prosecutor	Indiana Court Improvement Project	SCAAP Grant
Cash and investments - beginning	\$ 229,952	\$ -	\$ (3,931)	\$ (33,100)	\$ (10,383)	\$ 5,460	\$ 4,568
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	57,803	20,301	-	96,338	31,110	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	57,803	20,301	-	96,338	31,110	-	-
Disbursements:							
Personal services	116,044	-	-	89,999	28,709	-	-
Supplies	2,720	-	-	-	-	-	-
Other services and charges	9,189	-	-	4,026	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	2,174	-	-	-	-	-	-
Other disbursements	-	20,301	-	-	-	-	-
Total disbursements	130,127	20,301	-	94,025	28,709	-	-
Excess (deficiency) of receipts over disbursements	(72,324)	-	-	2,313	2,401	-	-
Cash and investments - ending	\$ 157,628	\$ -	\$ (3,931)	\$ (30,787)	\$ (7,982)	\$ 5,460	\$ 4,568

PORTER COUNTY
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2015
(Continued)

	Sheriff DEA Proceed Federal Grant	Bioterrorism Response Grant	SHSP Homeland Security Grant	Recovery Grant (CFDA# 14.253)	Dunes/Kankakee Grant	Fam & Child Grant	DNR/Plan Comm
Cash and investments - beginning	\$ 34,588	\$ 956	\$ 35,230	\$ (2,315)	\$ 86,671	\$ 17,812	\$ 100,300
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	66,286	-	-	8,340	-
Charges for services	57,771	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	57,771	-	66,286	-	-	8,340	-
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	1,235	-	-	-	-	-	-
Other services and charges	21,000	-	79,116	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	38,995	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	61,230	-	79,116	-	-	-	-
Excess (deficiency) of receipts over disbursements	(3,459)	-	(12,830)	-	-	8,340	-
Cash and investments - ending	\$ 31,129	\$ 956	\$ 22,400	\$ (2,315)	\$ 86,671	\$ 26,152	\$ 100,300

PORTER COUNTY
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2015
(Continued)

	Park Grant	PACT	Doc Juv Basic T	Court Int Grant	Drug Ct-Testing	Fam Ct Donations	OWI Fatal/Drugs
Cash and investments - beginning	\$ (5,885)	\$ 69,015	\$ -	\$ 1,362	\$ 11,473	\$ 31,734	\$ 12,624
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	16,000	469,980	224,132	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	19,766	-	-	-	-	-
Other receipts	1,000	-	-	-	-	10,000	22,740
Total receipts	17,000	489,746	224,132	-	-	10,000	22,740
Disbursements:							
Personal services	-	-	-	-	-	10,284	-
Supplies	2,080	-	-	-	-	-	-
Other services and charges	3,081	-	-	-	-	-	12,458
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	469,980	224,132	-	-	-	-
Total disbursements	5,161	469,980	224,132	-	-	10,284	12,458
Excess (deficiency) of receipts over disbursements	11,839	19,766	-	-	-	(284)	10,282
Cash and investments - ending	\$ 5,954	\$ 88,781	\$ -	\$ 1,362	\$ 11,473	\$ 31,450	\$ 22,906

PORTER COUNTY
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2015
(Continued)

	Cal Trail Grant	Health Dist 1	Val Rtry Lcl Gt	Nat'l Parks-Ngo	Hosp Liab	Hosp Inter	Hosp Sale
Cash and investments - beginning	\$ 39	\$ 1	\$ 64	\$ 3,005	\$ 1,008,000	\$ 6,149,915	\$ 157,624,319
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	2,458,113	-
Total receipts	-	-	-	-	-	2,458,113	-
Disbursements:							
Personal services	-	-	-	3,005	-	1,986,000	-
Supplies	-	-	64	-	-	-	-
Other services and charges	-	-	-	-	302,811	-	965,001
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	1,100,000	-
Total disbursements	-	-	64	3,005	302,811	3,086,000	965,001
Excess (deficiency) of receipts over disbursements	-	-	(64)	(3,005)	(302,811)	(627,887)	(965,001)
Cash and investments - ending	\$ 39	\$ 1	\$ -	\$ -	\$ 705,189	\$ 5,522,028	\$ 156,659,318

PORTER COUNTY
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2015
(Continued)

	Cable Fran	Public Safety	Photo Duplicate	Inmate Pro	MOH Manage	JDC Service	Refunds
Cash and investments - beginning	\$ 1,104,901	\$ 98,409	\$ 11,087	\$ -	\$ 3,663	\$ 35,201	\$ 26,994
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	697,394	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	206,328	3,035	121,457	350,133	-	-
Fines and forfeits	-	-	-	-	-	70,839	-
Other receipts	-	-	-	-	10	-	-
Total receipts	697,394	206,328	3,035	121,457	350,143	70,839	-
Disbursements:							
Personal services	-	-	-	-	137,908	43,257	-
Supplies	850	3,792	2,416	-	20,324	-	-
Other services and charges	116,042	134,717	-	100,902	89,464	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	646,357	25,060	-	-	-	-	-
Other disbursements	-	-	-	-	57,338	-	-
Total disbursements	763,249	163,569	2,416	100,902	305,034	43,257	-
Excess (deficiency) of receipts over disbursements	(65,855)	42,759	619	20,555	45,109	27,582	-
Cash and investments - ending	\$ 1,039,046	\$ 141,168	\$ 11,706	\$ 20,555	\$ 48,772	\$ 62,783	\$ 26,994

PORTER COUNTY
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2015
(Continued)

	Sunset Hill	Dunn's Brg	Crumb Rub Grant	Sheriff Inmate Trust	Sheriff Inmate Processing Fees	Sheriff Awards Banquet	Treasurer Supplemental CAR
Cash and investments - beginning	\$ 2,489	\$ 11	\$ 146	\$ 124,182	\$ 6,690	\$ 1,370	\$ 4,540,020
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	3,862,093	33,378	14,725	5,911,754
Total receipts	-	-	-	3,862,093	33,378	14,725	5,911,754
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	1,040	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	3,867,635	38,579	14,491	4,540,020
Total disbursements	1,040	-	-	3,867,635	38,579	14,491	4,540,020
Excess (deficiency) of receipts over disbursements	(1,040)	-	-	(5,542)	(5,201)	234	1,371,734
Cash and investments - ending	\$ 1,449	\$ 11	\$ 146	\$ 118,640	\$ 1,489	\$ 1,604	\$ 5,911,754

PORTER COUNTY
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2015
(Continued)

	PC Tourism Supplemental CAR	Vending Machine Fund	Video Tape Fees-Sheriff	South County Highway Garage	Coroner Non-Reverting	Kankakee River	Settlement Holding Fund
Cash and investments - beginning	\$ 876,199	\$ 2,482	\$ 2,555	\$ 3,276	\$ 1,200	\$ 5,069	\$ 13,074
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	1,447,267	-	-	-	-	-	-
Total receipts	1,447,267	-	-	-	-	-	-
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	2,555	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	1,335,863	-	-	-	-	-	-
Total disbursements	1,335,863	-	2,555	-	-	-	-
Excess (deficiency) of receipts over disbursements	111,404	-	(2,555)	-	-	-	-
Cash and investments - ending	\$ 987,603	\$ 2,482	\$ -	\$ 3,276	\$ 1,200	\$ 5,069	\$ 13,074

PORTER COUNTY
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2015
(Continued)

	All Funds Account	Suicide Grant	Medical Reserve Core Grant	Community Emergency Response	Coastal Grant	Adult Home Detention	Family Court Grant
Cash and investments - beginning	\$ 43,637	\$ 354	\$ 126,365	\$ 555	\$ 3,675	\$ 55,867	\$ 1,482
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	-	-	-	-	-	-	-
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	-	-	-	-	-	-	-
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	-	-
Cash and investments - ending	\$ 43,637	\$ 354	\$ 126,365	\$ 555	\$ 3,675	\$ 55,867	\$ 1,482

PORTER COUNTY
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2015
(Continued)

	Early Intervention	Health Performance Grant	Juvenile Detention Mental Health	Citizens Corp	Project Care	Qwest Prof.	LCJI Grant
Cash and investments - beginning	\$ 1,114	\$ 5,189	\$ 7	\$ 2,000	\$ 2,652	\$ 24	\$ 94
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	-	-	-	-	-	-	-
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	-	-	-	-	-	-	-
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	-	-
Cash and investments - ending	\$ 1,114	\$ 5,189	\$ 7	\$ 2,000	\$ 2,652	\$ 24	\$ 94

PORTER COUNTY
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2015
(Continued)

	SHERIFF 45	Pond & Prairie Restoration Grant	JDAI GRANT	Park Com F	IJCMH GRAN	Adult Probation	Sheriff Pen Trs Revenues
Cash and investments - beginning	\$ -	\$ (2,730)	\$ 67,849	\$ 4,236	\$ 167,833	\$ 112,329	\$ 1,250
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	49,958	69,311	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	87,181	-
Other receipts	20,455	-	-	182,000	-	-	520
Total receipts	20,455	49,958	69,311	182,000	-	87,181	520
Disbursements:							
Personal services	-	-	54,163	-	-	43,287	-
Supplies	-	-	12,530	-	-	-	-
Other services and charges	-	45,122	58,304	1,500	129,883	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	20,455	-	-	182,000	-	-	-
Total disbursements	20,455	45,122	124,997	183,500	129,883	43,287	-
Excess (deficiency) of receipts over disbursements	-	4,836	(55,686)	(1,500)	(129,883)	43,894	520
Cash and investments - ending	\$ -	\$ 2,106	\$ 12,163	\$ 2,736	\$ 37,950	\$ 156,223	\$ 1,770

PORTER COUNTY
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2015
(Continued)

	PCA COLLEC	IDVA Grant	HHS Grant	Enbridge G	Highway/Sheriff	RDC Fee	Park--Aukiki
Cash and investments - beginning	\$ 1,131	\$ 500	\$ 24,144	\$ 2,000	\$ 4,466	\$ 30,046	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	2,818	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	116,740	-	-
Other receipts	-	-	-	-	-	314,078	605
Total receipts	2,818	-	-	-	116,740	314,078	605
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	575	-	-	-	-	-	-
Other services and charges	2,012	-	-	-	-	3,318	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	2,587	-	-	-	-	3,318	-
Excess (deficiency) of receipts over disbursements	231	-	-	-	116,740	310,760	605
Cash and investments - ending	\$ 1,362	\$ 500	\$ 24,144	\$ 2,000	\$ 121,206	\$ 340,806	\$ 605

PORTER COUNTY
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2015
(Continued)

	Park-- Sunset Hill Farm Education Center	TMA Collections	PK-Bicentennial	JABG Mnt Health	Pk-Brincka	Sheriff's Cashbook	Totals
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 221,232,908
Receipts:							
Taxes	-	-	-	-	-	-	265,347,375
Licenses and permits	-	-	-	-	-	-	1,324,761
Intergovernmental receipts	-	-	150,000	-	70,268	-	52,906,722
Charges for services	-	277,833	-	-	-	-	8,175,456
Fines and forfeits	-	-	-	-	-	-	2,083,808
Other receipts	182,050	-	-	-	15,000	5,771,062	66,333,704
Total receipts	182,050	277,833	150,000	-	85,268	5,771,062	396,171,826
Disbursements:							
Personal services	-	-	-	-	-	-	41,067,636
Supplies	-	-	-	-	-	-	6,137,790
Other services and charges	108,692	-	76,856	7,597	150,000	-	30,751,969
Debt service - principal and interest	-	-	-	-	-	-	2,949,000
Capital outlay	-	-	-	-	-	-	4,780,465
Other disbursements	-	148,380	-	-	-	5,771,062	316,836,121
Total disbursements	108,692	148,380	76,856	7,597	150,000	5,771,062	402,522,981
Excess (deficiency) of receipts over disbursements	73,358	129,453	73,144	(7,597)	(64,732)	-	(6,351,155)
Cash and investments - ending	\$ 73,358	\$ 129,453	\$ 73,144	\$ (7,597)	\$ (64,732)	\$ -	\$ 214,881,753

PORTER COUNTY
SCHEDULE OF PAYABLES AND RECEIVABLES
December 31, 2015

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	<u>\$ 1,770,847</u>	<u>\$ -</u>

PORTER COUNTY
SCHEDULE OF LEASES AND DEBT
December 31, 2015

<u>Lessor</u>	<u>Purpose</u>	<u>Annual Lease Payment</u>	<u>Lease Beginning Date</u>	<u>Lease Ending Date</u>
Governmental activities: Bank of NY	Porter County Jail Building	<u>\$ 2,950,000</u>	7/3/2001	1/3/2024

PORTER COUNTY
SCHEDULE OF CAPITAL ASSETS
December 31, 2015

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	\$ 5,986,854
Infrastructure	126,969,833
Buildings	71,181,065
Machinery, equipment, and vehicles	17,287,106
Construction in progress	<u>426,150</u>
Total capital assets	<u>\$ 221,851,008</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
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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 PORTER COUNTY, INDIANA

Report on Compliance for Each Major Federal Program

We have audited Porter County's (County) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2015. 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 Federal statutes, regulations, and the terms and conditions of its Federal awards 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 the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance 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, 2015.

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

Report on Internal Control over Compliance

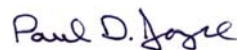
Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types 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 the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified certain deficiencies in internal control over compliance, as described in the accompanying Schedule of Findings and Questioned Costs as item 2015-005 that we consider to be material weaknesses.

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

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


Paul D. Joyce, CPA
State Examiner

August 10, 2016

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND ACCOMPANYING NOTES

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

PORTER COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2015

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	Pass-Through To Subrecipient	Total Federal Awards Expended
<u>Department of Agriculture</u>					
Child Nutrition Cluster					
School Breakfast Program	Indiana Department of Education	10.553	FY 2015	\$ -	\$ 10,517
National School Lunch Program	Indiana Department of Education	10.555	FY 2015	-	16,802
Total - Child Nutrition Cluster				-	27,319
Child and Adult Care Food Program	Indiana Department of Education	10.558	FY 2015	-	3,093
Total - Department of Agriculture				-	30,412
<u>Department of Commerce</u>					
Coastal Zone Management Administration Awards	Indiana Department of Natural Resources				
Cain Acquisition		11.419	E-16-5-KMA0339	-	450,720
2012 Coastal Zone Management		11.419	EDS E16-3-MM0218	-	10,000
2013 Coastal Zone Management		11.419	EDS E16-4-BKS0327	-	19,958
Total - Department of Commerce				-	480,678
<u>Department of the Interior</u>					
Payments in Lieu of Taxes	Direct Grant	15.226	FY 2015	-	20,301
Total - Department of the Interior				-	20,301
<u>Department of Justice</u>					
Victims of Child Abuse	Indiana Supreme Court				
Court Appointed Special Advocate (CASA)		16.547	CASA	-	33,043
Crime Victim Assistance	Indiana Criminal Justice Institute				
Domestic Violence Grant		16.575	D3-15-9752	-	96,338
ARRA Violence Against Women Formula Grants	Indiana Criminal Justice Institute				
STOP Grant		16.588	D3-16-10500	-	31,110
Equitable Sharing Program	Direct grant				
Sheriff & DEA Proceeds/Seized Property - Prosecutor		16.922	FY 2015	-	54,707
Federal Forfeitures - County Sheriff		16.922	FY 2015	-	57,771
Total - Equitable Sharing Program				-	112,478
Total - Department of Justice				-	272,969
<u>Department of Transportation</u>					
Highway Planning and Construction Cluster					
Highway Planning and Construction	Indiana Department of Transportation	20.205	DES 1005672	-	41,783
		20.205	DES 1173432	-	68,071
		20.205	DES 1382092	-	69,200
		20.205	DES 1297541	-	46,998
Total - Highway Planning and Construction Cluster				-	226,052
Total - Department of Transportation				-	226,052
<u>Department of Health and Human Services</u>					
Child Support Enforcement	Indiana Department of Child Services				
IV-D Program		93.563	FY 2015	-	115,783
Prosecutor IV-D		93.563	FY 2015	-	586,278
Clerk IV-D		93.563	FY 2015	-	164,970
General IV-D Incentive		93.563	FY 2015	-	86,478
Total - Child Support Enforcement				-	953,509
Total - Department of Health and Human Services				-	953,509
<u>Department of Homeland Security</u>					
Emergency Management Performance Grants	Indiana Department of Homeland Security				
EMA Performance Grant		97.042	C44P-5-517B	-	75,941
State Homeland Security Program (SHSP)	Indiana Department of Homeland Security				
SHSP Sub Grant		97.073	C44P-4-482B	-	66,286
Total - Department of Homeland Security				-	142,227
Total federal awards expended				\$ -	\$ 2,126,148

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

PORTER COUNTY
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Note 1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (SEFA) includes the federal grant activity of the County under programs of the federal government for the year ended December 31, 2015. The information in the SEFA is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the SEFA presents only a select portion of the operations of the County, it is not intended to and does not present the financial position of the County.

Note 2. Summary of Significant Accounting Policies

Expenditures reported on the SEFA are reported on the cash basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles in OMB Circular A-133, *Cost Principles for State, Local, and Indian Tribal Governments*, or the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowed or are limited as to reimbursement. When federal grants are received on a reimbursement basis, the federal awards are considered expended when the reimbursement is received. The County has elected not to use the 10-percent de minimus indirect cost rate allowed under the Uniform Guidance.

Note 3. Contributed Capital

The Porter County Parks and Recreation Department received a grant from the Indiana Department of Natural Resources (DNR) in the amount of \$450,720 to purchase approximately 137 acres of land in Pine Township. The DNR paid the land owner directly and the land was deeded to the County in February 2016. As a result, the activity for the grant is presented as federal awards expended in the SEFA is not presented as receipts and disbursements in the financial statement for the County.

PORTER 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
Any audit findings disclosed that are required to be reported in accordance with section 2 CFR 200.516(a)?	yes

Identification of Major Programs and type of auditor's report issued on compliance for each:

CFDA Number	Name of Federal Program or Cluster	Opinion Issued
93.563	Highway Planning and Construction Cluster	Unmodified
	Child Support Enforcement	Unmodified

Dollar threshold used to distinguish between Type A and Type B programs: \$750,000

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

Section II - Financial Statement Findings

FINDING 2015-001 - FINANCIAL TRANSACTIONS AND REPORTING - COUNTY AUDITOR

Condition

There were deficiencies in the internal control system of the County related to financial transactions and reporting. The County Auditor had not implemented effective internal controls over the activities related to financial statement reporting. The County Auditor prepared and submitted the Annual Financial Report (AFR) which was used to generate the financial statement. The County did not have effective controls to verify the accuracy of the AFR prior to submission.

The financial statement included the following errors:

1. The transactions of the Sheriff's Cash Book were not included which understated the receipts and disbursements by \$5,771,062.

PORTER COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

2. The Clerk of the Circuit Court sub-account of the Clerk's Trust fund did not include court-ordered investments. This omission understated the January 1, 2015, cash and investment balance, receipts, and disbursements by \$845,768, \$128,134, and \$452,780, respectively. The December 31, 2015, cash and investment balance was understated by \$521,123.
3. The PC Superior Trust sub-account of the Clerk's Trust fund reported bank activity instead of the actual receipts and disbursements activity of the sub-account. This resulted in differences in the January 1, 2015, cash and investment balance, receipts, and disbursements of \$1,300,940, \$139,012, \$133,548, respectively. The December 31, 2015 cash and investment balance contained a difference of \$1,306,404.
4. The receipts and disbursements for the Treasurer Supplemental CAR fund were overstated \$217,083,570.

Audit adjustments were proposed, accepted by the County, and made to the financial statement.

Criteria

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)

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

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

Cause

Management of the County had not established an effective system of internal control. Management also had not conducted a risk assessment related to the County's financial reporting and transactions.

Effect

The failure to establish effective controls enabled material misstatements or irregularities to remain undetected. The failure to monitor the internal control system placed the County at risk that controls may not have been either designed properly or operating effectively to provide reasonable assurance that controls would have prevented, or detected and corrected, material misstatements in a timely manner. The financial statement contained the errors identified in the Condition.

PORTER COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

FINDING 2015-002 - SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Condition

The County did not have an effective system of internal control in place to prevent, or detect and correct, errors on the Schedule of Expenditures of Federal Awards (SEFA).

The County did not have effective controls over the preparation and submission of the SEFA. The County Auditor prepared and submitted the SEFA without effective controls to ensure its accuracy before submission. This resulted in the following errors on the SEFA presented for audit:

1. The Department of Commerce grant was not included, which understated the federal expenditures by \$29,958.
2. The Department of Transportation grant federal expenditures were understated by \$46,998.
3. The Child Support Enforcement grant federal expenditures were overstated by \$1,250.
4. The Department of Homeland Security grant federal expenditures were understated by \$8,483.

Audit adjustments were proposed, accepted by the County, and made to the SEFA.

Criteria

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)

2 CFR section 200.508 states in part: "The auditee must: . . . (b) Prepare appropriate financial statements, including the schedule of expenditures of Federal awards in accordance with section 200.510 Financial statements. . . ."

PORTER COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

2 CFR section 200.510(b) states:

"Schedule of expenditures of Federal awards. The auditee must also prepare a schedule of expenditures of Federal awards for the period covered by the auditee's financial statements which must include the total Federal awards expended as determined in accordance with section 200.502 Basis for determining Federal awards expended. 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 Federal award years, the auditee may list the amount of Federal awards expended for each Federal award year separately. At a minimum, the schedule must:

- (1) List individual Federal programs by Federal agency. For a cluster of programs, provide the cluster name, list individual Federal programs within a cluster of programs, and provide the applicable Federal agency name. For R&D, total Federal awards expended must be shown either by individual Federal award or by Federal agency and major subdivision within the Federal agency. For example, the National Institutes of Health is a major subdivision in the Department of Health and Human Services.
- (2) For Federal awards received as a subrecipient, the name of the pass-through entity and identifying number assigned by the pass-through entity must be included.
- (3) Provide total Federal awards expended for each individual Federal program and the CFDA number or other identifying number when the CFDA information is not available. For a cluster of programs also provide the total for the cluster.
- (4) Include the total amount provided to subrecipients from each Federal program.
- (5) For loan or loan guarantee programs described in section 200.502 Basis for determining Federal awards expended, paragraph (b), identify in the notes to the schedule the balances outstanding at the end of the audit period. This is in addition to including the total Federal awards expended for loan or loan guarantee programs in the schedule.
- (6) Include notes that describe the significant accounting policies used in preparing the schedule, and note whether or not the auditee elected to use the 10% de minimis cost rate as covered in section 200.414 Indirect (F&A) costs."

Cause

Management had not established an effective system of internal control that would have ensured proper reporting of the SEFA.

Effect

Without a proper system of internal control in place that operates effectively, material misstatements of the SEFA could have remained undetected. The SEFA contained the errors identified in the Condition.

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

PORTER COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

FINDING 2015-003 - FINANCIAL TRANSACTIONS AND REPORTING - COUNTY SHERIFF

Condition

There were deficiencies in the internal control system of the County Sheriff related to financial transactions and reporting related to receipts, disbursements, and cash and investment balances. There were not adequate controls in place to reduce the risks of errors in financial reporting.

Criteria

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)

Cause

Management of the County Sheriff had not established a proper system of internal control. Management also had not conducted a risk assessment related to the County Sheriff's financial transactions and reporting.

Effect

The failure to establish controls could have enabled material misstatements or irregularities to remain undetected. The failure to monitor the internal control system placed the County at risk that controls may not have been either designed properly or operating effectively to provide reasonable assurance that controls would have prevented, or detected and corrected, material misstatements in a timely manner.

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

FINDING 2015-004 - FINANCIAL TRANSACTIONS AND REPORTING - CLERK OF THE CIRCUIT COURT

Condition

There were deficiencies in the internal control system of the Clerk of the Circuit Court (Clerk) related to financial transactions and reporting. The Clerk had not separated incompatible activities related to financial reporting and closing. One employee prepared and submitted the Supplemental County Annual Report (CAR). There were no controls to ensure that the CAR was accurate.

The Clerk's office stopped using the PC Superior Trust software system in September 2013. When a judgment was entered on a case in the old software system, the case information was recorded in the new software system (Odyssey) and a bank transfer was made to the Odyssey bank account. A detailed list of the old software system trust balance was not generated at December 31, 2015. The last time a detailed report was generated was December 31, 2011, with a balance of \$6,607,088.

PORTER COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

The Clerk's CAR reported bank activity instead of the actual receipts and disbursements activity of the PC Superior Trust system. This resulted in differences in the January 1, 2015, cash and investment balance, receipts, and disbursements of \$1,300,940, \$139,012, and \$133,548, respectively. The December 31, 2015, cash and investment balance contained a difference of \$1,306,404.

We were unable to audit the ending cash and investment balance of the PC Superior Trust sub-account of the Clerk's Trust fund of \$336,775 at December 31, 2015, because the outstanding check amount totaling \$1,308,903 could not be substantiated. The amount that could not be substantiated was immaterial to the financial statement as a whole.

The Clerk's CAR did not include court-ordered investments. The omission understated the January 1, 2015, cash and investment balance, receipts, and disbursements by \$845,768, \$128,134, and \$452,780, respectively. The December 31, 2015, cash and investment balance was understated by \$521,123.

Criteria

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 Clerks of the Circuit Courts of Indiana, Chapter 13)

Indiana Code 5-13-6-1(e) states: "All local investment officers shall reconcile at least monthly the balance of public funds, as disclosed by the records of the local officers, with the balance statements provided by the respective depositories."

Cause

Management of the Clerk had not established a proper system of internal control. Management had not conducted a risk assessment related to the Clerk's financial reporting and transactions.

Effect

The failure to establish controls enabled material misstatements or irregularities to remain undetected. The failure to monitor the internal control system placed the Clerk at risk that controls may not have been either designed properly or operating effectively to provide reasonable assurance that controls would have prevented, or detected and corrected, material misstatements in a timely manner.

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

PORTER COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Section III - Federal Award Findings and Questioned Costs

FINDING 2015-005 - INTERNAL CONTROL OVER 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): FY 2015

Pass-Through Entity: Indiana Department of Child Services

Condition

An effective internal control system, which would have included segregation of duties, was not in place at the County in order to ensure compliance with requirements related to the grant agreement and Activities Allowed or Unallowed, Allowable Costs/Cost Principles, Period of Performance, and Reporting.

Activities Allowed or Unallowed and Allowable Costs/Cost Principles

County Auditor:

A consultant prepared the Cost Allocation Plan for indirect costs charged to the program. There were no controls in place to ensure that the Cost Allocation Plan was properly prepared and included accurate information.

Clerk of the Circuit Court:

A consultant prepared the Monthly Expense claims and the Quarterly Incentive Expenditure reports. The consultant did not provide the supporting documentation for the Monthly Expense claims and Quarterly Incentive Expenditure reports until months after the reports were submitted; therefore, the County was not able to implement adequate controls to ensure that the reported expenditures were for allowable activities and costs.

Period of Performance and Reporting

Clerk of the Circuit Court:

A consultant prepared the Monthly Expense claims and the Quarterly Incentive Expenditure reports. The consultant did not provide the supporting documentation for the Monthly Expense claims and Quarterly Incentive Expenditure reports until months after the reports were submitted; therefore, the County was not able to implement adequate controls to ensure that the reported expenditures were accurate or were paid within the period of performance.

Reporting

Prosecutor:

The internal controls established for the Quarterly Incentive Expenditure Reports were not effective. Controls were implemented; however, the review of the Quarterly Incentive Expenditure Reports did not detect errors before submission. These errors were not material and were corrected in subsequent reports.

PORTER COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Context

The lack of effective controls over the requirements listed above were a systemic problem. The County did not have effective controls over these areas for the entire audit period.

Criteria

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. . . ."

2 CFR section 200.303 states in part:

"The non-Federal entity must:

(a) Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in "Standards for Internal Control in the Federal Government" issued by the Comptroller General of the United States or the "Internal Control Integrated Framework", issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

Cause

Management had not developed an effective system of internal controls that segregated key functions.

Effect

The failure to establish an effective internal control system placed the County at risk of noncompliance with the grant agreement and the compliance requirements.

Questioned Costs

There were no questioned costs identified.

Recommendation

We recommended that the County's management establish controls, including segregation of duties, related to the grant agreement and compliance requirements listed above.

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

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AUDITEE-PREPARED DOCUMENTS

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



Vicki Urbanik
Auditor

(219) 465-3445

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2014-001 FINANCIAL TRANSACTIONS AND REPORTING

Fiscal year in which the finding initially occurred: 2014

Contact Person Responsible for Corrective Action: Vicki Urbanik, Auditor

Contact Phone Number: 219-465-3350

Status of Audit Finding:

This audit finding concerned deficiencies in payroll administration and errors in fund balances in the 2014 AFR.

Payroll Administration

In 2015, the Porter County Auditor's Office began to implement internal control procedures that specifically addressed the payroll deficiencies cited in the 2013 audit (which were also identified in the 2014 audit). We made the payroll improvements a top priority despite a reduced staffing level that resulted in our office operating with one less employee than in the prior year and six fewer employees than in 2013.

With the hiring of a budget and finance deputy in mid-2015, we were able to begin implementing payroll processing improvements. The result has been what we believe to be an effective internal audit function over payroll. The deputy who oversees this project does not work directly in the auditor's payroll department, which is in keeping with the control component of segregation of duties. The improvements we have instituted include the following:

- Track which department heads return the signed payroll earnings report ("forecast"), as required in the county personnel policy.
- Verify that the amounts reported in the payroll earnings reports match the amounts authorized in the salary ordinance.
- Track employee comp time earned. This element of our payroll project was prompted by concerns that some employees were accumulating much larger amounts of comp time than what is allowed in the county personnel policy.
- Proofread the payroll administrators' "status change" reports each payroll.
- Investigate upgrades in the payroll and benefits financial software system.

One component of internal control involves effective communication and information. How do we communicate our control efforts with others? An important part of our payroll project has been to make the information relevant and meaningful in such ways as preparing easy-to-read reports that clearly show how the compensation levels are verified and the pattern with which department heads turn in their forecasts. We have shared and will continue to share these reports upon request with county leaders. We believe our project has provided positive results: Several potential pay and comp time

issues were noted and resolved, and county leadership is considering improvements, including an updated personnel policy, related to payroll.

Fund balance discrepancies

Another portion of this finding concerned fund balance discrepancies. The largest discrepancy concerned county Fund 6101, CEDIT Homestead Credit. Per the 2013 state audit, this fund ended the year with a balance of (\$143,475).

Proper internal controls over financial reporting include monitoring fund balances and identifying potential discrepancies. We began questioning the accuracy of this audited fund balance in 2015 and again in early 2016 during the preparation of our 2015 AFR. We also met with representative of the State Board of Accounts to review our concerns. Given that the funds involved come from the CEDIT revenues and are used to provide homestead credits, we had grave concerns over the accuracy of a negative fund balance.

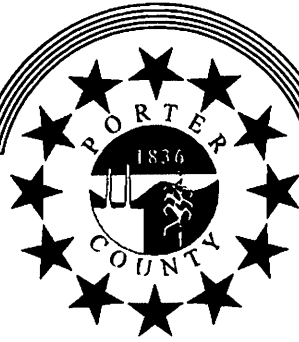
After extensive research by our office, we identified that an error occurred in 2013 in which the fund balances for Fund 6101 and a related fund, Fund 1113-CEDIT Special Legislation, were essentially reversed. An improper journal entry in 2013 attempted to correct the imbalance, but the result was an understatement of Fund 6101 and an overstatement of Fund 1113. We shared our findings for this fund, and several others identified, with the State Board of Accounts in early 2016. We are pleased that the state has accepted our proposed revisions, resulting in what we believe are now accurate fund balances. Especially with respect to funds 6101 and 1113, we believe a significant error that went undetected since 2003 has now been resolved.

Vicki Urbanik

Porter County Auditor

August 10, 2016

COUNTY - PORTER



Porter County Auditor
Administration Center
155 Indiana Avenue • Suite 204
Valparaiso, Indiana 46383

Vicki Urbanik
Auditor

(219) 465-3445

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2014-002 THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Fiscal year in which the finding initially occurred: 2014

Contact Person Responsible for Corrective Action: Vicki Urbanik, Auditor

Contact Phone Number: 219-465-3350

Status of Audit Finding:

This finding concerned under- and over-reported amounts in the SEFA. Due to the timing of the 2014 audit, in which findings were prepared at the same time as the 2015 findings, we were unaware of the need to request from departments receiving federal grants their monthly reimbursement reports, which likely would have helped to identify the fund balance discrepancies.

However, we did recognize the need for improved controls in the Auditor's Office grant administration in 2015. The improvements we began to implement included the following:

--Made a concerted effort to retrieve copies of all existing and new grant applications, with verified CDFA numbers.

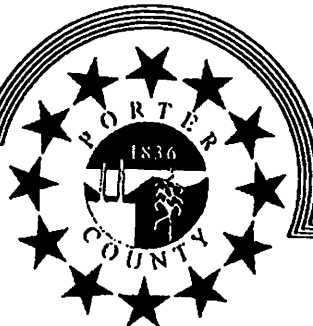
--Improved the filing of grant documents by housing them in a single location in the Auditor's Office with the data maintained by an employee designated to oversee the documents.

--Designated a team to prepare the AFR, including the SEFA, and held regular meetings at least biweekly during January and February to discuss the progress with preparation of the AFR, including the SEFA. Cross-checked SEFA amounts by having an employee proofread the figures other than the one who entered the data. (Please note: Our AFR is not generated via computer software but instead is compiled by manually entering all fund receipts and disbursements. This manual entry may lead to more data entry errors, and thus requires a greater level of proofreading, than what one might normally expect from software-generated reports.)

Vicki Urbanik
Porter County Auditor
August 10, 2016

COUNTY - PORTER

MICHELLE CLANCY
TREASURER



PORTER COUNTY TREASURER
ADMINISTRATION CENTER
155 INDIANA AVENUE
SUITE 209
VALPARAISO, INDIANA 46383

TELEPHONE: (219) 465-3470
FAX: (219) 465-3821
E-MAIL: MCLANCY@PORTERCO.ORG

August 4, 2016

Summary Schedule of Prior Audit Findings

FINDING 2014-003 - FINANCIAL TRANSACTIONS AND REPORTING - COUNTY TREASURER

Fiscal year in which the finding initially occurred: 2014

Contact Person Responsible for Corrective Action: Michelle Clancy, Treasurer


Contact Phone Number: 219-465-3470

Status of Audit Finding:

Fully Corrected


(Signature)

Michelle Clancy, Treasurer


(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) for audit periods beginning before December 26, 2014. For audit periods beginning after December 26, 2014, please see 2 CFR §200.511(b).)



Porter County Sheriff's Office

David M. Reynolds
Sheriff


Jeffery A. Biggs
Chief

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2014-004 FINANCIAL TRANSACTIONS AND REPORTING

Fiscal year in which the finding initially occurred: 2014
Contact Person Responsible for Corrective Action: David Reynolds, Sheriff
Contact Phone Number: 219-477-3000

Status of Audit Finding:
Due to the timing of the audit the Finding from the 2014 audit has not been corrected.


(Signature)

Porter County Sheriff
(Title)

08/09/16
(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) for audit periods beginning before December 26, 2014. For audit periods beginning after December 26, 2014, please see 2 CFR §200.511(b).)

COUNTY - PORTER

KAREN M. MARTIN

CLERK OF THE CIRCUIT AND SUPERIOR COURTS



COURTHOUSE
16 E. LINCOLNWAY • SUITE 211
VALPARAISO, INDIANA 46383

TELEPHONE:
(219) 465-3450

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2014-005

Contact Person Responsible for Corrective Action: Karen M. Martin
Contact Phone Number: 219-465-3463

Due to the fact we did not receive our audit in a timely fashion no changes were made prior to the 2015 audit.

When filling out the CAR report we were advised by an Auditor Employee which numbers to use since we had 3 different accounts and COI's. There were controls in place but did not include the correct numbers necessary to finalize the CAR report. It is recommended that a new CAR report be created for the Clerk's office.

Due to the inaccuracy of the Jalan Trust account we have been in the process of finalizing the last 2 steps to arrive at an accurate number. Chase had consolidated amounts in our statements and not detailed the checks. We are awaiting the detail to verify outstanding checks. We also are working on the bonds to transfer over the amounts to Odyssey. This will allow us to arrive at a final number.

We now will place the COI's separate when the new CAR report is received.

Anticipated Completion Date: 6-30-2017

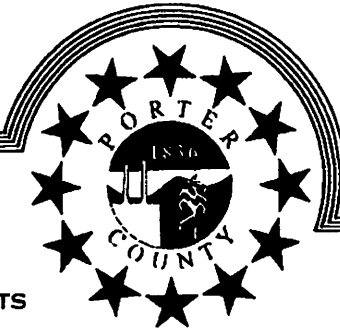
Respectfully submitted,

KAREN M. MARTIN

Clerk of the Circuit Court

8/9/16

COUNTY - PORTER



COURTHOUSE
16 E. LINCOLNWAY • SUITE 211
VALPARAISO, INDIANA 46383

KAREN M. MARTIN
CLERK OF THE CIRCUIT AND SUPERIOR COURTS

TELEPHONE:
(219) 465-3450

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2014-006

Federal Agency: Department of Health and Human Services
Federal Program: Child Support Enforcement
CFDA Number: 93.563
Federal Award Year: FY2014
Pass-Through Entity: Indiana Department of Child Services

Contact Person Responsible for Corrective Action: Karen M. Martin
Contact Phone Number: 219-465-3463

Due to the fact we did not receive our audit in a timely fashion no changes were made prior to the 2015 audit.

There were controls in place regarding segregation of duties but due to the fact we hired a consultant to file our IV-D claims we were unaware that we were to receive detailed information with each monthly report. I had felt since we had interviewed with the consultant in detail and had the staff work with him this might be sufficient, unfortunately it was not. We have as of this date, requested that all documentation be sent with each claim submitted to the Clerks office.

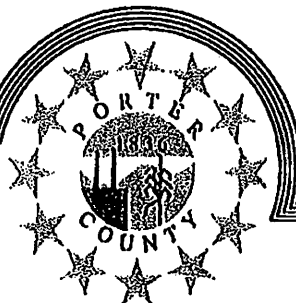
Anticipated Completion Date: 8-30-2016

Respectfully submitted


KAREN M. MARTIN
Clerk of the Circuit Court

8/9/16

COUNTY - PORTER



PORTER COUNTY CIRCUIT COURT
IV-D COURT

JUVENILE SERVICES CENTER
1660 SOUTH STATE ROAD 2
VALPARAISO, INDIANA 46385

TELEPHONE: (219) 465-5630

MARY R. HARPER, JUDGE
LISA A. MOSER, COURT COMMISSIONER
PORTER COUNTY IV-D COURT
August 10, 2016

DIANE, COURT REPORTER
VICKIE, EXECUTIVE ASSISTANT

Carla Wenger, CPA
Field Examiner
Indiana State Board of Accounts

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2014-006
FISCAL YEAR: 2014
PASS-THROUGH ENTITY: INDIANA DEPARTMENT OF CHILD SERVICES

CONTACT PERSON RESPONSIBLE FOR CORRECTIVE ACTION:

HONORABLE JUDGE MARY R. HARPER
CONTACT PHONE NUMBER: (219) 465-3535

COMMISSIONER LISA A. MOSER
CONTACT PHONE NUMBER: (219) 465-3630

STATUS OF AUDIT FINDING:

Payroll forecasts submitted by the IV-D Court are now reviewed by a designated person in the Auditor's office for allowability and allowable costs. This creates the internal control system that is required by the program. The IV-D Court has confirmed with the Auditor, Vicki Urbanik that this control is in place. However, the IV-D Court understands that this does not relieve the Court of its responsibility to provide accurate information to the Auditor.

Additionally, copies of all payroll documentation and expenses, submitted to the Auditor, are maintained in the IV-D Court chambers.

The corrective plan has already been implemented.

Honorable Judge Mary R. Harper
Porter Circuit Court
IV-D Division

Date: _____

8/10/16

PORTER COUNTY PROSECUTING ATTORNEY
OFFICE OF CHILD SUPPORT ENFORCEMENT

15 N. Franklin - Suite 100
Valparaiso, Indiana 46383
Phone: 219-465-3405/Fax: 219-465-3689
Email: childsupport@portercoco.org
Website: www.portercoco.org

Brian T. Gensel
Prosecuting Attorney

Laura A. Bernacki Stafford
Child Support Director

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Finding 2014-007- Reporting

2014-006- Internal Controls Over Child Support Enforcement

Fiscal year in which the finding actually occurred: 2014

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana Department of Child Services

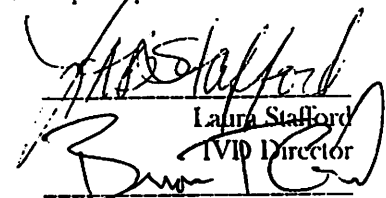
Contact Person Responsible for Corrective Action: Laura A Bernacki Stafford

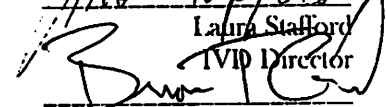
Contact Phone Number: 219-465-3898

Status of Audit Finding:

2014-007: Unclaimed reimbursements were submitted December 2014 (corrected) and June 2016 (omitted).

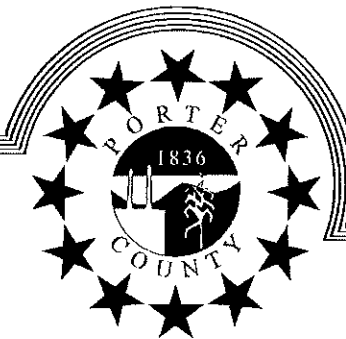
2014-006: Due to timing of 2015 audit, 2014-006, internal Controls, was not implemented until June 2016. IVD Director now receives copies of payroll and reviews same. IVD office keeps copies of bills sent to criminal office and compares same with returned information.



Laura Stafford
IVD Director


Brian Gensel
Prosecutor

August 9, 2016



Vicki Urbanik
Auditor

(219) 465-3445

CORRECTIVE ACTION PLAN

FINDING 2015-001 FINANCIAL TRANSACTIONS AND REPORTING

Contact Person Responsible for Corrective Action: Vicki Urbanik, Auditor
Contact Phone Number: 219-465-3350

Views of Responsible Official:

This finding primarily concerns 1.) supplemental CAR-1s submitted to the Auditor's Office by other departments for financial transactions that are not part of the County Auditor ledger and 2.) the controls implemented in our office to verify the accuracy of the supplemental CAR-1s.

One component of internal control is effective communication and information. With respect to the supplemental CAR-1s, in early 2015, we began a new process for those departments required to submit these reports. Rather than simply report the submitted CAR-1 data in our AFR, we began requiring departments to provide us bank reconciliations and supporting financial documents. Each bank reconciliation received was reviewed against the report submitted. Failure by a department or office to provide substantiation documentation was noted in a Summary of Supplemental Funds.

As part of our outreach with the departments, we also provide guidance in what to report and what not to report (please see copy of Auditor memo included with this Corrective Action Plan). When we have had questions or concerns, we contact the department(s) involved and check their accounting. Our work papers and email correspondence show an extensive amount of cross-checking with certain CAR-1s.

We began our CAR-1 requirements in early 2015 as part of the submission of the 2014 AFR and strengthened our efforts in 2016. We believe our process of requiring additional documentation, bank statements, and bank reconciliations has improved the reporting of the CARs. For example, the 2013 audit found instances of duplicate and unnecessary CARs, a problem we believe has been resolved.

Though we believe we have improved the controls over the supplemental CARs, we concede that we were unable to reconcile the differences in several of the CAR-1s submitted. We will now address the specific errors in this finding.

- 1) With regards to the Receipts and Disbursements for the Sheriff Civil Bureau, no Supplemental CAR-1 for this amount was provided. Zero ending balance from 2014 was thought to be a closed account. Notes have been made to ensure amounts receipted to Clerk are included for 2016 AFR.
- 2) Information was not reported to us. Notes have been made to request that these amounts be reported in the Supplemental CAR-1 in future years.
- 3) We requested (in 2015 for the 2014 AFR and in 2016 for the 2015 AFR), but no substantiation of receipts or disbursements were provided to us. We also did not receive bank reconciliation for confirmation of ending balance.

- 4) Auditor's office reviewed the Supplemental CAR-1 provided by the Treasurer and questioned the amounts reported (copy of email was included in working papers provided to field examiners). The Treasurer felt the amounts were reported accurately due to a change in the receipting method. Accordingly, we included the data as reported on the CAR-1.

Description of Corrective Action Plan:

To enhance the controls over financial transaction and reporting, we propose the following:

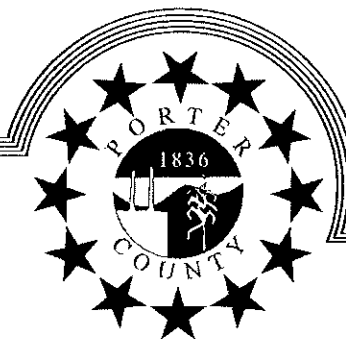
- Prepare and implement an Internal Control Procedures document specifically written for the unique needs of the County Auditor's Office with respect to financial reporting, compliance, and effectiveness and efficiency of operations.
- Provide training to Auditor staff on the importance of internal controls.
- Incorporate in the countywide Internal Control standards, as required by IC 5-11-1-27, a recognition of accurate Supplemental CAR-1 data submitted by departments for the AFR.
- From departments submitting the CAR-1s, ask for account ledgers or detailed lists of receipts and disbursements.
- Specifically ask for detail on funds not reported and provide a blank Supplemental CAR-1 to facilitate reporting of additional funds.
- Investigate potential upgrades to the Auditor's Office financial system to address deficiencies identified between the general ledger with system-generated reports used to prepare and to audit the AFR.
- Coordinate with the Treasurer's Office on the best way to receipt property and excise tax.

Anticipated Completion Date: By the end of 2016

Vicki Urbanik

Porter County Auditor

Aug. 11, 2016



Vicki Urbanik
Auditor

(219) 465-3445

CORRECTIVE ACTION PLAN

FINDING 2015-002 THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Contact Person Responsible for Corrective Action: Vicki Urbanik, Auditor
Contact Phone Number: 219-465-3350

Views of Responsible Official: We agree with the need to enhance the effectiveness of our controls over the preparation of the SEFA.

Our AFR/SEFA work papers will show that efforts were made to confirm the SEFA receipts and disbursements beyond reliance on our financial records. Specifically, these efforts included a review of grant documents and pulled receipts with supporting documentation. Our work papers include extensive notes on the financial system-generated reports, an internally created spreadsheet with a document check list, and notes on grant forms we requested of departments receiving federal grants.

As noted by the first audit finding, a Department of Commerce grant was excluded from the SEFA. As part of our controls, we attempted to verify whether this grant involved federal money. The grant form submitted by the department did not include a CFDA # or a DES #, and the department marked the grant as "not federal." We concur that we need to improve our efforts to verify the accuracy of the information provided to us by departments that are awarded grants.

As for the findings #2-4, we believe the discrepancies could be resolved by segregating the state monies received as part of these grants with the federal monies.

Description of Corrective Action Plan:

To enhance the controls over the grants reported in the SEFA, we propose the following:

- Request from all departments receiving federal grants their monthly reimbursement reports, which should show the segregation of state and federal monies.
- Continue and strengthen the improvements begun in our grant program in 2015, including a centralized storage of grant documents and efforts to file complete grant applications with verified CFDA numbers.
- Coordinate with departments receiving federal grants to differentiate between federal and state/local grants and explore the best ways to verify the type of grant involved.
- Re-number our grant funds so that all federal grants are numbered properly, i.e., in the 8000 series with the CFDA number included in the title.
- Continue and strengthen our internal control philosophy of having SEFA numbers proofread and verified by an AFR team member other than the one who prepared the SEFA.
- Include in the countywide Internal Control standards, as required by IC 5-11-1-27, a recognition of the importance of county departments receiving federal grants to provide the Auditor's Office with complete and accurate grant information.

- Enhance our knowledge of new grant auditing requirements under the OBM's Uniform Guidance.

Anticipated Completion Date: By the preparation of the 2016 SEFA.

Vicki Urbanik
Porter County Auditor
August 11, 2016



Porter County Sheriff's Office

David M. Reynolds
Sheriff

Jeffery A. Biggs
Chief

CORRECTIVE ACTION PLAN

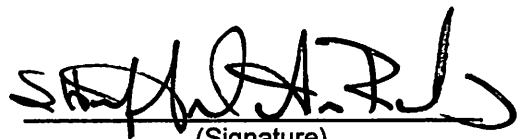
FINDING 2015-003 FINANCIAL TRANSACTIONS AND REPORTING

Contact Person Responsible for Corrective Action: David Reynolds, Sheriff
Contact Phone Number: 219-477-3000

Views of Responsible Official:
We concur with the finding.

Description of Corrective Action Plan:
Support Service Tayna Gear will review on a monthly basis and sign off on all Receipts disbursements, and cash / investment balances.
A copy of the review will be forward to Chief Jeffery Biggs.

Anticipated Completion Date: 08/09/2016
This will be corrected immediately including all of 2016 prior to this date.


(Signature)

Porter County Sheriff
(Title)

08/09/2016
(Date)

COUNTY - - PORTER



COURTHOUSE
16 E. LINCOLNWAY • SUITE 211
VALPARAISO, INDIANA 46383

KAREN M. MARTIN
CLERK OF THE CIRCUIT AND SUPERIOR COURTS

TELEPHONE:
(219) 465-3450

CORRECTIVE ACTION PLAN

FINDING 2015-004

Contact Person Responsible for Corrective Action: Karen M. Martin
Contact Phone Number: 219-465-3463

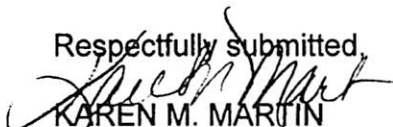
When filling out the CAR report we were advised by an Auditor Employee which numbers to use since we had 3 different accounts and COI's. There were controls in place but did not include the correct numbers necessary to finalize the CAR report. It is recommended that a new CAR report be created for the Clerk's office.

Due to the inaccuracy of the Jalan Trust account we have been in the process of finalizing the last 2 steps to arrive at an accurate number. Chase had consolidated amounts in our statements and not detailed the checks. We are awaiting the detail to verify outstanding checks. We also are working on the bonds to transfer over the amounts to Odyssey. This will allow us to arrive at a final number.

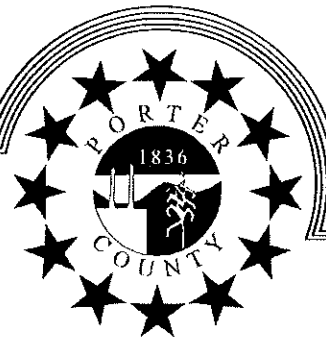
We now will place the COI's separate when the new CAR report is received.

Anticipated Completion Date: 6-30-2017

Respectfully submitted,


KAREN M. MARTIN
Clerk of the Circuit Court

8/9/16



Vicki Urbanik
Auditor

(219) 465-3445

CORRECTIVE ACTION PLAN

FINDING 2015-005 INTERNAL CONTROLS OVER CHILD SUPPORT ENFORCEMENT

Contact Person Responsible for Corrective Action: Vicki Urbanik, Auditor
Contact Phone Number: 219-465-3350

Views of Responsible Official: We concur with the finding.

Description of Corrective Action Plan:

This finding, which was included in both the 2013 and the 2014 audits, found that we lack the controls to ensure that the Cost Allocation Plan is prepared properly. Although we have made efforts to question, review, and understand the plan with the consultant, we agree that there is a need for us to document just how we verify that the figures are correct. We acknowledge that while the consultant uses proprietary software to prepare his plan, we still have opportunities to verify certain information.

Toward this end, we propose the following:

--We will continue to review the monthly financial data we provide to the consultant for accuracy and to research potential discrepancies before transferring the data to the consultant. We will document this review process.

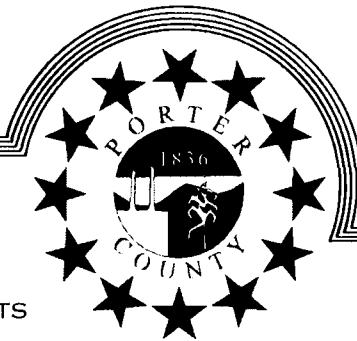
--During our annual review with the consultant, we will document, directly in the plan provided to us, the transactions we questioned and/or verified and how that verification was achieved.

--We will select certain expenditure accounts and/or certain funds in the CAP and verify that they match our ledger.

Anticipated Completion Date: By the next CAP review in early 2017, though the monthly report reviews will begin immediately.

Vicki Urbanik
Porter County Auditor
August 17, 2016

COUNTY - PORTER



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KAREN M. MARTIN
CLERK OF THE CIRCUIT AND SUPERIOR COURTS

TELEPHONE:
(219) 465-3450

CORRECTIVE ACTION PLAN

FINDING 2015-005

Contact Person Responsible for Corrective Action: Karen M. Martin
Contact Phone Number: 219-465-3463

There were controls in place regarding segregation of duties but due to the fact we hired a consultant to file our IV-D claims we were unaware that we were to receive detailed information with each monthly report. I had felt since we had interviewed with the consultant in detail and had the staff work with him this might be sufficient, unfortunately it was not. We have as of this date, requested that all documentation be sent with each claim submitted to the Clerk's office.

Anticipated Completion Date: 8-30-2016

Respectfully submitted,

Karen M. Martin
KAREN M. MARTIN
Clerk of the Circuit Court

8/14/16

PORTER COUNTY PROSECUTING ATTORNEY

OFFICE OF CHILD SUPPORT ENFORCEMENT

15 N. Franklin - Suite 100
Valparaiso, Indiana 46383
Phone: 219-465-3405/Fax: 219-465-3689
Email: childsupport@porterco.org
Website: www.porterco.org

Brian T. Gensel
Prosecuting Attorney

Laura A. Bernacki Stafford
Child Support Director

CORRECTIVE ACTION PLAN

Finding 2015-005- Internal Control Over Child Support Enforcement

Contact Person Responsible for Corrective Action: Laura A. Bernacki Stafford
Contact Phone Number: 219-465-3898

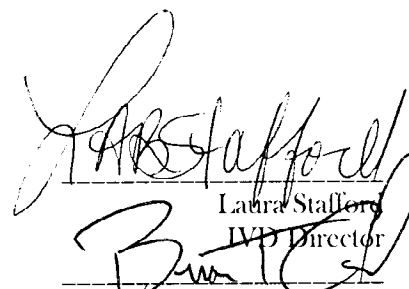
Views of responsible Official: We agree with finding

Description of Corrective Action Plan:

IVD Director will receive copies of all payroll once completed by criminal office and review same. IVD office will maintain copies of all bills sent to criminal office for payment and compare same with requisitions returned from criminal office.

Anticipated Completion Date:

Plan is already in effect pay date May 30, 2016.



Laura Stafford
IVD Director

Brian Gensel
Prosecutor

August 9, 2016

OTHER REPORTS

In addition to this report, other reports may have been issued for the County. All reports can be found on the Indiana State Board of Accounts' website: <http://www.in.gov/sboa/>.