

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF
BROWN COUNTY, INDIANA
January 1, 2012 to December 31, 2012



FILED
06/26/2013

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Glenda K. Stogsdill	01-01-11 to 12-31-14
Treasurer	Joe Wray Mary Smith	01-01-09 to 12-31-12 01-01-13 to 12-31-16
Clerk	Beth Mulry	01-01-11 to 12-31-14
Sheriff	Rick Followell	01-01-11 to 12-31-14
Recorder	Sandy Cain	01-01-09 to 12-31-16
President of the Board of County Commissioners	John Kennard	01-01-12 to 12-31-13
President of the County Council	David Critser	01-01-12 to 12-31-13



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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF BROWN COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of Brown County (County), which comprises the financial position and results of operations for the year ended December 31, 2012, and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the financial reporting provisions of the Indiana State Board of Accounts as allowed by state statute (IC 5-11-1-6). Management is responsible for and has determined that the regulatory basis of accounting, as established by the Indiana State Board of Accounts, is an acceptable basis of presentation. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of a financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on this financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the County's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

INDEPENDENT AUDITOR'S REPORT
(Continued)

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As discussed in Note 1 of the financial statement, the County prepares its financial statement on the prescribed basis of accounting that demonstrates compliance with the reporting requirements established by the Indiana State Board of Accounts as allowed by state statute (IC 5-11-1-6), which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles* paragraph, the financial statement referred to above does not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position and results of operations of the County for the year ended December 31, 2012.

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, 2012, in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued a report dated June 5, 2013, on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

Accompanying Information

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the County's financial statement. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the *U.S. Office of Management and Budget Circular A-133, Audits of States, Local*

INDEPENDENT AUDITOR'S REPORT
(Continued)

Governments, and Non-Profit Organizations, and is not a required part of the financial statement. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statement. The information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated, in all material respects, in relation to the financial statement taken as a whole.

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.

Other Information

Included in the financial statement are the receipts and disbursements activity from emergency telephone system fees (IC 36-8-16), enhanced wireless emergency telephone fees (IC 36-8-16.5), and statewide 911 services fees (IC 36-8-16.7). In accordance with Indiana Code 36-8-16-14, Indiana Code 36-8-16.5-41, and Indiana Code 36-8-16.7-38, these fees have been subject to an annual audit performed by the Indiana State Board of Accounts and, in our opinion, are fairly stated, in all material respects, in relation to the financial statement taken as a whole.



Bruce Hartman
State Examiner

June 5, 2013



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

TO: THE OFFICIALS OF BROWN COUNTY, INDIANA

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statement of Brown County (County), which comprises the financial position and results of operations for the year ended December 31, 2012, and the related notes to the financial statement, and have issued our report thereon dated June 5, 2013, wherein we noted the County followed accounting practices the Indiana State Board of Accounts prescribes rather than accounting principles generally accepted in the United States of America.

Internal Control Over Financial Reporting

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

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statement will not be prevented or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying Schedule of Findings and Questioned Costs as items 2012-1 and 2012-2 to be material weaknesses.

Compliance and Other Matters

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

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

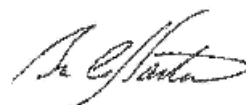
was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2012-1 and 2012-2.

Brown County's Response to Findings

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

Purpose of This Report

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



Bruce Hartman
State Examiner

June 5, 2013

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FINANCIAL STATEMENT

The financial statement and accompanying notes were approved by management of the County. The financial statement and notes are presented as intended by the County.

BROWN COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For The Year Ended December 31, 2012

Fund	Cash and Investments 01-01-12	Receipts	Disbursements	Cash and Investments 12-31-12
General	\$ 2,906,123	\$ 6,188,686	\$ 7,300,994	\$ 1,793,815
Highway	251,898	1,558,019	1,411,757	398,160
Local Road And Street	157,191	182,665	114,814	225,042
Accident Report	9,791	1,890	-	11,681
Firearms Training	35,660	12,050	21,434	26,276
Health	301,184	476,101	481,440	295,845
Clerk's Records Perpetuation	24,111	1,722	6,606	19,227
State Mtg Fees	225	2,551	2,529	247
Drug Free Community	6,435	9,370	11,887	3,918
Emergency Planning/Right To Know	7,218	-	1	7,217
Parks And Recreation	21,900	85,979	99,909	7,970
Juvenile Probation Service	20,188	4,892	-	25,080
Adult Probation Services	20,088	34,744	38,137	16,695
Recorder's Records Perpetuation	142,546	6,351	2,806	146,091
User Fee	72,037	11,146	7,089	76,094
Covered Bridge	17,971	1,850	-	19,821
Health Maintenance	17,384	19,999	18,873	18,510
Guardian Ad Litem/Court	20,348	5,027	2,688	22,687
Misdemeanant	26,325	10,763	-	37,088
Supplemental Public Defender Svc	10,929	4,234	-	15,163
Jail Commissary	34,216	55,502	43,647	46,071
Surveyor's Corner Perpetuation	2,224	5,015	5,123	2,116
Jury Pay	26,675	-	4,464	22,211
Bc Prisoner Reimbursement	19,910	-	-	19,910
Rainy Day	1,591,331	813,187	94,180	2,310,338
LEVY EXCESS	17,454	7,704	-	25,158
County Option Dog Tax	16,878	10,506	17,063	10,321
Cumulative Capital Development	669,590	981,600	609,414	1,041,776
Cumulative Bridge	562,097	329,935	378,949	513,083
Cumulative Capital Improvement	814,014	2,186	815,981	219
City And Town Court Costs	332	3,691	3,101	922
Congressional School Interest	8,575	-	170	8,405
Tax Sale Redemption	4,344	32,042	29,780	6,606
Surplus Tax	130,566	25,361	42,170	113,757
State Settlement	7,547	14,814,679	14,814,679	7,547
State Fines And Forfeitures	516	807	1,127	196
State Sales Disclosure Fee	165	2,375	2,330	210
Infraction Judgements	1,568	19,045	19,753	860
Inheritance Tax	62,738	259,794	237,739	84,793
Education Plate Fees Agency	-	281	281	-
Financial Institution Tax	-	33,288	24,966	8,322
Wheel Tax	-	59,807	59,807	-
Child Restraint Violations Fines	-	25	25	-
Homestead Credit Rebate	35,343	-	-	35,343
OPER LEVY FREEZE STABILIZATION	742,643	-	106,267	636,376
Cities Readiness V	(88)	88	-	-
Dental/MRI Support Clinic	(2,445)	4,618	2,174	(1)
Reassessment - 2015	91,348	100,415	25,176	166,587
Recorder's Training Fund	721	1,950	630	2,041
Sheriff Sale Administration	-	16,435	9,100	7,335
County General Incentive Fund	68,123	6,851	2,127	72,847
Buyout Grant	9,999	808,242	626,190	192,051
Buyout Grant 2	(2,292)	98,223	136,169	(40,238)
Prosecutor Investigator Grant	(5,057)	40,754	34,837	860
Helmsburg Br Co Water Grant	(86,930)	54,116	94,337	(127,151)
Stormwater Project	117,207	36,205	26,636	126,776
PROS CONTROLLED SUB. TAX	236	-	-	236
PROBATION APPLICATION FEE	1,200	125	-	1,325
CITIES READINESS	62	-	-	62
CITIES READINESS II	3,113	-	-	3,113
PUBLIC HEALTH COORDINATION-BIOT	286	-	-	286
BIOTERRORISM CASH ALLOW	6,469	-	-	6,469

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

BROWN COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For The Year Ended December 31, 2012
(Continued)

Fund	Cash and Investments 01-01-12	Receipts	Disbursements	Cash and Investments 12-31-12
BIOTERRORISM SUPPLEMENTAL A	9,180	-	-	9,180
HOMELAND SECURITY-LETTP	319	-	-	319
BR CO EMERG MANAGEMENT	52	-	-	52
HEA 1001 STATE HSC	4,041	767	-	4,808
PROSECUTOR ST FORFEITURE	2,500	-	-	2,500
PROSECUTOR FED FORFEITURE	506	-	-	506
PRESCRIPTION DRUG ABUSE PROGRAM	500	-	-	500
P & Z PROJECT	10,000	-	-	10,000
TITLE III HAVA	49,300	-	-	49,300
JUVENILE AC ABILITY GRANT	593	-	-	593
ECONOMIC DEV COMM - OBER GRANT	2,000	-	-	2,000
TITLE III - FIRE	4,349	-	-	4,349
COUNTY CHILD ADVOCACY FUND	927	-	-	927
LAW ENFORCEMENT ED	2,949	-	-	2,949
ACCESS ENHANCEMENT	605	-	-	605
EXTRADITION FUND COUNTY	764	-	-	764
E-911 LANDLINE	11,460	68,489	79,949	-
SHERIFF'S CASH BOOK	-	173,313	173,313	-
PARK & REC PETTY CASH	3,159	3,398	3,159	3,398
HEALTH DEPT	1,823	783	2,603	3
Cities Readiness III	(1,250)	1,250	-	-
Auditors Ineligible Ded Fund	-	30,455	6,336	24,119
Brown County 911	-	147,452	94,105	53,347
Park & Rec Movie Night Grant	-	4,500	4,500	-
DLGF Homestead Prop Database	-	6	7	(1)
LCC Drug-Free Communities Grant	-	2,000	-	2,000
CITIES READINESS VI	-	6,878	7,380	(502)
Convention And Tourism	229,227	714,074	730,000	213,301
Property Reassessment	22,101	-	13,196	8,905
Criminal Justice - Federal	736	697	315	1,118
Comm Corrections - Home Detention	(19,905)	203,111	181,022	2,184
Project Income	22,007	68,658	53,903	36,762
Probation User Fee-Administrative	32,791	10,192	22,408	20,575
Riverboat Wag. Tax Revenue Sharing	428,478	90,293	4,757	514,014
Tobacco Iii	24,897	14,890	9,998	29,789
Health Maintenance Ii	42,677	12,672	6,169	49,180
Urine Drug Screen	896	4,285	3,769	1,412
Recorders Redacted Version	35,187	2,019	311	36,895
Civil Service Fee	16,623	2,270	-	18,893
Race & Gender Interpreter	5,340	3,650	248	8,742
Document Fees	31,361	5,439	-	36,800
Salt Creek Trail	(1,530)	13,769	12,029	210
Economic Dev Commission	16,057	9,951	4,125	21,883
Property Transfer Fee Fund	16,315	6,265	-	22,580
Sheriff Surety Bond	75	925	910	90
Small Claim Service Fee	12,750	1,630	-	14,380
Alt. Dispute Fee	6,605	1,880	1,332	7,153
Pros. Infraction Deferral	22,697	19,451	18,055	24,093
Family Access	(19,610)	68,322	97,594	(48,882)
Pros. Incentive	29,360	10,309	-	39,669
Animal Ordinance	6,078	2,080	-	8,158
Clerk Incentive	22,908	6,851	2,531	27,228
Triad	16,436	4,397	8,397	12,436
Substance Treat.	2,955	3,500	5,630	825
Comm Transition Prog	20,012	4,106	21,254	2,864
Bond Admin Fees	33,216	3,728	-	36,944
Tobacco Free	2,465	-	16,723	(14,258)
Hwy Safety Plan	818	5,764	5,478	1,104
Sheriff Dnr Dist	25	1,500	1,612	(87)
Family Violence & Victim Asst	(25,237)	26,292	49,363	(48,308)
Cedit Excess	333,065	677,573	482,533	528,105
Sheriff Drug Buy Money	17,879	649	4,488	14,040

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

BROWN COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For The Year Ended December 31, 2012
(Continued)

Fund	Cash and Investments 01-01-12	Receipts	Disbursements	Cash and Investments 12-31-12
Prosecutor Iv D Pca Fund	702	1,088	615	1,175
Health Support Clinic	6,819	-	-	6,819
Parks & Recreation Grant Fund	1,379	2,430	2,430	1,379
Park & Rec Salt Creek Trail Maint	2,765	-	-	2,765
Park & Rec Salt Ck Trail Grant	549,217	175,989	-	725,206
E-911 Wireless	41,221	32,060	73,281	-
Cagit-Public Safety	381,551	676,367	677,159	380,759
Tax Sale Surplus	322,473	960,416	184,730	1,098,159
Br Co Ema Grant Fund	3,381	3,537	3,381	3,537
Prosecutor Arra Fund	18,564	(1)	1,579	16,984
Owner Occupied Rehab Grant	4,197	5,001	5,000	4,198
Ems Grant Fund	61,786	-	46,060	15,726
Jackson Twsp Fire Station Grant	2,460	-	3,500	(1,040)
Jail Lease Rental	432,402	468,150	592,000	308,552
Payroll	274,361	1,895,514	2,066,707	103,168
Coroners Training & Ed Fee	119	1,135	1,187	67
Surtax	-	385,821	385,821	-
Commercial Vehicle Tax	-	92,410	92,410	-
State Sales Tax	38	43	38	43
Local Option Tax Dist	-	2,908,869	2,908,749	120
Sheriff Service Fees - Retirement	1,273	5,552	5,460	1,365
Congrs. School Principal	8,496	-	-	8,496
Co Econ Dev Income Tax	1	730,439	730,439	1
County Treasurer	794,597	963,533	794,597	963,533
County Clerk	397,195	1,257,421	1,491,703	162,913
County Park & Rec Department	7,184	4,322	7,184	4,322
Prosecutors Bad Check	180	10,335	8,690	1,825
Public Safety Loit Distribution	-	727,217	727,217	-
Cagit-Prop Tax Operating Levy	-	581,775	581,775	-
Cagit - Hsc 07 Pay 08	25,585	1,479,463	1,207,211	297,837
Special Death Benefits	25	250	255	20
Sex & Violent Offender Fund	1,664	1,205	481	2,388
Sheriff Dept Inmate Trust	1,733	47,436	46,872	2,297
Totals	<u>\$ 13,851,130</u>	<u>\$ 43,101,151</u>	<u>\$ 42,565,389</u>	<u>\$ 14,386,892</u>

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

BROWN COUNTY
NOTES TO FINANCIAL STATEMENT

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

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

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

B. Basis of Accounting

The financial statement is reported on a regulatory basis of accounting prescribed by the 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. Receipts are recorded when received and disbursements are recorded when paid.

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

C. Cash and Investments

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

D. Receipts

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

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

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

Intergovernmental receipts which include receipts from other governments in the form of operating grants, entitlements, or payments in lieu of taxes. Examples of this type of receipts include, but are not limited to: federal grants, state grants, cigarette tax distributions received from the state, motor vehicle highway distribution received from the state,

BROWN COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

local road and street distribution received from the state, financial institution tax received from the state, auto excise surtax received from the state, commercial vehicle excise tax received from the state, major moves distributions received from the state, and riverboat receipts received from the county.

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

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

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

E. Disbursements

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

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

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

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

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

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

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

BROWN COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

F. Interfund Transfers

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

G. Fund Accounting

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

Note 2. Budgets

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

Note 3. Property Taxes

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

Note 4. Deposits and Investments

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

BROWN COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

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

Note 5. Risk Management

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

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

Note 6. Pension Plans

A. Public Employees' Retirement Fund

Plan Description

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

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

Indiana Public Retirement System
1 North Capital Street, Suite 001
Indianapolis, IN 46204
Ph. (888) 526-1687

Funding Policy and Annual Pension Cost

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

BROWN COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

B. County Police Retirement Plan

Plan Description

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

Funding Policy

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

C. County Police Benefit Plan

Plan Description

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

Funding Policy

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

Note 7. Restatement of County Offices

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

Note 8. Cash Balance Deficits

The financial statement contains some funds with deficits in cash. This is a result of the funds being setup as reimbursable grant funds.

BROWN COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 9. *Holding Corporation*

The County has entered into a capital lease with Brown 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 2012 totaled \$592,000.

SUPPLEMENTARY INFORMATION – UNAUDITED

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

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

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

BROWN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012

	General	Highway	Local Road And Street	Accident Report	Firearms Training	Health	Clerk's Records Perpetuation
Cash and investments - beginning	\$ 2,906,123	\$ 251,898	\$ 157,191	\$ 9,791	\$ 35,660	\$ 301,184	\$ 24,111
Receipts:							
Taxes	4,548,252	452,736	-	-	-	366,433	-
Licenses and permits	-	3,422	-	-	-	47,498	-
Intergovernmental	922,346	1,077,312	182,232	-	-	31,155	-
Charges for services	445,082	16,914	-	-	-	-	1
Fines and forfeits	68,917	-	-	-	-	-	1,721
Other receipts	204,089	7,635	433	1,890	12,050	31,015	-
Total receipts	<u>6,188,686</u>	<u>1,558,019</u>	<u>182,665</u>	<u>1,890</u>	<u>12,050</u>	<u>476,101</u>	<u>1,722</u>
Disbursements:							
Personal services	4,376,170	678,341	-	-	-	392,213	186
Supplies	122,734	467,301	111,176	-	21,434	6,726	-
Other services and charges	1,623,310	213,714	3,638	-	-	20,988	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	206,582	52,401	-	-	-	61,340	-
Other disbursements	972,198	-	-	-	-	173	6,420
Total disbursements	<u>7,300,994</u>	<u>1,411,757</u>	<u>114,814</u>	<u>-</u>	<u>21,434</u>	<u>481,440</u>	<u>6,606</u>
Excess (deficiency) of receipts over disbursements	<u>(1,112,308)</u>	<u>146,262</u>	<u>67,851</u>	<u>1,890</u>	<u>(9,384)</u>	<u>(5,339)</u>	<u>(4,884)</u>
Cash and investments - ending	<u>\$ 1,793,815</u>	<u>\$ 398,160</u>	<u>\$ 225,042</u>	<u>\$ 11,681</u>	<u>\$ 26,276</u>	<u>\$ 295,845</u>	<u>\$ 19,227</u>

BROWN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	State Mtg Fees	Drug Free Community	Emergency Planning/Right To Know	Parks And Recreation	Juvenile Probation Service	Adult Probation Services	Recorder's Records Perpetuation
Cash and investments - beginning	\$ 225	\$ 6,435	\$ 7,218	\$ 21,900	\$ 20,188	\$ 20,088	\$ 142,546
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	2,551	9,370	-	85,979	-	-	6,351
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	4,892	34,744	-
Total receipts	<u>2,551</u>	<u>9,370</u>	<u>-</u>	<u>85,979</u>	<u>4,892</u>	<u>34,744</u>	<u>6,351</u>
Disbursements:							
Personal services	-	-	-	35,162	-	31,115	683
Supplies	-	-	-	-	-	3,062	-
Other services and charges	-	-	-	-	-	3,331	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	629	-
Other disbursements	2,529	11,887	1	64,747	-	-	2,123
Total disbursements	<u>2,529</u>	<u>11,887</u>	<u>1</u>	<u>99,909</u>	<u>-</u>	<u>38,137</u>	<u>2,806</u>
Excess (deficiency) of receipts over disbursements	<u>22</u>	<u>(2,517)</u>	<u>(1)</u>	<u>(13,930)</u>	<u>4,892</u>	<u>(3,393)</u>	<u>3,545</u>
Cash and investments - ending	<u>\$ 247</u>	<u>\$ 3,918</u>	<u>\$ 7,217</u>	<u>\$ 7,970</u>	<u>\$ 25,080</u>	<u>\$ 16,695</u>	<u>\$ 146,091</u>

BROWN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	User Fee	Covered Bridge	Health Maintenance	Guardian Ad Litem/Court	Misdemeanant	Supplemental Public Defender Svc	Jail Commissary
Cash and investments - beginning	\$ 72,037	\$ 17,971	\$ 17,384	\$ 20,348	\$ 26,325	\$ 10,929	\$ 34,216
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	(1)	-	-	-	55,502
Fines and forfeits	10,229	-	-	(1)	-	4,234	-
Other receipts	917	1,850	20,000	5,028	10,763	-	-
Total receipts	11,146	1,850	19,999	5,027	10,763	4,234	55,502
Disbursements:							
Personal services	1,986	-	18,873	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	5,103	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	2,688	-	-	43,647
Total disbursements	7,089	-	18,873	2,688	-	-	43,647
Excess (deficiency) of receipts over disbursements	4,057	1,850	1,126	2,339	10,763	4,234	11,855
Cash and investments - ending	\$ 76,094	\$ 19,821	\$ 18,510	\$ 22,687	\$ 37,088	\$ 15,163	\$ 46,071

BROWN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	Surveyor's Corner Perpetuation	Jury Pay	Bc Prisoner Reimbursement	Rainy Day	LEVY EXCESS	County Option Dog Tax	Cumulative Capital Development
Cash and investments - beginning	\$ 2,224	\$ 26,675	\$ 19,910	\$ 1,591,331	\$ 17,454	\$ 16,878	\$ 669,590
Receipts:							
Taxes	-	-	-	(1)	7,704	-	146,323
Licenses and permits	-	-	-	-	-	10,506	-
Intergovernmental	-	-	-	-	-	-	12,441
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	5,015	-	-	813,188	-	-	822,836
Total receipts	5,015	-	-	813,187	7,704	10,506	981,600
Disbursements:							
Personal services	-	-	-	94,180	-	-	31,502
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	577,912
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	5,123	4,464	-	-	-	17,063	-
Total disbursements	5,123	4,464	-	94,180	-	17,063	609,414
Excess (deficiency) of receipts over disbursements	(108)	(4,464)	-	719,007	7,704	(6,557)	372,186
Cash and investments - ending	\$ 2,116	\$ 22,211	\$ 19,910	\$ 2,310,338	\$ 25,158	\$ 10,321	\$ 1,041,776

BROWN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	Cumulative Bridge	Cumulative Capital Improvement	City And Town Court Costs	Congressional School Interest	Tax Sale Redemption	Surplus Tax	State Settlement
Cash and investments - beginning	\$ 562,097	\$ 814,014	\$ 332	\$ 8,575	\$ 4,344	\$ 130,566	\$ 7,547
Receipts:							
Taxes	258,882	-	-	-	-	-	14,814,679
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	22,010	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	49,043	2,186	3,691	-	32,042	25,361	-
Total receipts	329,935	2,186	3,691	-	32,042	25,361	14,814,679
Disbursements:							
Personal services	100,384	-	-	-	-	-	-
Supplies	21,361	-	-	-	-	-	-
Other services and charges	257,204	3,639	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	812,342	3,101	170	29,780	42,170	14,814,679
Total disbursements	378,949	815,981	3,101	170	29,780	42,170	14,814,679
Excess (deficiency) of receipts over disbursements	(49,014)	(813,795)	590	(170)	2,262	(16,809)	-
Cash and investments - ending	\$ 513,083	\$ 219	\$ 922	\$ 8,405	\$ 6,606	\$ 113,757	\$ 7,547

BROWN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	State Fines And Forfeitures	State Sales Disclosure Fee	Infraction Judgements	Inheritance Tax	Education Plate Fees Agency	Financial Institution Tax	Wheel Tax
Cash and investments - beginning	\$ 516	\$ 165	\$ 1,568	\$ 62,738	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	281	-	-
Intergovernmental	-	-	-	-	-	33,288	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	2,375	-	-	-	-	-
Other receipts	807	-	19,045	259,794	-	-	59,807
Total receipts	807	2,375	19,045	259,794	281	33,288	59,807
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	1,127	2,330	19,753	237,739	281	24,966	59,807
Total disbursements	1,127	2,330	19,753	237,739	281	24,966	59,807
Excess (deficiency) of receipts over disbursements	(320)	45	(708)	22,055	-	8,322	-
Cash and investments - ending	\$ 196	\$ 210	\$ 860	\$ 84,793	\$ -	\$ 8,322	\$ -

BROWN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	Child Restraint Violations Fines	Homestead Credit Rebate	OPER LEVY FREZE STABILIZATION	Cities Readiness V	Dental/MRI Support Clinic	Reassessment - 2015	Recorder's Training Fund
Cash and investments - beginning	\$ -	\$ 35,343	\$ 742,643	\$ (88)	\$ (2,445)	\$ 91,348	\$ 721
Receipts:							
Taxes	-	-	-	-	(1)	92,546	-
Licenses and permits	-	-	-	88	-	-	-
Intergovernmental	-	-	-	-	-	7,869	-
Charges for services	-	-	-	-	-	-	(1)
Fines and forfeits	25	-	-	-	-	-	-
Other receipts	-	-	-	-	4,619	-	1,951
Total receipts	<u>25</u>	<u>-</u>	<u>-</u>	<u>88</u>	<u>4,618</u>	<u>100,415</u>	<u>1,950</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	454	-
Other services and charges	-	-	-	-	2,174	24,722	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	25	-	106,267	-	-	-	630
Total disbursements	<u>25</u>	<u>-</u>	<u>106,267</u>	<u>-</u>	<u>2,174</u>	<u>25,176</u>	<u>630</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>-</u>	<u>(106,267)</u>	<u>88</u>	<u>2,444</u>	<u>75,239</u>	<u>1,320</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 35,343</u>	<u>\$ 636,376</u>	<u>\$ -</u>	<u>\$ (1)</u>	<u>\$ 166,587</u>	<u>\$ 2,041</u>

BROWN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	Sheriff Sale Administration	County General Incentive Fund	Buyout Grant	Buyout Grant 2	Prosecutor Investigator Grant	Helmsburg Br Co Water Grant	Stormwater Project
Cash and investments - beginning	\$ -	\$ 68,123	\$ 9,999	\$ (2,292)	\$ (5,057)	\$ (86,930)	\$ 117,207
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	(1)	(1)	-	-	-
Fines and forfeits	16,435	-	-	-	-	-	-
Other receipts	-	6,851	808,243	98,224	40,754	54,116	36,205
Total receipts	16,435	6,851	808,242	98,223	40,754	54,116	36,205
Disbursements:							
Personal services	-	1,448	-	-	34,837	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	9,100	-	47,700	-	-	94,337	26,636
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	679	578,490	136,169	-	-	-
Total disbursements	9,100	2,127	626,190	136,169	34,837	94,337	26,636
Excess (deficiency) of receipts over disbursements	7,335	4,724	182,052	(37,946)	5,917	(40,221)	9,569
Cash and investments - ending	\$ 7,335	\$ 72,847	\$ 192,051	\$ (40,238)	\$ 860	\$ (127,151)	\$ 126,776

BROWN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	PROS CONTROLLED SUB. TAX	PROBATION APPLICATION FEE	CITIES READINESS	CITIES READINESS II	PUBLIC HEALTH COORDINATION-BIOT	BIOTERRORISM CASH ALLOW	BIOTERRORISM SUPPLEMENTAL A
Cash and investments - beginning	\$ 236	\$ 1,200	\$ 62	\$ 3,113	\$ 286	\$ 6,469	\$ 9,180
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	125	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	-	125	-	-	-	-	-
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	-	-	-	-	-	-	-
Excess (deficiency) of receipts over disbursements	-	125	-	-	-	-	-
Cash and investments - ending	\$ 236	\$ 1,325	\$ 62	\$ 3,113	\$ 286	\$ 6,469	\$ 9,180

BROWN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	HOMELAND SECURITY-LETPP	BR CO EMERG MANAGEMENT	HEA 1001 STATE HSC	PROSECUTOR ST FORFEITURE	PROSECUTOR FED FORFEITURE	PRESCRIPTION DRUG ABUSE PROGRAM	P & Z PROJECT
Cash and investments - beginning	\$ 319	\$ 52	\$ 4,041	\$ 2,500	\$ 506	\$ 500	\$ 10,000
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	767	-	-	-	-
Total receipts	-	-	767	-	-	-	-
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	-	-	-	-	-	-	-
Excess (deficiency) of receipts over disbursements	-	-	767	-	-	-	-
Cash and investments - ending	\$ 319	\$ 52	\$ 4,808	\$ 2,500	\$ 506	\$ 500	\$ 10,000

BROWN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	TITLE III HAVA	JUVENILE AC ABILITY GRANT	ECONOMIC DEV COMM - OBER GRANT	TITLE III - FIRE	COUNTY CHILD ADVOCACY FUND	LAW ENFORCEMENT ED	ACCESS ENHANCEMENT
Cash and investments - beginning	\$ 49,300	\$ 593	\$ 2,000	\$ 4,349	\$ 927	\$ 2,949	\$ 605
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	-	-	-	-	-	-	-
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	-	-	-	-	-	-	-
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	-	-
Cash and investments - ending	\$ 49,300	\$ 593	\$ 2,000	\$ 4,349	\$ 927	\$ 2,949	\$ 605

BROWN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	EXTRADITION FUND COUNTY	E-911 LANDLINE	SHERIFF'S CASH BOOK	PARK & REC PETTY CASH	HEALTH DEPT	Cities Readiness III	Auditors Ineligible Ded Fund
Cash and investments - beginning	\$ 764	\$ 11,460	\$ -	\$ 3,159	\$ 1,823	\$ (1,250)	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	68,489	173,313	3,398	783	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	1,250	30,455
Total receipts	-	68,489	173,313	3,398	783	1,250	30,455
Disbursements:							
Personal services	-	35,844	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	5,269	-	-	-	-	654
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	38,836	173,313	3,159	2,603	-	5,682
Total disbursements	-	79,949	173,313	3,159	2,603	-	6,336
Excess (deficiency) of receipts over disbursements	-	(11,460)	-	239	(1,820)	1,250	24,119
Cash and investments - ending	\$ 764	\$ -	\$ -	\$ 3,398	\$ 3	\$ -	\$ 24,119

BROWN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	Brown County 911	Park & Rec Movie Night Grant	DLGF Homestead Prop Database	LCC Drug-Free Communities Grant	CITIES READINESS VI	Convention And Tourism	Property Reassessment
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 229,227	\$ 22,101
Receipts:							
Taxes	-	-	-	-	-	714,074	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	8,002	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	139,450	4,500	6	2,000	6,878	-	-
Total receipts	147,452	4,500	6	2,000	6,878	714,074	-
Disbursements:							
Personal services	93,069	-	-	-	-	-	-
Supplies	661	-	-	-	7,380	-	3,574
Other services and charges	375	-	-	-	-	-	9,622
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	4,500	-	-	-	-	-
Other disbursements	-	-	7	-	-	730,000	-
Total disbursements	94,105	4,500	7	-	7,380	730,000	13,196
Excess (deficiency) of receipts over disbursements	53,347	-	(1)	2,000	(502)	(15,926)	(13,196)
Cash and investments - ending	\$ 53,347	\$ -	\$ (1)	\$ 2,000	\$ (502)	\$ 213,301	\$ 8,905

BROWN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	Criminal Justice - Federal	Comm Corrections - Home Detention	Project Income	Probation User Fee-Administrative	Riverboat Wag. Tax Revenue Sharing	Tobacco lii	Health Maintenance li
Cash and investments - beginning	\$ 736	\$ (19,905)	\$ 22,007	\$ 32,791	\$ 428,478	\$ 24,897	\$ 42,677
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	90,293	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	10,192	-	-	-
Other receipts	697	203,111	68,658	-	-	14,890	12,672
Total receipts	697	203,111	68,658	10,192	90,293	14,890	12,672
Disbursements:							
Personal services	-	-	-	22,408	-	-	5,228
Supplies	153	-	-	-	-	-	941
Other services and charges	37	175,964	-	-	-	9,998	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	125	5,058	53,903	-	4,757	-	-
Total disbursements	315	181,022	53,903	22,408	4,757	9,998	6,169
Excess (deficiency) of receipts over disbursements	382	22,089	14,755	(12,216)	85,536	4,892	6,503
Cash and investments - ending	\$ 1,118	\$ 2,184	\$ 36,762	\$ 20,575	\$ 514,014	\$ 29,789	\$ 49,180

BROWN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	Urine Drug Screen	Recorders Redacted Version	Civil Service Fee	Race & Gender Interpreter	Document Fees	Salt Creek Trail	Economic Dev Commission
Cash and investments - beginning	\$ 896	\$ 35,187	\$ 16,623	\$ 5,340	\$ 31,361	\$ (1,530)	\$ 16,057
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	1	2,270	-	-	-	9,951
Fines and forfeits	-	-	-	-	5,439	-	-
Other receipts	4,285	2,018	-	3,650	-	13,769	-
Total receipts	4,285	2,019	2,270	3,650	5,439	13,769	9,951
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	2,853
Other services and charges	3,769	-	-	248	-	-	1,161
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	311	-	-	-	12,029	111
Total disbursements	3,769	311	-	248	-	12,029	4,125
Excess (deficiency) of receipts over disbursements	516	1,708	2,270	3,402	5,439	1,740	5,826
Cash and investments - ending	\$ 1,412	\$ 36,895	\$ 18,893	\$ 8,742	\$ 36,800	\$ 210	\$ 21,883

BROWN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	Property Transfer Fee Fund	Sheriff Surety Bond	Small Claim Service Fee	Alt. Dispute Fee	Pros. Infraction Deferral	Family Access	Pros. Incentive
Cash and investments - beginning	\$ 16,315	\$ 75	\$ 12,750	\$ 6,605	\$ 22,697	\$ (19,610)	\$ 29,360
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	68,322	-
Fines and forfeits	6,265	-	1,630	1,880	-	-	-
Other receipts	-	925	-	-	19,451	-	10,309
Total receipts	<u>6,265</u>	<u>925</u>	<u>1,630</u>	<u>1,880</u>	<u>19,451</u>	<u>68,322</u>	<u>10,309</u>
Disbursements:							
Personal services	-	-	-	-	8,306	38,864	-
Supplies	-	-	-	-	3,714	-	-
Other services and charges	-	-	-	1,300	6,035	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	910	-	32	-	58,730	-
Total disbursements	<u>-</u>	<u>910</u>	<u>-</u>	<u>1,332</u>	<u>18,055</u>	<u>97,594</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>6,265</u>	<u>15</u>	<u>1,630</u>	<u>548</u>	<u>1,396</u>	<u>(29,272)</u>	<u>10,309</u>
Cash and investments - ending	<u>\$ 22,580</u>	<u>\$ 90</u>	<u>\$ 14,380</u>	<u>\$ 7,153</u>	<u>\$ 24,093</u>	<u>\$ (48,882)</u>	<u>\$ 39,669</u>

BROWN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	Animal Ordinance	Clerk Incentive	Triad	Substance Treat.	Comm Transition Prog	Bond Admin Fees	Tobacco Free
Cash and investments - beginning	\$ 6,078	\$ 22,908	\$ 16,436	\$ 2,955	\$ 20,012	\$ 33,216	\$ 2,465
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	2,080	-	-	-	-	3,728	-
Other receipts	-	6,851	4,397	3,500	4,106	-	-
Total receipts	<u>2,080</u>	<u>6,851</u>	<u>4,397</u>	<u>3,500</u>	<u>4,106</u>	<u>3,728</u>	<u>-</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	2,923
Other services and charges	-	-	-	-	-	-	13,800
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	2,531	8,397	5,630	21,254	-	-
Total disbursements	<u>-</u>	<u>2,531</u>	<u>8,397</u>	<u>5,630</u>	<u>21,254</u>	<u>-</u>	<u>16,723</u>
Excess (deficiency) of receipts over disbursements	<u>2,080</u>	<u>4,320</u>	<u>(4,000)</u>	<u>(2,130)</u>	<u>(17,148)</u>	<u>3,728</u>	<u>(16,723)</u>
Cash and investments - ending	<u>\$ 8,158</u>	<u>\$ 27,228</u>	<u>\$ 12,436</u>	<u>\$ 825</u>	<u>\$ 2,864</u>	<u>\$ 36,944</u>	<u>\$ (14,258)</u>

BROWN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	Hwy Safety Plan	Sheriff Dnr Dist	Family Violence & Victim Asst	Cedit Excess	Sheriff Drug Buy Money	Prosecutor lv D Pca Fund	Health Support Clinic
Cash and investments - beginning	\$ 818	\$ 25	\$ (25,237)	\$ 333,065	\$ 17,879	\$ 702	\$ 6,819
Receipts:							
Taxes	-	-	-	(1)	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	5,764	1,500	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	26,292	677,574	649	1,088	-
Total receipts	5,764	1,500	26,292	677,573	649	1,088	-
Disbursements:							
Personal services	3,213	1,612	46,841	46,040	-	-	-
Supplies	-	-	-	49	-	-	-
Other services and charges	-	-	-	91,989	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	2,265	-	2,522	344,455	4,488	615	-
Total disbursements	5,478	1,612	49,363	482,533	4,488	615	-
Excess (deficiency) of receipts over disbursements	286	(112)	(23,071)	195,040	(3,839)	473	-
Cash and investments - ending	\$ 1,104	\$ (87)	\$ (48,308)	\$ 528,105	\$ 14,040	\$ 1,175	\$ 6,819

BROWN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	Parks & Recreation Grant Fund	Park & Rec Salt Creek Trail Maint	Park & Rec Salt Ck Trail Grant	E-911 Wireless	Cagit-Public Safety	Tax Sale Surplus	Br Co Ema Grant Fund
Cash and investments - beginning	\$ 1,379	\$ 2,765	\$ 549,217	\$ 41,221	\$ 381,551	\$ 322,473	\$ 3,381
Receipts:							
Taxes	-	-	-	-	674,702	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	32,060	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	2,430	-	175,989	-	1,665	960,416	3,537
Total receipts	2,430	-	175,989	32,060	676,367	960,416	3,537
Disbursements:							
Personal services	-	-	-	54,675	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	135	20,899	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	641,260	-	-
Other disbursements	2,430	-	-	18,471	15,000	184,730	3,381
Total disbursements	2,430	-	-	73,281	677,159	184,730	3,381
Excess (deficiency) of receipts over disbursements	-	-	175,989	(41,221)	(792)	775,686	156
Cash and investments - ending	\$ 1,379	\$ 2,765	\$ 725,206	\$ -	\$ 380,759	\$ 1,098,159	\$ 3,537

BROWN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	Prosecutor Arra Fund	Owner Occupied Rehab Grant	Ems Grant Fund	Jackson Twsp Fire Station Grant	Jail Lease Rental	Payroll	Coroners Training & Ed Fee
Cash and investments - beginning	\$ 18,564	\$ 4,197	\$ 61,786	\$ 2,460	\$ 432,402	\$ 274,361	\$ 119
Receipts:							
Taxes	-	-	-	-	431,466	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	36,684	-	-
Charges for services	(1)	-	-	-	-	-	1,135
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	5,001	-	-	-	1,895,514	-
Total receipts	(1)	5,001	-	-	468,150	1,895,514	1,135
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	1,579	-	-	-	-	-	-
Other services and charges	-	-	46,060	3,500	-	-	-
Debt service - principal and interest	-	-	-	-	592,000	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	5,000	-	-	-	2,066,707	1,187
Total disbursements	1,579	5,000	46,060	3,500	592,000	2,066,707	1,187
Excess (deficiency) of receipts over disbursements	(1,580)	1	(46,060)	(3,500)	(123,850)	(171,193)	(52)
Cash and investments - ending	\$ 16,984	\$ 4,198	\$ 15,726	\$ (1,040)	\$ 308,552	\$ 103,168	\$ 67

BROWN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	Surtax	Commercial Vehicle Tax	State Sales Tax	Local Option Tax Dist	Sheriff Service Fees - Retirement	Congrs. School Principal
Cash and investments - beginning	\$ -	\$ -	\$ 38	\$ -	\$ 1,273	\$ 8,496
Receipts:						
Taxes	-	-	-	2,908,869	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	92,410	-	-	-	-
Charges for services	-	-	-	-	5,552	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	385,821	-	43	-	-	-
Total receipts	<u>385,821</u>	<u>92,410</u>	<u>43</u>	<u>2,908,869</u>	<u>5,552</u>	<u>-</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	385,821	92,410	38	2,908,749	5,460	-
Total disbursements	<u>385,821</u>	<u>92,410</u>	<u>38</u>	<u>2,908,749</u>	<u>5,460</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>-</u>	<u>5</u>	<u>120</u>	<u>92</u>	<u>-</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 43</u>	<u>\$ 120</u>	<u>\$ 1,365</u>	<u>\$ 8,496</u>

BROWN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	Co Econ Dev Income Tax	County Treasurer	County Clerk	County Park & Rec Department	Prosecutors Bad Check	Public Safety Loit Distribution
Cash and investments - beginning	\$ 1	\$ 794,597	\$ 397,195	\$ 7,184	\$ 180	\$ -
Receipts:						
Taxes	1	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	727,217
Charges for services	-	-	-	4,322	10,335	-
Fines and forfeits	-	-	1,257,421	-	-	-
Other receipts	730,438	963,533	-	-	-	-
Total receipts	730,439	963,533	1,257,421	4,322	10,335	727,217
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	730,439	794,597	1,491,703	7,184	8,690	727,217
Total disbursements	730,439	794,597	1,491,703	7,184	8,690	727,217
Excess (deficiency) of receipts over disbursements	-	168,936	(234,282)	(2,862)	1,645	-
Cash and investments - ending	\$ 1	\$ 963,533	\$ 162,913	\$ 4,322	\$ 1,825	\$ -

BROWN COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	Cagit-Prop Tax Operating Levy	Cagit - Hsc 07 Pay 08	Special Death Benefits	Sex & Violent Offender Fund	Sheriff Dept Inmate Trust	Totals
Cash and investments - beginning	\$ -	\$ 25,585	\$ 25	\$ 1,664	\$ 1,733	\$ 13,851,130
Receipts:						
Taxes	581,775	1,479,463	-	-	-	27,477,902
Licenses and permits	-	-	-	-	-	61,920
Intergovernmental	-	-	-	-	-	3,235,257
Charges for services	-	-	-	-	47,436	1,064,378
Fines and forfeits	-	-	-	1,205	-	1,393,775
Other receipts	-	-	250	-	-	9,867,919
Total receipts	<u>581,775</u>	<u>1,479,463</u>	<u>250</u>	<u>1,205</u>	<u>47,436</u>	<u>43,101,151</u>
Disbursements:						
Personal services	-	-	-	-	-	6,153,180
Supplies	-	-	-	-	-	778,075
Other services and charges	-	-	-	-	-	3,304,323
Debt service - principal and interest	-	-	-	-	-	592,000
Capital outlay	-	-	-	-	-	966,712
Other disbursements	<u>581,775</u>	<u>1,207,211</u>	<u>255</u>	<u>481</u>	<u>46,872</u>	<u>30,771,099</u>
Total disbursements	<u>581,775</u>	<u>1,207,211</u>	<u>255</u>	<u>481</u>	<u>46,872</u>	<u>42,565,389</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>272,252</u>	<u>(5)</u>	<u>724</u>	<u>564</u>	<u>535,762</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 297,837</u>	<u>\$ 20</u>	<u>\$ 2,388</u>	<u>\$ 2,297</u>	<u>\$ 14,386,892</u>

BROWN COUNTY
SCHEDULE OF PAYABLES AND RECEIVABLES
December 31, 2012

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	<u>\$ 207,049</u>	<u>\$ 209,452</u>

BROWN COUNTY
SCHEDULE OF LEASES AND DEBT
December 31, 2012

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities: Jail Holding Corp	Pay for new Jail/Law Enforcement Building	\$ 592,000	01-01-03	12-31-29
Total of annual lease payments		<u>\$ 592,000</u>		

Type	Description of Debt Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities: Notes and loans payable	Payment on Vehicles	\$ 28,488	\$ 29,984
Totals		<u>\$ 28,488</u>	<u>\$ 29,984</u>

BROWN COUNTY
 SCHEDULE OF CAPITAL ASSETS
 December 31, 2012

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed or donated assets are reported at estimated fair value at the time received.

	Ending Balance
Governmental activities:	
Land	\$ 6,046,571
Infrastructure	90,752,464
Buildings	1,595,800
Machinery, equipment, and vehicles	3,511,279
Total governmental activities	101,906,114
Total capital assets	\$ 101,906,114

BROWN COUNTY
OTHER REPORTS

The annual report presented herein was prepared in addition to the other official reports prepared for the individual County offices listed below:

County Auditor
County Treasurer

SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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

TO: THE OFFICIALS OF BROWN COUNTY, INDIANA

Report on Compliance for Each Major Federal Program

We have audited Brown County's (County) compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2012. The County's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2012.

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

Report on Internal Control Over Compliance

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

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

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as items 2012-3 and 2012-4 to be material weaknesses.

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

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



Bruce Hartman
State Examiner

June 5, 2013

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

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

BROWN COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended December 31, 2012

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. Department of Commerce</u>				
ARRA - State Broadband Data and Development Grant Program Broad Band Radios	Indiana Department of Commerce	11.558	Calendar 2012	\$ 2,000
Total - Department of Commerce				<u>2,000</u>
<u>U.S. Department of Housing and Urban Development</u>				
CDBG - State-Administered CDBG Cluster				
CDBG/State's Program and Non-Entitlement Grants in Hawaii Brown County Water Project	Office of Community & Rural Affairs	14.228	DR2-09-083	54,116
CDBG/State's Program and Non-Entitlement Grants in Hawaii Brown County Helmsburg Stormwater	Office of Community & Rural Affairs	14.228	DR2-09-094	47,414
CDBG/State's Program and Non-Entitlement Grants in Hawaii Brown County Flood Buyout #1	Office of Community & Rural Affairs	14.228	DR1HB-009-003	288,727
CDBG/State's Program and Non-Entitlement Grants in Hawaii Brown County Flood Buyout #2	Office of Community & Rural Affairs	14.228	DR1HB-009-004	39,262
CDBG/State's Program and Non-Entitlement Grants in Hawaii Owner Occupied Rehabit Grant	IN Housing and Community Development Authority	14.228	DR10R-009-019	<u>5,000</u>
Total - CDBG - State Administered CDBG Cluster				<u>434,519</u>
Total - Department of Housing and Urban Development				<u>434,519</u>
<u>U.S. Department of Justice</u>				
Crime Victim Assistance VOCA	Indiana Criminal Justice Institute	16.575	D-312-6391	10,011
Crime Victim Assistance VOCA	Indiana Criminal Justice Institute	16.575	D-312-6890	32,564
Crime Victim Assistance CASA	Indiana Criminal Justice Institute	16.575	2011/2012	<u>4,228</u>
Total for program				<u>46,803</u>
Violence Against Women Formula Grants STOP	Indiana Criminal Justice Institute	16.588	11STPR046	<u>24,473</u>
Total - Department of Justice				<u>71,276</u>
<u>U.S. Department of Transportation</u>				
Highway Planning and Construction Cluster				
Highway Planning and Construction Bridge Inspection	Indiana Department of Transportation	20.205	DES#9000118	31,594
Highway Planning and Construction Bridge Inspection	Indiana Department of Transportation	20.205	DES#0100151	<u>13,166</u>
Total for Highway Planning and Construction Cluster				<u>44,760</u>

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

BROWN COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended December 31, 2012
(Continued)

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. Department of Transportation (continued)</u>				
Highway Safety Cluster				
Alcohol Impaired Driving Countermeasures Incentive Grants I Operation Pullover	Indiana Criminal Justice Institute	20.601	OP-11-02-02-11	6,200
Total - Department of Transportation				<u>50,960</u>
<u>U.S. Department of Health and Human Services</u>				
Public Health Emergency Preparedness Cities Readiness	Indiana State Department of Health	93.069	DS#A70-2-053184	6,879
Child Support Enforcement	Indiana Department of Child Services	93.563		
Clerk's Incentive			Calendar 2012	2,531
Court's Incentive			Calendar 2012	2,127
Clerk's Expenditures			Calendar 2012	10,462
Prosecutor's Expenditures			Calendar 2012	102,542
Indirect Cost			Calendar 2012	26,022
Private Collections			Calendar 2012	718
Total for program				<u>144,402</u>
Grants to States for Access and Visitation Programs Family Access Program	Indiana Department of Family and Social Service Administration	93.597	A93-1-97-CS00063989	68,312
Voting Access for Individuals with Disabilities - Grants to States Help America Vote	Indiana Department of Family and Social Service Administration	93.617	Calendar 2012	5,000
Total - Department of Health and Human Services				<u>224,593</u>
<u>U.S. Department of Homeland Security</u>				
Hazard Mitigation Grant Brown County Flood Buyout #1	Indiana Department of Homeland Security	97.039	DR1HB-009-003	407,516
Hazard Mitigation Grant Brown County Flood Buyout #2	Indiana Department of Homeland Security	97.039	DR1HB-009-004	117,786
Total for program				<u>525,302</u>
Emergency Management Performance Grants EMA Salary Reimbursement	Indiana Department of Homeland Security	97.042	C44P-2-313	24,917
Total - Department of Homeland Security				<u>550,219</u>
Total federal awards expended				<u>\$ 1,333,567</u>

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

BROWN COUNTY
NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Basis of Presentation

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

BROWN COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statement:

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

Federal Awards:

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

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
97.039	CDBG – State Administered CDBG Cluster Hazard Mitigation Grant

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

Auditee qualified as low-risk auditee? no

Section II – Financial Statement Findings

FINDING 2012-1 - INTERNAL CONTROLS OVER FINANCIAL TRANSACTIONS AND REPORTING

We noted deficiencies in the internal control systems of the County Treasurer's and County Auditor's office related to financial transactions and reporting.

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

1. The amount of the funds ledger balance on the County Treasurer's cash book used for reconciliation did not agree to the fund balance from the County Auditor's ledger.

BROWN COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Controls were not in place to ensure the balance per the bank accounts reconciled with the County Treasurer's cash book. We noted posting errors in the cash book of \$1,378,004 that had not been identified by the Treasurer. Upon review by the Treasurer, \$661,911 was from wire transfers and \$703,524 was Homestead LOIT that had not been posted. After posting adjustments were made, the Treasurer's cash book showed \$8,609.74 as amount needed to reconcile.

No combined bank reconciliation worksheet was completed, which would have enabled the Treasurer's staff to more readily determine whether the bank reconciliations and the Treasurer's cash book actually balanced. The County Treasurer did not review or approve the bank reconciliation.

A reconciliation of the monthly comparison report of ledger fund balances was not being done between the County Treasurer and County Auditor. As of December 31, 2012, the amount the Treasurer showed on the Treasurer's cash book for the fund ledger balance was \$12,569 more than the Auditor's fund ledger balance. No effort has been made to identify and correct these differences.

2. The Auditor did not have effective controls in place to prevent posting errors on EFT's. We noted an instance where an EFT was posted more than once and not detected. Due to the lack of controls over reconciling by the Treasurer, there were no controls in place to prevent or detect posting errors.

Effective internal control over financial reporting involves the identification and analysis of the risks of material misstatement to the County's audited financial statements and then determining how those identified risks should be managed. The County has not identified risks to the preparation of reliable financial statements and as a result has failed to design effective controls over the preparation of the financial statement to prevent or detect material misstatements, including notes to the financial statement.

Effective internal control over financial reporting to prevent material misstatements in a timely manner requires the Auditor and Treasurer to monitor and assess the quality of the system.

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

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

Indiana Code 5-13-6-1(e) states:

"(e) All local investment officers shall reconcile at least monthly the balance of public funds, as disclosed by the records of the local officers, with the balance statements provided by the respective depositories."

BROWN COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

At all times, the manual and/or computerized records, subsidiary ledgers, control ledger, and reconciled bank balance should agree. If the reconciled bank balance is less than the subsidiary or control ledgers, then the responsible official or employee may be held personally responsible for the amount needed to balance the fund. (Accounting and Uniform Compliance Guidelines Manual for County Treasurers of Indiana, Chapter 10)

***FINDING 2012-2 - INTERNAL CONTROL OVER PREPARATION OF
THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS***

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

During the audit of the SEFA, we noted the following errors: 1. The SEFA was understated by \$332,747; 2. Fifteen of the twenty federal grants received were not reported on the SEFA. Audit adjustments were proposed, accepted by the County, and made to the SEFA presented in this report. These adjustments resulted in a presentation of the SEFA that is materially correct in relation to the financial statements.

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

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

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

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

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

- (1) List individual Federal programs by Federal agency. For Federal programs included in a cluster of programs, list individual Federal programs within a cluster of programs. For R&D, total Federal awards expended shall be shown either by individual award or by Federal agency and major subdivision within the Federal agency. For example, the National Institutes of Health is a major subdivision in the Department of Health and Human Services.

BROWN COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

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

Section III – Federal Award Findings and Questioned Costs

FINDING 2012-3 - SEGREGATION OF DUTIES - INTERNAL CONTROL

Federal Agency: U.S. Department of Housing and Urban Development
Federal Program: CDBG/State's Program and Non-Entitlement Grants in Hawaii
CFDA Number: 14.228
Title of Contact Person: Glenda Stogsdill; Auditor
Phone: 812-988-5485
Email address: Stogsdillgk@browncounty-in.us
Federal Award Number: DR2-09-083; DR2-09-094; DR1HB-009-003;
DR1HB-009-004; and DR10R-009-019
Pass-Through Entity: Office of Community and Rural Affairs; Indiana
Housing and Community Development Authority

Management of the County has not established an effective internal control system over compliance requirements related to activities allowed, allowable costs, cash management, period of availability, procurement and suspension and debarment, program income, real property acquisition and reporting. The failure to establish an effective internal control system places the County at risk of material noncompliance.

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

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

BROWN COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

OMB Circular A-133, Subpart C, section .300(b) states:

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

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

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

FINDING 2012-4 - SEGREGATION OF DUTIES - INTERNAL CONTROL

Federal Agency: U.S. Department of Homeland Security
Federal Program: Hazard Mitigation Grant
CFDA Number: 97.039
Title of Contact Person: Glenda Stogsdill; Auditor
Phone: 8 12-988-5485
Email address: Stogsdillgk@browncounty-in.us
Federal Award Number: DR1HB-009-003 and DR1HB-009-004
Pass-Through Entity: Indiana Department of Homeland Security

Management of the County has not established an effective internal control system over compliance requirements related to activities allowed, allowable costs, cash management, matching, period of availability, procurement and suspension and debarment, real property acquisition and reporting. The failure to establish an effective internal control system places the county at risk of material noncompliance.

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

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

OMB Circular A-133, Subpart C, section .300(b) states:

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

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

BROWN COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

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

Mary Smith
Treasurer

Telephone
(812) 988-5458
Fax
(812) 988-5520

Brown County Treasurer
P.O. Box 98
Nashville, In 47448
smithme@browncounty-in.us

May 24, 2013

CORRECTIVE ACTION PLAN

Finding Number 2012-1 Internal controls over financial transactions and reporting

1. The treasurer's office will be more consistent in reconciling the bank statements to the cash book each month. This will consist of cleaning up past reconciliation amounts.
2. The treasurer's office will make better use of a combined monthly reconciliation worksheet to help determine actual balances of each amount
3. The differences on the monthly comparison report between the Treasurer and Auditor will be corrected and closer inspection will take place to balance monthly.
4. As the new treasurer, I will ensure that all work done on bank reconciliation will be reviewed for accuracy and approved before moving to the next month's work.

Mary Smith



Brown County Treasurer



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

**FINDING 2012-1 INTERNAL CONTROLS OVER FINANCIAL TRANSACTIONS AND REPORTING:
WE HAVE WORKED OUT A SYSTEM TO KEEP BETTER TRACK OF THE FUNDS THAT ARE
BALANCED WITH THE TREASURER.**

**FINDING 2012-2 INTERNAL CONTROL OVER PREPARATION OF THE SCHEDULE OF
EXPENDITURES OF FEDERAL LOANS. I HAVE TALKED TO THE COMMISSIONERS AND
OUR COUNTY ADMINISTRATOR AND ASKED THEM TO MAKE SURE WE HAVE ALL THE
INFORMATION THAT IS NEEDED TO KEEP THE FUNDS IN BALANCE AND TO
DISTRIBUTE THE FUNDS ACCURATELY.**

**FINDING 2012-3 SEGREGATION OF DUTIES INTERNAL CONTROL
FEDERAL AGENCY U.S. HOUSING AND URBAN DEVELOPMENT
FEDERAL PROGRAM: COMMUNITY DEVELOPMENT BLOCK GRANTS/STATE'S
PROGRAM AND NON-ENTITLEMENT GRANTS IN HAWAII; INDIANA HOUSING AND DEV-
ELOPMENT AUTHORITY
CFDA NUMBER: 14.228
AUDITOR CONTACT: GLENDA STOGSDILL
TITLE OF CONTACT PERSON: COUNTY AUDITOR
PHONE NUMBER: 812-988-5485
EMAIL: stogsdillgk@browncounty-in.us
COMPLETION DATE: MAY 22, 2013**

**THE COUNTY WILL IMPLEMENT INTERNAL CONTROL PROCEDURES AND MONITOR ALL
GRANTS MAINTAINED BY THE GRANT ADMINISTRATOR FOR ACCURACY AND COMPLIANCE
REQUIREMENTS.**

**FINDING 2012-4 SEGREGATION OF DUTIES-INTERNAL CONTROL.
FEDERAL AGENCY U.S. DEPARTMENT OF HOMELAND SECURITY
FEDERAL PROGRAM: HAZARD MITIGATION GRANT
CFDA NUMBER: 97.039
AUDITOR CONTACT PERSON: GLENDA STOGSDILL
TITLE OF CONTACT PERSON: COUNTY AUDITOR
PHONE NUMBER: 812-988-5485**

EMAIL: stogsdillgk@browncounty-in.us

COMPLETION DATE: MAY 22, 2013

THE COUNTY WILL IMPLEMENT INTERNAL CONTROL PROCEDURES AND MONITOR ALL GRANTS MAINTAINED BY THE GRANT ADMINISTRATOR FOR ACCURACY AND COMPLIANCE REQUIREMENTS.

A handwritten signature in cursive script that reads "Glenda Stogsdill".

GLEND A STOGSDILL

MAY 22, 2013

BROWN COUNTY
EXIT CONFERENCE

The contents of this report were discussed on June 10, 2013, with Glenda K. Stogsdill, Auditor; Mary Smith, Treasurer; David Crister, President of the County Council; John Kennard, President of the Board of County Commissioners; Joe Wray, former Treasurer and County Commissioner; Michael Thompson, County Administrator; and Linda Axsom, Head Bookkeeper, Auditor.