

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

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



FILED
12/30/2016

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
County Auditor	Kay M. Myers	01-01-15 to 12-31-18
County Treasurer	Vonda L. Akey	01-01-13 to 12-31-16
Clerk of the Circuit Court	Bonnie J. Brown	01-01-13 to 12-31-16
County Sheriff	Jeffrey A. Campos	01-01-15 to 12-31-18
County Recorder	Jennifer D. McBride	01-01-13 to 12-31-16
County Prosecutor	Gregory J. Kenner	01-01-15 to 12-31-18
President of the County Council	Peter A. Cook	01-01-15 to 12-31-16
President of the Board of County Commissioners	John A. Price (deceased) (Vacant) Larry N. Miller	01-01-15 to 09-06-15 09-07-15 to 09-20-15 09-21-15 to 12-31-16



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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF LAGRANGE COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of LaGrange 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 (CFR) 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 November 14, 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

November 14, 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 LAGRANGE 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 LaGrange 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 November 14, 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 item 2015-001 that we consider to be a material weakness.

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

Compliance and Other Matters


As part of obtaining reasonable assurance about whether the County's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Questioned Costs as item 2015-001.

LaGrange 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

November 14, 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.

LAGRANGE 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
After Settlement Collections	\$ 897,113	\$ 729,902	\$ 897,114	\$ 729,901
Sheriff's Inmate Trust	2,142	76,257	76,195	2,204
Prosecutor's Check Deception Program	-	35,251	35,044	207
Clerk's Cashbook Trusts	187,634	1,703,472	1,636,212	254,894
Sheriff's Commissary	8,721	100,577	71,192	38,106
Sheriff's Cashbook	67,369	689,005	635,270	121,104
General	861,876	6,623,234	6,874,076	611,034
Sheriff's Accident Report	991	1,714	413	2,292
CAGIT County Certified Shares	1,088,640	3,376,312	2,664,512	1,800,440
CEDIT County Share	1,317,707	1,269,167	871,049	1,715,825
Child Advocacy	250	-	-	250
City and Town Court Costs	58,392	12,068	-	70,460
Clerk's Records Perpetuation	30,276	26,245	23,648	32,873
Prisoner Reimbursement for Incarceration	3,365	-	-	3,365
Sales Disclosure - County Share	18,751	6,120	7,812	17,059
Cumulative Bridge	516,784	282,101	131,284	667,601
Cumulative Capital Development	350,710	685,329	524,691	511,348
Drug Free Community	16,958	18,896	14,532	21,322
Economic Development Fee	3,334	1,042	-	4,376
Local Emergency Planning	22,430	3,338	6,361	19,407
Extradition and Sheriff's Assistance	72,025	197	24,126	48,096
Firearms Training	9,481	13,770	9,793	13,458
General Drain Improvement	56,312	41,337	38,467	59,182
Health	29,946	341,509	332,211	39,244
Identification Security Protection	5,778	3,560	-	9,338
Levy Excess	156	-	-	156
Local Health Maintenance	117,124	33,139	38,480	111,783
Local Road and Street	156,385	291,669	400,000	48,054
Major Moves Construction	23,435,594	260,793	513,504	23,182,883
Medical Care for Inmates	22,340	4,412	713	26,039
County Corrections	55,258	22,459	20,543	57,174
Highway	630,840	3,579,946	3,175,225	1,035,561
Park Nonreverting Capital	284	1	-	285
Park Nonreverting Operating	76,698	68,984	54,908	90,774
Plat Book	25,030	12,005	10,043	26,992
Rainy Day	490,464	9,720	29,354	470,830
Reassessment	439,587	208,430	198,721	449,296
Recorder's Records Perpetuation	66,947	60,814	62,667	65,094
Riverboat	158,072	190,887	152,175	196,784
Sex and Violent Offender Administration	11,209	4,077	2,348	12,938
Sheriff's Pension Trust	20,404	11,228	-	31,632
Supplemental Public Defender Services	9,660	3,815	-	13,475
Surplus Tax	73,813	245,925	58,790	260,948
Surveyor's Corner Perpetuation	31,174	8,470	14,388	25,256
Tax Sale Redemption	2,539	43,388	37,001	8,926
Tax Sale Surplus	374,362	32,264	343,398	63,228
Unsafe Building	39,096	-	-	39,096

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

LAGRANGE 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
GAL/CASA	1,519	15,368	16,887	-
Auditors Ineligible Deductions	21,303	2,670	5,713	18,260
County Elected Officials Training	9,464	3,560	2,369	10,655
Park and Recreation	52,610	375,453	407,275	20,788
Statewide 911	116,725	416,892	437,694	95,923
Circuit Court Adult Probation Administrative	23,762	19,633	14,810	28,585
Juvenile Probation Administrative	21,188	4,235	12,084	13,339
Supplemental Adult Probation Services	77,288	92,949	98,137	72,100
Supplemental Juvenile Probation Services	33,791	16,226	17,040	32,977
County User Fee	66,772	13,770	12,545	67,997
Drain Maintenance	1,085,251	96,113	77,580	1,103,784
Court Interpreter Grant	-	3,448	1,253	2,195
Payroll Clearing	4,576	2,877,096	2,876,595	5,077
Tax Distribution	-	20,920,539	20,920,539	-
Wheel Tax	568	66,471	66,230	809
Excise Surtax	4,200	276,038	273,269	6,969
CVET Agency	-	144,413	144,413	-
Sewage Collections	-	126,899	126,899	-
Financial Institution Tax	-	144,512	144,512	-
CEDIT Homestead Credit	16,311	1,011,349	1,009,202	18,458
State Fines and Forfeitures	9,567	29,159	31,548	7,178
Infraction Judgements	21,409	162,666	162,164	21,911
Special Death Benefit	375	2,925	2,920	380
Sales Disclosure - State Share	470	6,120	5,920	670
Coroners Training and Continued Education	209	2,792	2,794	207
Interstate Compact - State Share	250	125	375	-
Mortgage Recording Fees - State Share	643	4,008	4,040	611
DLGF Homestead Property Database	1	2	-	3
Sex and Violent Offender Admin - State	32	453	438	47
Child Restraint Violation Fines	-	1,125	925	200
Inheritance Tax	805	7,805	805	7,805
Education Plate Fees Agency	-	356	356	-
Riverboat Revenue Sharing	-	219,943	219,943	-
Innkeepers Tax Collections	-	555,605	550,000	5,605
CAGIT Distribution	-	6,573,352	6,573,352	-
CEDIT Distribution	-	1,685,582	1,685,582	-
Tobacco Cessation - LaGrange	(1,896)	9,275	7,379	-
Tobacco Cessation - Steuben	(1,363)	8,501	7,138	-
Digitization Of Records	(2,265)	5,000	2,735	-
JDAI Community Corrections 14/15	61,627	30,813	92,440	-
JDAI Community Corrections 15/16	-	80,500	35,284	45,216
Honor Guard	-	1,873	-	1,873
Excise Tax Allocations	-	1,048,921	1,048,921	-
14.228 CDBG Howe Fire Truck	-	150,000	150,000	-
16.575 Victims Crime Act 14/15	-	24,022	24,022	-
93.074 Public Health Grant	-	8,619	-	8,619
15.916 Land and Water Conservation	-	64,527	91,427	(26,900)

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

LAGRANGE 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
10.557 WIC 2015 / 2016	-	5,720	13,706	(7,986)
10.557 WIC Breastfeeding 2015 / 2016	-	305	717	(412)
20.219 Delt Church Park Trails Grant	(13,400)	13,400	-	-
Bio-Terrorism Grant 2005	18,318	-	-	18,318
Emergency Response Team	420	-	-	420
HAVA Title III	21,944	-	-	21,944
Jury Pay	123,415	8,451	8,119	123,747
Canine Donation	1,001	355	430	926
Immunization Donation	51,716	19,400	19,988	51,128
Gifts To Animal Shelter	381	42	-	423
Economic Development Area #1	78,589	41,129	67	119,651
Economic Development Area #2	264,562	182,574	87,066	360,070
Economic Development Area #3	37,108	89,897	33,080	93,925
Economic Development Area #4	1,208	3,941	-	5,149
Jail Lease Rental	426,939	798,720	832,500	393,159
General Obligation Bond	178,372	93,254	183,036	88,590
Self Insurance	512,219	1,635,719	1,529,160	618,778
Wells Fargo Self Insurance	44,782	1,347,146	1,347,146	44,782
Contractor Registration	40,860	31,600	39,497	32,963
Gazebo	620	10	-	630
Summer Day Camp Program	4,828	3,520	4,079	4,269
Code Enforcement	7,318	-	6,833	485
Zoning Compliance Certification Fees	9,435	22,590	20,685	11,340
Pretrial Diversion	3,515	20,606	-	24,121
Deferral Program	269,207	131,821	221,023	180,005
Information Technology Equipment	3,802	1,010	2,335	2,477
Geographic Information System	1,630	67	-	1,697
Special Vehicle Inspection	4,950	1,740	-	6,690
Infant Seat Donation	41	-	41	-
GED Program	5,602	5,000	1,041	9,561
Shop with a Cop	4,914	4,265	1,441	7,738
Critical Response Team	3,865	20	-	3,885
Sheriff Continuing Education	21,709	1,358	2,030	21,037
Rape Aggression Defense	973	-	-	973
Dive Team	904	-	-	904
Work Release Maintenance Fee	41,903	8,590	27,649	22,844
Sheriff Drug and Education	861	-	-	861
E-911 Education	2,917	500	1,662	1,755
LaGrange Co Redevelopment Commission	152,410	-	-	152,410
Lambright Property	37,734	17,063	15,513	39,284
County Liability	41,500	-	35,814	5,686
Commissioner Certificate Sale	13,253	-	-	13,253
Home Detention Program	46,225	2,140	-	48,365
Alcohol and Drug Court Program	23,150	7,705	4,000	26,855
G.O. Technlogy Bond Project	110	-	110	-
Hospital Non Expendable Principal	1,894,144	50,079	349,000	1,595,223
Rogers Home Principal	165,550	-	-	165,550

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

LAGRANGE 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
Rogers Home Income	87,324	1,850	3,259	85,915
Cloid Duff Trust	105,377	767	6,656	99,488
Myrtle M Greenawalt Trust	1,790	-	-	1,790
Myrtle Greenawalt Trust Interest	30	13	-	43
10.557 WIC	(7,616)	64,656	62,775	(5,735)
10.557 WIC Breastfeeding	(291)	2,872	2,798	(217)
Victims Assistance	-	-	6,686	(6,686)
97.042 2011 Emergency Management Performance	-	8,471	8,471	-
93.563 ARRA Prosecutor IV-D Incentive	8,091	-	5,418	2,673
93.563 County IV-D Incentive	12,270	8,543	8,783	12,030
93.563 Prosecutor IV-D Incentive Oct '99	42,714	12,849	25,200	30,363
93.563 Clerk IV-D Incentive Oct '99	4,364	8,543	7,970	4,937
Tobacco Settlement	193,305	21,911	20,608	194,608
Council On Aging Transit Grant	-	539,696	539,696	-
G.I.S. Data Exchange	2,325	-	-	2,325
Totals	<u>\$ 38,490,400</u>	<u>\$ 63,664,440</u>	<u>\$ 62,837,902</u>	<u>\$ 39,316,938</u>

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

LAGRANGE 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.

LAGRANGE 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.

LAGRANGE 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.

LAGRANGE 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

LAGRANGE 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 as a result of funds being set up for reimbursable grants and the reimbursement for expenditures made by the County not being received by December 31, 2015.

LAGRANGE COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 8. Combined Funds

Funds related to Circuit Court Adult Probation Administrative and Superior Court Adult Probation Administrative were reported individually in the prior financial statement, but were combined into one fund for the current financial statement. Funds related to Supplemental Adult Probation Services Superior and Supplemental Adult Probation Services Circuit were reported individually in the prior financial statement, but were combined into one fund for the current financial statement.

Note 9. Holding Corporation

The County has entered into a capital lease with the LaGrange County Jail Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the County. The lessor has been determined to be a related party of the County. Lease payments during the year 2015 totaled \$832,500.

Note 10. Subsequent Event

On February 15, 2016, LaGrange County Commissioners awarded a bid, in the amount of \$2,067,849, to Niblock Excavating subject to the execution of the contract for the County Road 200 North reconstruction project.

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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.

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

	After Settlement Collections	Sheriff's Inmate Trust	Prosecutor's Check Deception Program	Clerk's Cashbook Trusts	Sheriff's Commissary	Sheriff's Cashbook	General
Cash and investments - beginning	\$ 897,113	\$ 2,142	\$ -	\$ 187,634	\$ 8,721	\$ 67,369	\$ 861,876
Receipts:							
Taxes	729,902	-	-	-	-	-	4,742,794
Licenses and permits	-	-	-	-	-	-	562,347
Intergovernmental receipts	-	-	-	-	-	-	321,754
Charges for services	-	-	-	-	-	-	400,984
Fines and forfeits	-	-	-	-	-	-	131,453
Other receipts	-	76,257	35,251	1,703,472	100,577	689,005	463,902
Total receipts	<u>729,902</u>	<u>76,257</u>	<u>35,251</u>	<u>1,703,472</u>	<u>100,577</u>	<u>689,005</u>	<u>6,623,234</u>
Disbursements:							
Personal services	-	-	-	-	-	-	4,414,156
Supplies	-	-	-	-	-	-	265,693
Other services and charges	-	-	-	-	-	-	1,684,976
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	41,909
Other disbursements	897,114	76,195	35,044	1,636,212	71,192	635,270	467,342
Total disbursements	<u>897,114</u>	<u>76,195</u>	<u>35,044</u>	<u>1,636,212</u>	<u>71,192</u>	<u>635,270</u>	<u>6,874,076</u>
Excess (deficiency) of receipts over disbursements	<u>(167,212)</u>	<u>62</u>	<u>207</u>	<u>67,260</u>	<u>29,385</u>	<u>53,735</u>	<u>(250,842)</u>
Cash and investments - ending	<u>\$ 729,901</u>	<u>\$ 2,204</u>	<u>\$ 207</u>	<u>\$ 254,894</u>	<u>\$ 38,106</u>	<u>\$ 121,104</u>	<u>\$ 611,034</u>

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

	Sheriff's Accident Report	CAGIT County Certified Shares	CEDIT County Share	Child Advocacy	City and Town Court Costs	Clerk's Records Perpetuation	Prisoner Reimbursement for Incarceration
Cash and investments - beginning	\$ 991	\$ 1,088,640	\$ 1,317,707	\$ 250	\$ 58,392	\$ 30,276	\$ 3,365
Receipts:							
Taxes	-	3,248,548	1,258,701	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	16,056	-	-	-	-	-
Charges for services	-	-	-	-	12,068	23,625	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	1,714	111,708	10,466	-	-	2,620	-
Total receipts	1,714	3,376,312	1,269,167	-	12,068	26,245	-
Disbursements:							
Personal services	-	1,450,533	356,510	-	-	10,343	-
Supplies	263	234	-	-	-	-	-
Other services and charges	150	1,213,495	514,539	-	-	3,000	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	250	-	-	-	10,305	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	413	2,664,512	871,049	-	-	23,648	-
Excess (deficiency) of receipts over disbursements	1,301	711,800	398,118	-	12,068	2,597	-
Cash and investments - ending	\$ 2,292	\$ 1,800,440	\$ 1,715,825	\$ 250	\$ 70,460	\$ 32,873	\$ 3,365

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

	Sales Disclosure - County Share	Cumulative Bridge	Cumulative Capital Development	Drug Free Community	Economic Development Fee	Local Emergency Planning	Extradition and Sheriff's Assistance
Cash and investments - beginning	\$ 18,751	\$ 516,784	\$ 350,710	\$ 16,958	\$ 3,334	\$ 22,430	\$ 72,025
Receipts:							
Taxes	-	278,198	633,283	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	2,291	48,298	-	-	3,338	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	6,120	1,612	3,748	18,896	1,042	-	197
Total receipts	<u>6,120</u>	<u>282,101</u>	<u>685,329</u>	<u>18,896</u>	<u>1,042</u>	<u>3,338</u>	<u>197</u>
Disbursements:							
Personal services	4,257	-	-	-	-	-	-
Supplies	-	49,046	-	-	-	-	-
Other services and charges	3,555	82,238	-	14,532	-	6,361	23,678
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	524,691	-	-	-	448
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>7,812</u>	<u>131,284</u>	<u>524,691</u>	<u>14,532</u>	<u>-</u>	<u>6,361</u>	<u>24,126</u>
Excess (deficiency) of receipts over disbursements	<u>(1,692)</u>	<u>150,817</u>	<u>160,638</u>	<u>4,364</u>	<u>1,042</u>	<u>(3,023)</u>	<u>(23,929)</u>
Cash and investments - ending	<u>\$ 17,059</u>	<u>\$ 667,601</u>	<u>\$ 511,348</u>	<u>\$ 21,322</u>	<u>\$ 4,376</u>	<u>\$ 19,407</u>	<u>\$ 48,096</u>

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

	Firearms Training	General Drain Improvement	Health	Identification Security Protection	Levy Excess	Local Health Maintenance	Local Road and Street
Cash and investments - beginning	\$ 9,481	\$ 56,312	\$ 29,946	\$ 5,778	\$ 156	\$ 117,124	\$ 156,385
Receipts:							
Taxes	-	-	227,295	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	106,772	-	-	-	291,252
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	13,770	41,337	7,442	3,560	-	33,139	417
Total receipts	13,770	41,337	341,509	3,560	-	33,139	291,669
Disbursements:							
Personal services	-	-	332,211	-	-	15,400	-
Supplies	-	-	-	-	-	4,248	400,000
Other services and charges	-	38,467	-	-	-	18,797	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	9,793	-	-	-	-	35	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	9,793	38,467	332,211	-	-	38,480	400,000
Excess (deficiency) of receipts over disbursements	3,977	2,870	9,298	3,560	-	(5,341)	(108,331)
Cash and investments - ending	\$ 13,458	\$ 59,182	\$ 39,244	\$ 9,338	\$ 156	\$ 111,783	\$ 48,054

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

	Major Moves Construction	Medical Care for Inmates	County Corrections	Highway	Park Nonreverting Capital	Park Nonreverting Operating	Plat Book
Cash and investments - beginning	\$ 23,435,594	\$ 22,340	\$ 55,258	\$ 630,840	\$ 284	\$ 76,698	\$ 25,030
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	3,079,158	-	-	-
Charges for services	-	-	-	700	-	20,505	12,005
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	260,793	4,412	22,459	500,088	1	48,479	-
Total receipts	<u>260,793</u>	<u>4,412</u>	<u>22,459</u>	<u>3,579,946</u>	<u>1</u>	<u>68,984</u>	<u>12,005</u>
Disbursements:							
Personal services	-	-	-	1,432,434	-	5,434	-
Supplies	-	-	10,156	1,227,472	-	9,715	-
Other services and charges	-	713	-	249,550	-	24,762	10,038
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	513,504	-	10,387	265,769	-	14,997	-
Other disbursements	-	-	-	-	-	-	5
Total disbursements	<u>513,504</u>	<u>713</u>	<u>20,543</u>	<u>3,175,225</u>	<u>-</u>	<u>54,908</u>	<u>10,043</u>
Excess (deficiency) of receipts over disbursements	<u>(252,711)</u>	<u>3,699</u>	<u>1,916</u>	<u>404,721</u>	<u>1</u>	<u>14,076</u>	<u>1,962</u>
Cash and investments - ending	<u>\$ 23,182,883</u>	<u>\$ 26,039</u>	<u>\$ 57,174</u>	<u>\$ 1,035,561</u>	<u>\$ 285</u>	<u>\$ 90,774</u>	<u>\$ 26,992</u>

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

	Rainy Day	Reassessment	Recorder's Records Perpetuation	Riverboat	Sex and Violent Offender Administration	Sheriff's Pension Trust	Supplemental Public Defender Services
Cash and investments - beginning	\$ 490,464	\$ 439,587	\$ 66,947	\$ 158,072	\$ 11,209	\$ 20,404	\$ 9,660
Receipts:							
Taxes	-	192,010	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	14,699	-	-	-	-	-
Charges for services	-	-	10,856	-	-	-	-
Fines and forfeits	9,070	-	-	-	4,077	11,228	-
Other receipts	650	1,721	49,958	190,887	-	-	3,815
Total receipts	<u>9,720</u>	<u>208,430</u>	<u>60,814</u>	<u>190,887</u>	<u>4,077</u>	<u>11,228</u>	<u>3,815</u>
Disbursements:							
Personal services	-	-	56,988	5,000	1,074	-	-
Supplies	-	10,011	192	1,200	1,274	-	-
Other services and charges	5,205	188,710	5,487	143,907	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	24,149	-	-	2,068	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>29,354</u>	<u>198,721</u>	<u>62,667</u>	<u>152,175</u>	<u>2,348</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(19,634)</u>	<u>9,709</u>	<u>(1,853)</u>	<u>38,712</u>	<u>1,729</u>	<u>11,228</u>	<u>3,815</u>
Cash and investments - ending	<u>\$ 470,830</u>	<u>\$ 449,296</u>	<u>\$ 65,094</u>	<u>\$ 196,784</u>	<u>\$ 12,938</u>	<u>\$ 31,632</u>	<u>\$ 13,475</u>

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

	Surplus Tax	Surveyor's Corner Perpetuation	Tax Sale Redemption	Tax Sale Surplus	Unsafe Building	GAL/CASA	Auditors Ineligible Deductions
Cash and investments - beginning	\$ 73,813	\$ 31,174	\$ 2,539	\$ 374,362	\$ 39,096	\$ 1,519	\$ 21,303
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	15,368	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	245,925	8,470	43,388	32,264	-	-	2,670
Total receipts	<u>245,925</u>	<u>8,470</u>	<u>43,388</u>	<u>32,264</u>	<u>-</u>	<u>15,368</u>	<u>2,670</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	2,388	-	-	-	-	1,166
Other services and charges	58,790	-	37,001	343,398	-	-	4,547
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	12,000	-	-	-	16,887	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>58,790</u>	<u>14,388</u>	<u>37,001</u>	<u>343,398</u>	<u>-</u>	<u>16,887</u>	<u>5,713</u>
Excess (deficiency) of receipts over disbursements	<u>187,135</u>	<u>(5,918)</u>	<u>6,387</u>	<u>(311,134)</u>	<u>-</u>	<u>(1,519)</u>	<u>(3,043)</u>
Cash and investments - ending	<u>\$ 260,948</u>	<u>\$ 25,256</u>	<u>\$ 8,926</u>	<u>\$ 63,228</u>	<u>\$ 39,096</u>	<u>\$ -</u>	<u>\$ 18,260</u>

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

	County Elected Officials Training	Park and Recreation	Statewide 911	Circuit Court Adult Probation Administrative	Juvenile Probation Administrative	Supplemental Adult Probation Services	Supplemental Juvenile Probation Services
Cash and investments - beginning	\$ 9,464	\$ 52,610	\$ 116,725	\$ 23,762	\$ 21,188	\$ 77,288	\$ 33,791
Receipts:							
Taxes	-	349,757	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	25,616	-	-	-	-	-
Charges for services	-	-	416,892	-	-	4,139	-
Fines and forfeits	-	-	-	19,515	4,235	88,810	16,226
Other receipts	3,560	80	-	118	-	-	-
Total receipts	<u>3,560</u>	<u>375,453</u>	<u>416,892</u>	<u>19,633</u>	<u>4,235</u>	<u>92,949</u>	<u>16,226</u>
Disbursements:							
Personal services	-	315,014	437,694	7,860	2,100	82,662	310
Supplies	-	34,007	-	2,891	884	1,764	75
Other services and charges	2,369	34,492	-	4,059	9,100	13,591	16,133
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	23,762	-	-	-	120	522
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>2,369</u>	<u>407,275</u>	<u>437,694</u>	<u>14,810</u>	<u>12,084</u>	<u>98,137</u>	<u>17,040</u>
Excess (deficiency) of receipts over disbursements	<u>1,191</u>	<u>(31,822)</u>	<u>(20,802)</u>	<u>4,823</u>	<u>(7,849)</u>	<u>(5,188)</u>	<u>(814)</u>
Cash and investments - ending	<u>\$ 10,655</u>	<u>\$ 20,788</u>	<u>\$ 95,923</u>	<u>\$ 28,585</u>	<u>\$ 13,339</u>	<u>\$ 72,100</u>	<u>\$ 32,977</u>

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

	County User Fee	Drain Maintenance	Court Interpreter Grant	Payroll Clearing	Tax Distribution	Wheel Tax	Excise Surtax
Cash and investments - beginning	\$ 66,772	\$ 1,085,251	\$ -	\$ 4,576	\$ -	\$ 568	\$ 4,200
Receipts:							
Taxes	-	-	-	-	-	66,471	276,038
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	3,448	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	13,770	96,113	-	2,877,096	20,920,539	-	-
Total receipts	<u>13,770</u>	<u>96,113</u>	<u>3,448</u>	<u>2,877,096</u>	<u>20,920,539</u>	<u>66,471</u>	<u>276,038</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	12,545	37,218	1,253	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	40,362	-	2,876,595	20,920,539	66,230	273,269
Total disbursements	<u>12,545</u>	<u>77,580</u>	<u>1,253</u>	<u>2,876,595</u>	<u>20,920,539</u>	<u>66,230</u>	<u>273,269</u>
Excess (deficiency) of receipts over disbursements	<u>1,225</u>	<u>18,533</u>	<u>2,195</u>	<u>501</u>	<u>-</u>	<u>241</u>	<u>2,769</u>
Cash and investments - ending	<u>\$ 67,997</u>	<u>\$ 1,103,784</u>	<u>\$ 2,195</u>	<u>\$ 5,077</u>	<u>\$ -</u>	<u>\$ 809</u>	<u>\$ 6,969</u>

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

	CVET Agency	Sewage Collections	Financial Institution Tax	CEDIT Homestead Credit	State Fines and Forfeitures	Infraction Judgements	Special Death Benefit
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ 16,311	\$ 9,567	\$ 21,409	\$ 375
Receipts:							
Taxes	-	-	-	1,011,349	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	126,899	-	-	-	-	-
Fines and forfeits	-	-	-	-	29,159	-	-
Other receipts	144,413	-	144,512	-	-	162,666	2,925
Total receipts	<u>144,413</u>	<u>126,899</u>	<u>144,512</u>	<u>1,011,349</u>	<u>29,159</u>	<u>162,666</u>	<u>2,925</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	154	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	144,413	126,899	144,512	1,009,202	31,548	162,010	2,920
Total disbursements	<u>144,413</u>	<u>126,899</u>	<u>144,512</u>	<u>1,009,202</u>	<u>31,548</u>	<u>162,164</u>	<u>2,920</u>
Excess (deficiency) of receipts over disbursements	-	-	-	2,147	(2,389)	502	5
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,458</u>	<u>\$ 7,178</u>	<u>\$ 21,911</u>	<u>\$ 380</u>

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

	Sales Disclosure - State Share	Coroners Training and Continued Education	Interstate Compact - State Share	Mortgage Recording Fees - State Share	DLGF Homestead Property Database	Sex and Violent Offender Admin - State	Child Restraint Violation Fines
Cash and investments - beginning	\$ 470	\$ 209	\$ 250	\$ 643	\$ 1	\$ 32	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	2,792	125	4,008	-	-	-
Other receipts	6,120	-	-	-	2	453	1,125
Total receipts	<u>6,120</u>	<u>2,792</u>	<u>125</u>	<u>4,008</u>	<u>2</u>	<u>453</u>	<u>1,125</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	5,920	2,794	375	4,040	-	438	925
Total disbursements	<u>5,920</u>	<u>2,794</u>	<u>375</u>	<u>4,040</u>	<u>-</u>	<u>438</u>	<u>925</u>
Excess (deficiency) of receipts over disbursements	<u>200</u>	<u>(2)</u>	<u>(250)</u>	<u>(32)</u>	<u>2</u>	<u>15</u>	<u>200</u>
Cash and investments - ending	<u>\$ 670</u>	<u>\$ 207</u>	<u>\$ -</u>	<u>\$ 611</u>	<u>\$ 3</u>	<u>\$ 47</u>	<u>\$ 200</u>

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

	Inheritance Tax	Education Plate Fees Agency	Riverboat Revenue Sharing	Innkeepers Tax Collections	CAGIT Distribution	CEDIT Distribution	Tobacco Cessation - LaGrange
Cash and investments - beginning	\$ 805	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (1,896)
Receipts:							
Taxes	-	-	-	555,605	6,573,352	1,685,582	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	9,275
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	7,805	356	219,943	-	-	-	-
Total receipts	<u>7,805</u>	<u>356</u>	<u>219,943</u>	<u>555,605</u>	<u>6,573,352</u>	<u>1,685,582</u>	<u>9,275</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	317
Other services and charges	-	-	-	-	-	-	7,062
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	356	219,943	550,000	-	-	-
Other disbursements	805	-	-	-	6,573,352	1,685,582	-
Total disbursements	<u>805</u>	<u>356</u>	<u>219,943</u>	<u>550,000</u>	<u>6,573,352</u>	<u>1,685,582</u>	<u>7,379</u>
Excess (deficiency) of receipts over disbursements	<u>7,000</u>	<u>-</u>	<u>-</u>	<u>5,605</u>	<u>-</u>	<u>-</u>	<u>1,896</u>
Cash and investments - ending	<u>\$ 7,805</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,605</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Tobacco Cessation - Steuben	Digitization Of Records	JDAI Community Corrections 14/15	JDAI Community Corrections 15/16	Honor Guard	Excise Tax Allocations	14.228 CDBG Howe Fire Truck
Cash and investments - beginning	\$ (1,363)	\$ (2,265)	\$ 61,627	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	8,501	5,000	30,813	80,500	-	-	150,000
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	1,873	1,048,921	-
Total receipts	<u>8,501</u>	<u>5,000</u>	<u>30,813</u>	<u>80,500</u>	<u>1,873</u>	<u>1,048,921</u>	<u>150,000</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	341	-	-	-	-	-	-
Other services and charges	6,797	2,735	61,317	35,284	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	20,563	-	-	-	-
Other disbursements	-	-	10,560	-	-	1,048,921	150,000
Total disbursements	<u>7,138</u>	<u>2,735</u>	<u>92,440</u>	<u>35,284</u>	<u>-</u>	<u>1,048,921</u>	<u>150,000</u>
Excess (deficiency) of receipts over disbursements	<u>1,363</u>	<u>2,265</u>	<u>(61,627)</u>	<u>45,216</u>	<u>1,873</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 45,216</u>	<u>\$ 1,873</u>	<u>\$ -</u>	<u>\$ -</u>

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

	16.575 Victims Crime Act 14/15	93.074 Public Health Grant	15.916 Land and Water Conservation	10.557 WIC 2015 / 2016	10.557 WIC Breastfeeding 2015 / 2016	20.219 Delt Church Park Trails Grant	Bio-Terrorism Grant 2005
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (13,400)	\$ 18,318
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	24,022	8,619	64,527	5,720	305	13,400	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	<u>24,022</u>	<u>8,619</u>	<u>64,527</u>	<u>5,720</u>	<u>305</u>	<u>13,400</u>	<u>-</u>
Disbursements:							
Personal services	22,041	-	-	12,404	717	-	-
Supplies	841	-	-	-	-	-	-
Other services and charges	1,140	-	-	1,302	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	91,427	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>24,022</u>	<u>-</u>	<u>91,427</u>	<u>13,706</u>	<u>717</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>8,619</u>	<u>(26,900)</u>	<u>(7,986)</u>	<u>(412)</u>	<u>13,400</u>	<u>-</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 8,619</u>	<u>\$ (26,900)</u>	<u>\$ (7,986)</u>	<u>\$ (412)</u>	<u>\$ -</u>	<u>\$ 18,318</u>

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

	Emergency Response Team	HAVA Title III	Jury Pay	Canine Donation	Immunization Donation	Gifts To Animal Shelter	Economic Development Area #1
Cash and investments - beginning	\$ 420	\$ 21,944	\$ 123,415	\$ 1,001	\$ 51,716	\$ 381	\$ 78,589
Receipts:							
Taxes	-	-	-	-	-	-	41,129
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	8,451	355	19,400	42	-
Total receipts	-	-	8,451	355	19,400	42	41,129
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	534	-	12,088	-	-
Other services and charges	-	-	7,056	430	5,302	-	67
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	529	-	2,598	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	-	-	8,119	430	19,988	-	67
Excess (deficiency) of receipts over disbursements	-	-	332	(75)	(588)	42	41,062
Cash and investments - ending	<u>\$ 420</u>	<u>\$ 21,944</u>	<u>\$ 123,747</u>	<u>\$ 926</u>	<u>\$ 51,128</u>	<u>\$ 423</u>	<u>\$ 119,651</u>

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

	Economic Development Area #2	Economic Development Area #3	Economic Development Area #4	Jail Lease Rental	General Obligation Bond	Self Insurance	Wells Fargo Self Insurance
Cash and investments - beginning	\$ 264,562	\$ 37,108	\$ 1,208	\$ 426,939	\$ 178,372	\$ 512,219	\$ 44,782
Receipts:							
Taxes	182,574	89,897	3,941	748,666	86,654	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	50,054	6,600	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	1,635,719	1,347,146
Total receipts	<u>182,574</u>	<u>89,897</u>	<u>3,941</u>	<u>798,720</u>	<u>93,254</u>	<u>1,635,719</u>	<u>1,347,146</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	87,066	33,080	-	832,500	750	-	-
Debt service - principal and interest	-	-	-	-	182,286	-	-
Capital outlay	-	-	-	-	-	1,529,160	1,347,146
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>87,066</u>	<u>33,080</u>	<u>-</u>	<u>832,500</u>	<u>183,036</u>	<u>1,529,160</u>	<u>1,347,146</u>
Excess (deficiency) of receipts over disbursements	<u>95,508</u>	<u>56,817</u>	<u>3,941</u>	<u>(33,780)</u>	<u>(89,782)</u>	<u>106,559</u>	<u>-</u>
Cash and investments - ending	<u>\$ 360,070</u>	<u>\$ 93,925</u>	<u>\$ 5,149</u>	<u>\$ 393,159</u>	<u>\$ 88,590</u>	<u>\$ 618,778</u>	<u>\$ 44,782</u>

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

	Contractor Registration	Gazebo	Summer Day Camp Program	Code Enforcement	Zoning Compliance Certification Fees	Pretrial Diversion	Deferral Program
Cash and investments - beginning	\$ 40,860	\$ 620	\$ 4,828	\$ 7,318	\$ 9,435	\$ 3,515	\$ 269,207
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	22,590	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	10	3,520	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	31,600	-	-	-	-	20,606	131,821
Total receipts	<u>31,600</u>	<u>10</u>	<u>3,520</u>	<u>-</u>	<u>22,590</u>	<u>20,606</u>	<u>131,821</u>
Disbursements:							
Personal services	39,497	-	3,535	6,833	-	-	101,142
Supplies	-	-	90	-	-	-	5,335
Other services and charges	-	-	454	-	20,685	-	42,206
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	72,340
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>39,497</u>	<u>-</u>	<u>4,079</u>	<u>6,833</u>	<u>20,685</u>	<u>-</u>	<u>221,023</u>
Excess (deficiency) of receipts over disbursements	<u>(7,897)</u>	<u>10</u>	<u>(559)</u>	<u>(6,833)</u>	<u>1,905</u>	<u>20,606</u>	<u>(89,202)</u>
Cash and investments - ending	<u>\$ 32,963</u>	<u>\$ 630</u>	<u>\$ 4,269</u>	<u>\$ 485</u>	<u>\$ 11,340</u>	<u>\$ 24,121</u>	<u>\$ 180,005</u>

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

	Information Technology Equipment	Geographic Information System	Special Vehicle Inspection	Infant Seat Donation	GED Program	Shop with a Cop	Critical Response Team
Cash and investments - beginning	\$ 3,802	\$ 1,630	\$ 4,950	\$ 41	\$ 5,602	\$ 4,914	\$ 3,865
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	67	-	-	-	-	-
Other receipts	1,010	-	1,740	-	5,000	4,265	20
Total receipts	<u>1,010</u>	<u>67</u>	<u>1,740</u>	<u>-</u>	<u>5,000</u>	<u>4,265</u>	<u>20</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	41	-	1,441	-
Other services and charges	-	-	-	-	1,041	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	2,335	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>2,335</u>	<u>-</u>	<u>-</u>	<u>41</u>	<u>1,041</u>	<u>1,441</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(1,325)</u>	<u>67</u>	<u>1,740</u>	<u>(41)</u>	<u>3,959</u>	<u>2,824</u>	<u>20</u>
Cash and investments - ending	<u>\$ 2,477</u>	<u>\$ 1,697</u>	<u>\$ 6,690</u>	<u>\$ -</u>	<u>\$ 9,561</u>	<u>\$ 7,738</u>	<u>\$ 3,885</u>

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

	Sheriff Continuing Education	Rape Aggression Defense	Dive Team	Work Release Maintenance Fee	Sheriff Drug and Education	E-911 Education	LaGrange Co Redevelopment Commission
Cash and investments - beginning	\$ 21,709	\$ 973	\$ 904	\$ 41,903	\$ 861	\$ 2,917	\$ 152,410
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	1,358	-	-	8,590	-	500	-
Total receipts	1,358	-	-	8,590	-	500	-
Disbursements:							
Personal services	-	-	-	12,348	-	-	-
Supplies	-	-	-	3,952	-	-	-
Other services and charges	2,030	-	-	11,220	-	1,662	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	129	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	2,030	-	-	27,649	-	1,662	-
Excess (deficiency) of receipts over disbursements	(672)	-	-	(19,059)	-	(1,162)	-
Cash and investments - ending	\$ 21,037	\$ 973	\$ 904	\$ 22,844	\$ 861	\$ 1,755	\$ 152,410

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

	Lambright Property	County Liability	Commissioner Certificate Sale	Home Detention Program	Alcohol and Drug Court Program	G.O. Technology Bond Project
Cash and investments - beginning	\$ 37,734	\$ 41,500	\$ 13,253	\$ 46,225	\$ 23,150	\$ 110
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	17,063	-	-	-	-	-
Fines and forfeits	-	-	-	2,140	7,705	-
Other receipts	-	-	-	-	-	-
Total receipts	<u>17,063</u>	<u>-</u>	<u>-</u>	<u>2,140</u>	<u>7,705</u>	<u>-</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	265	35,814	-	-	4,000	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	15,248	-	-	-	-	-
Other disbursements	-	-	-	-	-	110
Total disbursements	<u>15,513</u>	<u>35,814</u>	<u>-</u>	<u>-</u>	<u>4,000</u>	<u>110</u>
Excess (deficiency) of receipts over disbursements	<u>1,550</u>	<u>(35,814)</u>	<u>-</u>	<u>2,140</u>	<u>3,705</u>	<u>(110)</u>
Cash and investments - ending	<u>\$ 39,284</u>	<u>\$ 5,686</u>	<u>\$ 13,253</u>	<u>\$ 48,365</u>	<u>\$ 26,855</u>	<u>\$ -</u>

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

	Hospital Non Expendable Principal	Rogers Home Principal	Rogers Home Income	Cloid Duff Trust	Myrtle M Greenawalt Trust	Myrtle Greenawalt Trust Interest
Cash and investments - beginning	\$ 1,894,144	\$ 165,550	\$ 87,324	\$ 105,377	\$ 1,790	\$ 30
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	50,079	-	1,850	767	-	13
Total receipts	50,079	-	1,850	767	-	13
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	4,656	-	-
Other services and charges	349,000	-	3,259	2,000	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	349,000	-	3,259	6,656	-	-
Excess (deficiency) of receipts over disbursements	(298,921)	-	(1,409)	(5,889)	-	13
Cash and investments - ending	\$ 1,595,223	\$ 165,550	\$ 85,915	\$ 99,488	\$ 1,790	\$ 43

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

	10.557 WIC	10.557 WIC Breastfeeding	Victims Assistance	97.042 2011 Emergency Management Performance	93.563 ARRA Prosecutor IV-D Incentive	93.563 County IV-D Incentive
Cash and investments - beginning	\$ (7,616)	\$ (291)	\$ -	\$ -	\$ 8,091	\$ 12,270
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	64,656	2,872	-	-	-	-
Charges for services	-	-	-	-	-	8,543
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	-	8,471	-	-
Total receipts	<u>64,656</u>	<u>2,872</u>	<u>-</u>	<u>8,471</u>	<u>-</u>	<u>8,543</u>
Disbursements:						
Personal services	48,386	2,236	6,606	-	-	-
Supplies	8,605	352	80	-	-	1,189
Other services and charges	5,784	210	-	-	1,746	6,500
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	8,471	3,672	1,094
Other disbursements	-	-	-	-	-	-
Total disbursements	<u>62,775</u>	<u>2,798</u>	<u>6,686</u>	<u>8,471</u>	<u>5,418</u>	<u>8,783</u>
Excess (deficiency) of receipts over disbursements	<u>1,881</u>	<u>74</u>	<u>(6,686)</u>	<u>-</u>	<u>(5,418)</u>	<u>(240)</u>
Cash and investments - ending	<u>\$ (5,735)</u>	<u>\$ (217)</u>	<u>\$ (6,686)</u>	<u>\$ -</u>	<u>\$ 2,673</u>	<u>\$ 12,030</u>

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

	93.563 Prosecutor IV-D Incentive Oct '99	93.563 Clerk IV-D Incentive Oct '99	Tobacco Settlement	Council On Aging Transit Grant	G.I.S. Data Exchange	Totals
Cash and investments - beginning	\$ 42,714	\$ 4,364	\$ 193,305	\$ -	\$ 2,325	\$ 38,490,400
Receipts:						
Taxes	-	-	-	-	-	22,981,746
Licenses and permits	-	-	-	-	-	584,937
Intergovernmental receipts	-	-	21,911	-	-	4,474,825
Charges for services	-	8,543	-	-	-	1,066,352
Fines and forfeits	-	-	-	-	-	330,610
Other receipts	<u>12,849</u>	<u>-</u>	<u>-</u>	<u>539,696</u>	<u>-</u>	<u>34,225,970</u>
Total receipts	<u>12,849</u>	<u>8,543</u>	<u>21,911</u>	<u>539,696</u>	<u>-</u>	<u>63,664,440</u>
Disbursements:						
Personal services	25,200	-	11,616	-	-	9,222,541
Supplies	-	170	-	-	-	2,062,711
Other services and charges	-	7,800	8,992	-	-	6,393,366
Debt service - principal and interest	-	-	-	-	-	182,286
Capital outlay	-	-	-	539,696	-	5,876,303
Other disbursements	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>39,100,695</u>
Total disbursements	<u>25,200</u>	<u>7,970</u>	<u>20,608</u>	<u>539,696</u>	<u>-</u>	<u>62,837,902</u>
Excess (deficiency) of receipts over disbursements	<u>(12,351)</u>	<u>573</u>	<u>1,303</u>	<u>-</u>	<u>-</u>	<u>826,538</u>
Cash and investments - ending	<u>\$ 30,363</u>	<u>\$ 4,937</u>	<u>\$ 194,608</u>	<u>\$ -</u>	<u>\$ 2,325</u>	<u>\$ 39,316,938</u>

LAGRANGE 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>\$ 690,000</u>	<u>\$ 73,025</u>

LAGRANGE COUNTY
SCHEDULE OF LEASES AND DEBT
December 31, 2015

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
LaGrange County Jail Building Corporation	To Fund Jail Reconstruction	<u>\$ 832,500</u>	2/1/2015	10/1/2021

Description of Debt	Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Type			
Governmental activities:			
General obligation bonds	Technology Purchases	<u>\$ 825,000</u>	<u>\$ 180,948</u>

LAGRANGE 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.

	<u>Ending Balance</u>
Governmental activities:	
Land	\$ 1,645,944
Infrastructure	8,698,650
Buildings	7,838,892
Improvements other than buildings	3,095,559
Machinery, equipment, and vehicles	<u>13,368,613</u>
Total capital assets	<u>\$ 34,647,658</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

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

TO: THE OFFICIALS OF LAGRANGE COUNTY, INDIANA

Report on Compliance for Each Major Federal Program

We have audited LaGrange 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)

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2015-002 and 2015-003. Our opinion on each major federal program is not modified with respect to these matters.

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

Report on Internal Control over Compliance

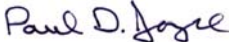
Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with 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 items 2015-002 and 2015-003, 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

November 14, 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.

LAGRANGE 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>					
Special Supplemental Nutrition Program for Women, Infants, and Children	Indiana Department of Health	10.557	40010557WICAD15	\$ -	\$ 64,656
			40010557WPCG015	-	2,872
			40010557WICAD16	-	5,720
			40010557WPCG016	-	305
Total - Special Supplemental Nutrition Program for Women, Infants, and Children				-	73,553
Total - Department of Agriculture				-	73,553
<u>Department of Housing and Urban Development</u>					
Community Development Block Grants/State's program and Non-Entitlement Grants in Hawaii	Indiana Office of Community and Rural Affairs	14.228	A192-15-PF-13-104	150,000	150,000
Total - Department of Housing and Urban Development				150,000	150,000
<u>Department of the Interior</u>					
Outdoor Recreation_Acquisition, Development and Planning	Indiana Department of Natural Resources	15.916	E10-5-1800585	-	64,527
Total - Department of the Interior				-	64,527
<u>Department of Justice</u>					
Crime Victim Assistance	Indiana Criminal Justice Institute	16.575	D3-14-8585	-	2,086
			D3-15-9740	-	21,621
Total - Crime Victim Assistance				-	23,707
Total - Department of Justice				-	23,707
<u>Department of Transportation</u>					
Highway Planning and Construction Cluster Highway Planning and Construction	Indiana Department of Transportation	20.205	DES # 1298014	-	308
Recreational Trails Program	Indiana Department of Natural Resources	20.219	RT-09-006	-	12,858
Total - Highway Planning and Construction Cluster				-	13,166
Federal Transit Cluster Bus and Bus Facilities Formula Program	Indiana Department of Transportation	20.526	A249-15-320525	34,050	34,050
Total - Federal Transit Cluster				34,050	34,050
Formula Grants for Rural Areas	Indiana Department of Transportation	20.509	A249-14-320419	28,237	28,237
			A249-15-320481	176,976	176,976
Total - Formula Grants for Rural Areas				205,213	205,213
ARRA - Formula Grants for Rural Areas	Indiana Department of Transportation	20.509	A249-14-320487	86,440	86,440
Total - Department of Transportation				325,703	338,869
<u>Department of Health and Human Services</u>					
Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements	Indiana State Department of Health	93.074	U90TP000521	-	8,619
Child Support Enforcement	Indiana Department of Child Services	93.563	FY 2015	-	202,580
Total - Department of Health and Human Services				-	211,199
<u>Department of Homeland Security</u>					
Emergency Management Performance Grants	Indiana Department of Homeland Security	97.042	EMW-2014-EP-00030	-	29,721
Total - Department of Homeland Security				-	29,721
Total federal awards expended				\$ 475,703	\$ 891,576

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

LAGRANGE 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-87, *Cost Principles for State, Local, and Indian Tribal Governments*, or the cost principles contained in 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.

LAGRANGE 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
20.509	Formula Grants for Rural Areas	Unmodified
93.563	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 - 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 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. ARRA - Formula Grants for Rural Areas in the amount of \$86,440 was omitted.
2. Bus and Bus Facilities Formula Program in the amount of \$34,050 was omitted.

LAGRANGE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

3. Child Support Enforcement was understated by \$3,334.
4. Emergency Management Performance Grants was understated by \$10.

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

2 CFR 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 § 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.

LAGRANGE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

- (4) Include the total amount provided to subrecipients from each Federal program.
- (5) For loan or loan guarantee programs described in § 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 § 200.414 Indirect (F&A) costs."

Cause

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

Effect

Without a proper system of internal control in place that operated effectively, material misstatements of the SEFA 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.

Section III - Federal Award Findings and Questioned Costs

FINDING 2015-002 - ALLOWABLE COSTS/COST PRINCIPLES

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

This is a repeat finding from the immediate prior year. The prior year finding number was 2014-001.

Condition

An effective internal control system was not in place at the County in order to ensure compliance with requirement related to the grant agreement and the following compliance requirement: Allowable Costs/Cost Principles.

The County Prosecuting Attorney's office was required to maintain time and effort reports on all part-time employees paid from the grant. There were no time and effort reports being maintained for part-time employees during the audit period.

Context

There was a lack of controls for the entire audit period; no part-time employee time and effort reports were maintained.

LAGRANGE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Criteria

2 CFR 200.430(h)(8)(i) states in part:

"(i) Standards for Documentation of Personnel Expenses (1) Charges to Federal awards for salaries and wages must be based on records that accurately reflect the work performed. These records must:

(i) Be supported by a system of internal control which provides reasonable assurance that the charges are accurate, allowable, and properly allocated;

(ii) Be incorporated into the official records of the non-Federal entity;

(iii) Reasonably reflect the total activity for which the employee is compensated by the non-Federal entity, not exceeding 100% of compensated activities (for IHE, this per the IHE's definition of IBS);"

2 CFR 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 a system of internal controls that segregated key functions.

Effect

The failure to establish internal controls enabled material noncompliance to go undetected which could have resulted in the loss of federal funds to the County.

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 requirement listed above.

We also recommended that the County comply with the Allowable Costs/Cost Principles requirements of the program.

LAGRANGE 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 2015-003 - SPECIAL TESTS AND PROVISIONS -
SEPARATE ACCOUNTABILITY FOR ARRA FUNDING**

Federal Agency: Department of Transportation

Federal Program: ARRA - Formula Grants for Rural Areas

CFDA Number: 20.509

Federal Award Number and Year (or Other Identifying Number): A249-14-320487

Pass-Through Entity: Indiana Department of Transportation

This is a repeat finding from the immediate prior year. The prior year finding number was 2014-002.

Condition

An effective internal control system was not in place at the County in order to ensure compliance with requirements related to the grant agreement and the following compliance requirement: Special Tests and Provisions - Separate Accountability for ARRA Funding.

The County combined the federal program records of Formula Grants for Rural Areas and ARRA - Formula Grants for Rural Areas into the Council On Aging Transit Grant Fund; however, the ARRA - Formula Grants for Rural Areas was required to maintain separate records.

The County also did not report the ARRA - Formula Grants for Rural Areas properly on the Schedule of Expenditures of Federal Awards (SEFA). The ARRA - Formula Grants for Rural Areas was required to be reported separately on the SEFA.

Context

No control procedures had been established for the audit period to ensure ARRA - Formula Grants for Rural Areas maintained separate records from Formula Grants for Rural Areas. The controls in place were not effective to ensure ARRA - Formula Grants for Rural Areas was separately reported on the SEFA.

Criteria

2 CFR section 176.210 states in part:

". . . (a) To maximize the transparency and accountability of funds authorized under the American Recovery and Reinvestment Act of 2009 (Pub. L. 111-5) (Recovery Act) as required by Congress and in accordance with 2 CFR 215.21 'Uniform Administrative Requirements for Grants and Agreements' and OMB Circular A-102 Common Rules provisions, recipients agree to maintain records that identify adequately the source and application of Recovery Act funds . . .

(b) For recipients covered by the Single Audit Act Amendments of 1996 and OMB Circular A-133, 'Audits of States, Local Governments, and Non-Profit Organizations,' recipients agree to separately identify the expenditures for Federal Awards under the Recovery Act on the Schedule of Expenditures of Federal Awards (SEFA) and the Data Collection Form (SF-SAC) required by OMB Circular A-133. . . ."

LAGRANGE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

2 CFR 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 a system of internal controls that segregated key functions.

Effect

The failure to establish internal controls enabled material noncompliance to go undetected which could have resulted in the loss of federal funds to the County.

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 requirement listed above.

We also recommended that the County comply with the Special Tests and Provisions - Separate Accountability for ARRA Funding.

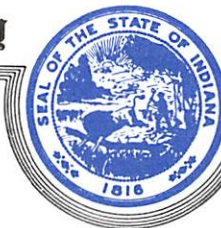
Views of Responsible Officials

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.



Gregory J. Kenner
Prosecuting Attorney

Travis J. Glick
Chief Deputy

William Walz
Deputy

John Parrish
Investigator

COUNTY OFFICE BLDG.
114 W. MICHIGAN STREET, STE. 5
LAGRANGE, INDIANA 46761
PHONE: 260-499-6326
FAX: 260-499-6402

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2014-001

Fiscal year in which the finding initially occurred: 2014

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

Contact Person Responsible for Corrective Action:
Gregory J. Kenner, LaGrange County Prosecutor


Contact Phone Number: 260-499-6326

Status of Audit Finding

Our office is implementing effective internal controls to maintain time and effort reports on the entire child support staff. Commencing January of 2017, all part-time and full-time child support IV-D employees in our office will be evaluated semi-annually to establish proper percentages that correspond with their time work in the IV-D division.

We have three full-time support staff members that are 100% child support. In addition, one Deputy Prosecutor and three employees have responsibilities in both the child support and criminal divisions of the office.

Time sheets showing those separate responsibilities will be completed by each employee beginning immediately for the next reporting payroll period ending November 11, 2016.



Gregory J. Kenner
LaGrange County Prosecuting Attorney
November 1, 2016



LaGrange County Auditor

114 West Michigan Street
Suite 1
LaGrange, IN 46761

Phone 260-499-6430
Fax 260-499-6401

CORRECTIVE ACTION PLAN

FINDING 2015-001

Fiscal year in which the finding initially occurred: 2015

Contact Person Responsible for Corrective Action: Kay Myers, County Auditor

Contact Phone Number: 260-499-6310


I concur with the finding.

Description of Corrective Action Plan:

In the future controls will be in place to prevent, or detect and correct errors on the Schedule of Expenditures of Federal awards (SEFA). Controls will be in place to verify accuracy of the SEFA prior to submission.

The Auditor has implemented internal controls to 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. Implementing internal policy to address segregation of duties, safeguarding controls over cash and all other assets, and all forms of information processing are necessary for proper internal control.

Anticipated Completion Date: November 10, 2016



LaGrange County Auditor

November 3, 2016



LaGrange County Auditor

114 West Michigan Street
Suite 1
LaGrange, IN 46761

Phone 260-499-6430
Fax 260-499-6401

CORRECTIVE ACTION PLAN

FINDING 2015-003

Fiscal year in which the finding initially occurred: 2015
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana
Department of Transportation
Contact Person Responsible for Corrective Action: Kay Myers, County Auditor
Contact Phone Number: 260-499-6310

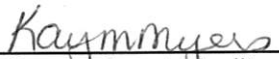
I concur with the finding.

Description of Corrective Action Plan:

In the future federal program records of Formula Grants for Rural Areas and ARRA-Formula Grants for Rural Areas will not be combined into the same fund. The ARRA funds will be maintained separately.

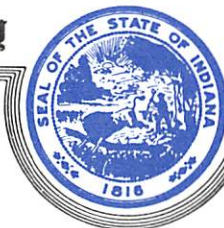
The Auditor has implemented internal controls to provide reasonable assurance regarding the reliability of financial information and records, effectiveness and efficiency of operations, proper execution of management's objectives, and compliance with laws and regulations. Implementing internal policy to address segregation of duties, safeguarding controls over cash and all other assets, and all forms of information processing are necessary for proper internal control.

Anticipated Completion Date: November 10, 2016



LaGrange County Auditor

November 3, 2016



Gregory J. Kenner
Prosecuting Attorney

Travis J. Glick
Chief Deputy

William Walz
Deputy

John Parrish
Investigator

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114 W. MICHIGAN STREET, STE. 5
LAGRANGE, INDIANA 46761
PHONE: 260-499-6326
FAX: 260-499-6402

CORRECTIVE ACTION PLAN

FINDING 2015-002

Contact Person Responsible for Corrective Action:

Gregory J. Kenner, LaGrange County Prosecutor

Contact Phone Number: 260-499-6326

View of Responsible Official:

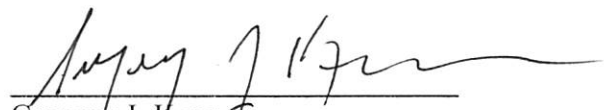
We concur with the finding.

Description of Corrective Action Plan:

We are putting into place a system of internal control with separate time sheets showing the reporting of segregation of duties for Prosecutor employees paid partially from Child Support Enforcement grant funds.

Anticipated Completion Date:

Next reporting period for payroll ending November 11, 2016.



Gregory J. Kenner
LaGrange County Prosecuting Attorney
November 1, 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/>.