

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

FINANCIAL STATEMENT AND FEDERAL

SINGLE AUDIT REPORT

OF

ELKHART COUNTY, INDIANA

January 1, 2014 to December 31, 2014



FILED
12/29/2016

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
County Auditor	Pauline E. Graff	01-01-11 to 12-31-18
County Treasurer	Jackie L. Meyers (Vacant) Larry Ernest	01-01-13 to 09-13-16 09-14-16 to 09-25-16 09-26-16 to 12-31-16
Clerk of the Circuit Court	Wendy S. Hudson	01-01-11 to 12-31-18
County Sheriff	Bradley D. Rogers	01-01-11 to 12-31-18
County Recorder	Jerry L. Weaver Jennifer Doriot	01-01-11 to 12-31-14 01-01-15 to 12-31-18
President of the Board of County Commissioners	Terry J. Rodino	01-01-14 to 12-31-16
President of the County Council	John K. Letherman	01-01-14 to 12-31-16



INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF ELKHART COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of Elkhart County (County), which comprises the financial position and results of operations for the year ended December 31, 2014, and the related notes to the financial statement as listed in the Table of Contents.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the financial reporting provisions of the Indiana State Board of Accounts as allowed by state statute (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, 2014.

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, 2014, in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

Other Matters

Supplementary Information

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


Other Information

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

INDEPENDENT AUDITOR'S REPORT
(Continued)

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated November 7, 2016, on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.


Paul D. Joyce, CPA
State Examiner

November 7, 2016



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

TO: THE OFFICIALS OF ELKHART COUNTY, INDIANA

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statement of Elkhart County (County), which comprises the financial position and results of operations for the year ended December 31, 2014, and the related notes to the financial statement, and have issued our report thereon dated November 7, 2016, wherein we noted the County followed accounting practices the Indiana State Board of Accounts prescribes rather than accounting principles generally accepted in the United States of America.

Internal Control over Financial Reporting

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

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 item 2014-001 to be a material weakness.

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

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)


determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Questioned Costs as item 2014-001.

Elkhart County's Response to Findings

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

Purpose of This Report

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


Paul D. Joyce, CPA
State Examiner

November 7, 2016

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FINANCIAL STATEMENT AND ACCOMPANYING NOTES

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

ELKHART COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended December 31, 2014

Fund	Cash and Investments 01-01-14	Receipts	Disbursements	Cash and Investments 12-31-14
After Settlement Collections	\$ 5,577,032	\$ 6,879,122	\$ 5,577,032	\$ 6,879,122
Sheriff's Inmate Trust	61,847	2,305,883	2,305,210	62,520
Jail Commissary	95,555	504,121	488,022	111,654
Clerk's Trust	1,544,041	22,218,328	21,938,635	1,823,734
General	4,947,691	34,357,598	36,344,476	2,960,813
Accident Report	17,590	34,090	26,975	24,705
CAGIT - Special Legislation	31,566	-	-	31,566
CAGIT County Certified Shares	73,986	10,736,129	10,634,934	175,181
CEDIT County Share	3,005,688	4,331,875	2,926,946	4,410,617
Clerk's Records Perpetuation	179,009	61,228	64,386	175,851
Congressional School Interest	78,844	-	917	77,927
Congressional School Principal	45,862	-	-	45,862
Convention Visitor and Tourism Promotion	2	1,303,625	1,300,000	3,627
Prisoner Reimbursement For Incarceration	2,053,382	3,024,148	3,336,154	1,741,376
Sales Disclosure - County Share	36,790	40,270	45,319	31,741
Cumulative Bridge	1,117,283	722,735	1,035,503	804,515
Cumulative Building	216,403	-	42,000	174,403
Cumulative Capital Development	1,690,369	979,436	1,173,165	1,496,640
Cumulative Drainage	937,838	422,922	473,196	887,564
Cumulative Jail	1,438,212	9,455,378	10,357,399	536,191
Cumulative Voting System	254,780	437,968	475,037	217,711
Drug Free Community	170,148	173,904	171,752	172,300
Economic Development Fee	3,000	-	-	3,000
Electronic Map Generation	45,734	25,614	29,691	41,657
Emergency Planning/Right To Know	127,778	22,305	35,545	114,538
Emergency Telephone System	580,552	1,399,026	1,401,440	578,138
Enhanced Access	13,763	52,121	18,265	47,619
Extradition and Sheriff's Assistance	189,278	16,753	91,567	114,464
Firearms Training	37,993	55,240	44,082	49,151
Health	691,660	2,588,481	2,571,118	709,023
Identification Security Protection	57,461	12,840	15,000	55,301
Levy Excess	-	4,669	-	4,669
Local Health Maintenance	176,243	72,733	74,174	174,802
Local Road and Street	1,287,921	1,306,586	1,474,435	1,120,072
Major Bridge	1,018,622	1,587,107	940,309	1,665,420
Major Moves Construction	11,142,583	1,447,001	842,014	11,747,570
Misdemeanant	172,885	119,431	251,983	40,333
Motor Vehicle Highway	4,695,344	6,569,649	5,954,885	5,310,108
Park Nonreverting Capital	356,986	73,918	31,093	399,811
Park Nonreverting Operating	206,132	109,691	106,672	209,151
Plat Book	218,041	39,034	28,701	228,374
Rainy Day	277,804	414	-	278,218
Reassessment - 2015	1,019,924	98,859	425,961	692,822
Recorder's Records Perpetuation	289,986	261,674	233,623	318,037
Sheriff's Pension Trust	39,653	209,311	222,000	26,964
Supplemental Public Defender Services	162,788	122,409	84,501	200,696
Surplus Tax	751,398	405,159	592,213	564,344
Surveyor's Corner Perpetuation	71,482	32,740	56,400	47,822
Tax Sale Redemption	47,953	724,867	753,283	19,537
Tax Sale Surplus	4,030,368	2,982,940	4,071,114	2,942,194
Unsafe Building	3,010	519	3,009	520
GAL/CASA	-	47,002	47,002	-
Auditors Ineligible Deductions	413,141	67,638	40,069	440,710
County Elected Officials Training	34,485	11,889	1,903	44,471
Park And Recreation	149,508	1,329,827	1,297,019	182,316
County Offender Transportation Fund	13,898	5,617	-	19,515
Statewide 911	1,574,166	1,165,852	849,051	1,890,967

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

ELKHART COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended December 31, 2014
(Continued)

Fund	Cash and Investments 01-01-14	Receipts	Disbursements	Cash and Investments 12-31-14
Abandoned Vehicle	15,911	6,465	3,947	18,429
Supplemental Adult Probation Services	180,381	779,204	943,687	15,898
Supplemental Juvenile Probation Services	35,092	19,459	40,422	14,129
Alternative Dispute Resolution	20,375	17,760	6,720	31,415
County's Law enforcement Conti	276,239	579,996	639,325	216,910
Elkhart County Sheriff Donatio	6,043	9,280	12,315	3,008
TIF Capital Projects	4,184,508	7,301,187	4,795,457	6,690,238
Debt Service	9,131,998	6,465,804	6,337,899	9,259,903
Self-Insurance	1,728,088	26,775,437	27,198,379	1,305,146
Payroll Clearing	111,031	19,809,145	19,921,557	(1,381)
Settlement	-	183,416,471	183,416,471	-
Wheel Tax	-	655,708	655,708	-
Sur Tax	-	4,151,428	4,151,428	-
CVET Agency	-	1,270,182	1,270,182	-
Weed Lien Collections	3,032	1,780	40	4,772
Sewage Collections	-	249,000	249,000	-
Financial Institution Tax	-	1,241,965	1,241,965	-
HEA 1001 State Homestead Credit	28,536	-	28,536	-
State Fines and Forfeitures	89,546	602,207	596,930	94,823
Infraction Judgements	30,370	323,375	335,025	18,720
Special Death Benefit	930	13,345	13,030	1,245
Coroners Training & Con't Education	1,894	21,948	22,216	1,626
DLGF Homestead Property Database	84	207	258	33
Child Restraint Violations Fines	325	5,034	5,309	50
Inheritance Tax	36,431	449,038	353,477	131,992
Education Plate Fees Agency	-	3,319	3,150	169
Riverboat Revenue Sharing	-	1,170,324	1,170,324	-
CAGIT Distribution	-	28,366,064	28,366,064	-
CEDIT Distribution	-	9,911,200	9,911,200	-
City/Town Ordinance Violations Fines	-	37,729	37,729	-
93.563 Title IV-D Incentive	195,387	101,292	168,176	128,503
93.563 Prosecutor IV-D Incentive-Post Oct '99	396,181	165,391	190,222	371,350
93.563 Clerk IV-D Incentive-Post Oct '99	216,373	101,292	93,224	224,441
Road Maint & Construction	1,649,535	2,857,177	3,025,726	1,480,986
Tax Billing System (GUTS)	14,231	-	-	14,231
Tax Management Associates	182,962	-	182,962	-
Law Enforcement Continuing	135,742	22,565	24,412	133,895
Certificate Sales Surplus	90,299	-	-	90,299
Park & Recreation Donations	232,243	63,295	175,030	120,508
Court House War Memorial Donat	2,458	1,950	2,378	2,030
Redevelopment Commission	2,252	-	2,001	251
County Seizure of Assets	393,708	143,947	185,809	351,846
CTP - Community Corrections	370,400	156,726	180,983	346,143
Commissioners Certificate Rede	9,582	-	-	9,582
H. O. M. E. Consortium	195	-	24	171
Social Norming Grant	33,459	-	24,172	9,287
Juv Detention Alternative Init	-	137,136	69,823	67,313
FACT / Drug Free Fund	-	25,000	10,541	14,459
Horn Ditch Project 2 Phase	-	1,700,500	132,934	1,567,566
Settlement-License Excise Tax	(55)	17,696,507	17,696,452	-
Settlement-Economic Improvemen	-	65,704	65,704	-
Settlement-New Paris Sew Conse	-	382,836	382,836	-
Settlement-Property Tax Replac	-	9,455,355	9,455,355	-
10.557 Women Infant & Child G	(81,133)	914,933	953,188	(119,388)
10.557 Breastfeeding Peer Coun	(5,670)	55,305	61,798	(12,163)
14.218 Neighborhood Stabilizat	-	92,576	92,576	-
14.900 Stimulus Revenue - Lead	(123,223)	939,044	851,641	(35,820)
16.575 16.588 STOP Grant	(7,947)	26,304	26,321	(7,964)

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

ELKHART COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended December 31, 2014
(Continued)

Fund	Cash and Investments 01-01-14	Receipts	Disbursements	Cash and Investments 12-31-14
16.710 COPS Methamphetamine In	(13,492)	57,085	41,881	1,712
16.738 Ed Byrne Justice Assist	1,846	32,687	32,687	1,846
20.600 Highway Safety Program	7,284	82,720	80,175	9,829
20.601 Aggressive Driving Gran	114	-	-	114
66.032 State Indoor Radon Gas	(998)	998	-	-
66.818 Brown Field Grant	-	19,252	16,413	2,839
93.074 Public Health Preparedn	4,182	18,305	18,305	4,182
93.197 Childhood Lead Poisonin	61	-	-	61
93.268 Vaccines for Children	21	-	-	21
93.586 Court Improvement Grant	5,941	10,890	14,106	2,725
93.889 Medical Reserve Corps	12,380	-	377	12,003
93.940 H. I. V. Grant	(1,781)	33,783	35,986	(3,984)
93.988 Diabetes Grant	2,946	-	-	2,946
93.994 Maternal & Child Health	367,302	584,946	566,207	386,041
97.042 Emergency Mgt Performan	-	4,510	4,510	-
97.067 Homeland Security Grant	-	7,561	7,561	-
97.067 H S District 2 Equip. 5	-	65,997	65,997	-
16.548 Juvenile Detention Alte	802	-	-	802
97.067 EMAI Conference Grant	-	6,329	6,329	-
93.268 IN Immunization Program	(22,154)	55,965	62,184	(28,373)
97.067 Homeland Sec Grant Prgm	(46,753)	59,993	13,240	-
16.735 PREA Sex Abuse Preventi	(7,152)	16,862	9,710	-
93.994 MCH Dental	(9,725)	67,588	63,144	(5,281)
DUI Task Force	2,768	30,148	30,300	2,616
16.735 PREA Sex Abuse Prevent.	-	1,154	1,154	-
State Grant-GHS Breastfeeding	9,288	-	9,288	-
State Grant-Indiana Tobacco Pr	(11,678)	94,146	88,825	(6,357)
State Grant-Tobacco Prenatal S	(2,688)	-	-	(2,688)
Local Grant IU-GGH Child Abuse	5,000	-	5,000	-
Local Grant-Digital Dental Equ	-	35,000	-	35,000
State Grant-Family Court Fund	4,055	10,200	13,635	620
Jail Program Enhancement	63	-	59	4
St Grnt-HomeLand Security Fndn	(3,868)	3,868	-	-
Indiana Industrial Development	-	125,000	125,000	-
Solid Waste Disposal Fees	17,464,797	3,052,987	3,194,258	17,323,526
Solid Waste Closure Costs	5,011,373	55,011	-	5,066,384
Environmental/Special Projects	190,811	44,150	9,421	225,540
Solid Waste Capital Reserve	2,393,237	110,021	578,222	1,925,036
Elkhart County Storm Water MS4	4,171,929	2,517,605	2,156,602	4,532,932
Totals	\$ 102,599,162	\$ 456,921,333	\$ 454,337,794	\$ 105,182,701

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

ELKHART COUNTY
NOTES TO FINANCIAL STATEMENT

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

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

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

B. Basis of Accounting

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

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

C. Cash and Investments

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

D. Receipts

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

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

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

ELKHART COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

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

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

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

E. Disbursements

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

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

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

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

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

ELKHART COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

F. Interfund Transfers

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

G. Fund Accounting

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

Note 2. Budgets

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

Note 3. Property Taxes

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

ELKHART COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 4. Deposits and Investments

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

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

Note 5. Risk Management

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

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

Note 6. Pension Plans

A. Public Employees' Retirement Fund

Plan Description

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

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

Indiana Public Retirement System
One North Capitol, Suite 001
Indianapolis, IN 46204
Ph. (888) 526-1687

ELKHART COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

Funding Policy and Annual Pension Cost

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

B. County Police Retirement Plan

Plan Description

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

Funding Policy

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

C. County Police Benefit Plan

Plan Description

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

Funding Policy

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

Note 7. Cash Balance Deficits

The financial statement contains some funds with deficits in cash. This is a result of the funds being set up as reimbursable grants. The reimbursements for expenditures made by the County were not received by December 31, 2014. The Payroll Clearing fund has a cash deficit as a result of the conversion of the former financial system to the current financial system and corrections that were not made. The State Grant - Tobacco Prenatal S fund has a deficit balance because not all expenses posted to the fund were approved and reimbursed by the State.

ELKHART COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 8. Restatements

For the year ended December 31, 2014, certain changes have been made to some of the beginning balances of the financial statement to more appropriately reflect financial activity of the County. The following schedule presents a summary of restated beginning balances:

Fund Name	Balance as of December 31, 2013	Prior Period Adjustment	Balance as of January 1, 2014
Rush Memorial	\$ 646	\$ (646)	\$ -

Note 9. Holding Corporation

The County has entered into a capital lease with Elkhart County Corrections Complex Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the County. The lessor has been determined to be a related-party of the County. Lease payments during the year 2014 totaled \$2,676,555.

Note 10. Subsequent Events

On May 7, 2015, the Elkhart County Redevelopment Commission authorized the issuance of bonds in the aggregated amount not to exceed \$1,800,000 to finance the acquisition and construction of various road improvements, fiber optic network extensions, and other infrastructures and other related improvements related in or servicing the Northeast Corridor Economic Development Area.

In 2015, Elkhart County entered into a new lease purchase agreement with the Elkhart County Corrections Complex Building Corporation (Bldg. Corp) after the Bldg. Corp refinanced their 2005 Series Building Corporation First Mortgage Bonds, to reduce the lease payment due to lower interest rates, thereby seeing a substantial savings over the life of the new lease purchase agreement.

Note 11. Other Postemployment Benefits

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

Note 12. Combined Funds

Funds related to the County's Law Enforcement Conti fund were reported individually in the County's financial ledgers, but were combined into one fund for the current financial statement.

Funds related to the TIF Capital Projects fund were reported individually in the County's financial ledgers, but were combined into one fund for the current financial statement.

Funds related to the Self-Insurance fund were reported individually in the County's financial ledgers, but were combined into one fund for the current financial statement.

OTHER INFORMATION - UNAUDITED

The County's Annual Financial Report information can be found on the Gateway website: <https://gateway.ifionline.org/>.

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

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

ELKHART COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2014

	After Settlement Collections	Sheriff's Inmate Trust	Jail Commissary	Clerk's Trust	General	Accident Report	CAGIT - Special Legislation	CAGIT County Certified Shares
Cash and investments - beginning	\$ 5,577,032	\$ 61,847	\$ 95,555	\$ 1,544,041	\$ 4,947,691	\$ 17,590	\$ 31,566	\$ 73,986
Receipts:								
Taxes	3,776,654	-	-	-	21,919,885	-	-	10,736,129
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental receipts	3,101,968	-	-	-	3,955,409	-	-	-
Charges for services	-	2,305,883	504,121	-	1,805,471	-	-	-
Fines and forfeits	-	-	-	22,218,328	487,008	-	-	-
Utility fees	-	-	-	-	-	-	-	-
Other receipts	500	-	-	-	6,189,825	34,090	-	-
Total receipts	6,879,122	2,305,883	504,121	22,218,328	34,357,598	34,090	-	10,736,129
Disbursements:								
Personal services	-	-	-	-	24,222,945	-	-	10,634,934
Supplies	-	-	-	-	1,055,273	-	-	-
Other services and charges	-	-	488,022	21,938,635	10,909,515	26,975	-	-
Debt service - principal and interest	-	-	-	-	12,555	-	-	-
Capital outlay	-	-	-	-	144,188	-	-	-
Other disbursements	5,577,032	2,305,210	-	-	-	-	-	-
Total disbursements	5,577,032	2,305,210	488,022	21,938,635	36,344,476	26,975	-	10,634,934
Excess (deficiency) of receipts over disbursements	1,302,090	673	16,099	279,693	(1,986,878)	7,115	-	101,195
Cash and investments - ending	\$ 6,879,122	\$ 62,520	\$ 111,654	\$ 1,823,734	\$ 2,960,813	\$ 24,705	\$ 31,566	\$ 175,181

ELKHART COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2014
 (Continued)

	CEDIT County Share	Clerk's Records Perpetuation	Congressional School Interest	Congressional School Principal	Convention Visitor and Tourism Promotion	Prisoner Reimbursement For Incarceration	Sales Disclosure - County Share
Cash and investments - beginning	\$ 3,005,688	\$ 179,009	\$ 78,844	\$ 45,862	\$ 2	\$ 2,053,382	\$ 36,790
Receipts:							
Taxes	4,278,074	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	36,241	-	-	-	-	1,009,761	-
Charges for services	-	-	-	-	-	1,117,454	20,135
Fines and forfeits	-	-	-	-	-	165,870	-
Utility fees	-	-	-	-	-	-	-
Other receipts	17,560	61,228	-	-	1,303,625	731,063	20,135
Total receipts	<u>4,331,875</u>	<u>61,228</u>	<u>-</u>	<u>-</u>	<u>1,303,625</u>	<u>3,024,148</u>	<u>40,270</u>
Disbursements:							
Personal services	-	-	-	-	-	1,740,423	-
Supplies	-	-	-	-	-	100,728	-
Other services and charges	-	9,452	917	-	1,300,000	1,436,044	45,319
Debt service - principal and interest	277,080	-	-	-	-	-	-
Capital outlay	2,649,866	54,934	-	-	-	58,959	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>2,926,946</u>	<u>64,386</u>	<u>917</u>	<u>-</u>	<u>1,300,000</u>	<u>3,336,154</u>	<u>45,319</u>
Excess (deficiency) of receipts over disbursements	<u>1,404,929</u>	<u>(3,158)</u>	<u>(917)</u>	<u>-</u>	<u>3,625</u>	<u>(312,006)</u>	<u>(5,049)</u>
Cash and investments - ending	<u>\$ 4,410,617</u>	<u>\$ 175,851</u>	<u>\$ 77,927</u>	<u>\$ 45,862</u>	<u>\$ 3,627</u>	<u>\$ 1,741,376</u>	<u>\$ 31,741</u>

ELKHART COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2014
 (Continued)

	Cumulative Bridge	Cumulative Building	Cumulative Capital Development	Cumulative Drainage	Cumulative Jail	Cumulative Voting System	Drug Free Community
Cash and investments - beginning	\$ 1,117,283	\$ 216,403	\$ 1,690,369	\$ 937,838	\$ 1,438,212	\$ 254,780	\$ 170,148
Receipts:							
Taxes	640,064	-	880,880	367,797	9,455,355	362,256	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	81,856	-	78,198	42,251	-	40,505	-
Charges for services	815	-	11,448	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	8,910	12,874	23	35,207	173,904
Total receipts	<u>722,735</u>	<u>-</u>	<u>979,436</u>	<u>422,922</u>	<u>9,455,378</u>	<u>437,968</u>	<u>173,904</u>
Disbursements:							
Personal services	326,767	-	-	-	-	202,266	-
Supplies	2,541	-	17,372	-	291,670	46,624	-
Other services and charges	3,609	-	249,153	-	3,679,594	185,164	171,752
Debt service - principal and interest	-	-	52,455	-	-	-	-
Capital outlay	702,586	42,000	854,185	473,196	67,584	40,983	-
Other disbursements	-	-	-	-	6,318,551	-	-
Total disbursements	<u>1,035,503</u>	<u>42,000</u>	<u>1,173,165</u>	<u>473,196</u>	<u>10,357,399</u>	<u>475,037</u>	<u>171,752</u>
Excess (deficiency) of receipts over disbursements	<u>(312,768)</u>	<u>(42,000)</u>	<u>(193,729)</u>	<u>(50,274)</u>	<u>(902,021)</u>	<u>(37,069)</u>	<u>2,152</u>
Cash and investments - ending	\$ <u>804,515</u>	\$ <u>174,403</u>	\$ <u>1,496,640</u>	\$ <u>887,564</u>	\$ <u>536,191</u>	\$ <u>217,711</u>	\$ <u>172,300</u>

ELKHART COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2014
 (Continued)

	Economic Development Fee	Electronic Map Generation	Emergency Planning/Right To Know	Emergency Telephone System	Enhanced Access	Extradition and Sheriff's Assistance	Firearms Training
Cash and investments - beginning	\$ 3,000	\$ 45,734	\$ 127,778	\$ 580,552	\$ 13,763	\$ 189,278	\$ 37,993
Receipts:							
Taxes	-	-	-	1,270,625	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	22,305	126,189	-	-	-
Charges for services	-	1,299	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	300	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	24,315	-	2,212	52,121	16,453	55,240
Total receipts	-	25,614	22,305	1,399,026	52,121	16,753	55,240
Disbursements:							
Personal services	-	-	-	1,027,346	-	-	-
Supplies	-	318	2,777	12,793	-	-	26,849
Other services and charges	-	29,373	20,435	361,301	18,265	61,794	1,867
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	12,333	-	-	29,773	15,366
Other disbursements	-	-	-	-	-	-	-
Total disbursements	-	29,691	35,545	1,401,440	18,265	91,567	44,082
Excess (deficiency) of receipts over disbursements	-	(4,077)	(13,240)	(2,414)	33,856	(74,814)	11,158
Cash and investments - ending	\$ 3,000	\$ 41,657	\$ 114,538	\$ 578,138	\$ 47,619	\$ 114,464	\$ 49,151

ELKHART COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2014
 (Continued)

	Health	Identification Security Protection	Levy Excess	Local Health Maintenance	Local Road and Street	Major Bridge	Major Moves Construction
Cash and investments - beginning	\$ 691,660	\$ 57,461	\$ -	\$ 176,243	\$ 1,287,921	\$ 1,018,622	\$ 11,142,583
Receipts:							
Taxes	1,818,795	-	-	-	-	1,438,559	-
Licenses and permits	262,646	-	-	-	-	-	-
Intergovernmental receipts	198,397	-	-	72,672	1,306,340	132,128	-
Charges for services	268,669	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	39,974	12,840	4,669	61	246	16,420	1,447,001
Total receipts	<u>2,588,481</u>	<u>12,840</u>	<u>4,669</u>	<u>72,733</u>	<u>1,306,586</u>	<u>1,587,107</u>	<u>1,447,001</u>
Disbursements:							
Personal services	2,367,032	-	-	60,977	-	-	-
Supplies	55,749	-	-	300	779,568	-	-
Other services and charges	138,803	15,000	-	3,592	495,564	-	-
Debt service - principal and interest	-	-	-	-	-	750,000	-
Capital outlay	9,534	-	-	9,305	199,303	190,309	842,014
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>2,571,118</u>	<u>15,000</u>	<u>-</u>	<u>74,174</u>	<u>1,474,435</u>	<u>940,309</u>	<u>842,014</u>
Excess (deficiency) of receipts over disbursements	<u>17,363</u>	<u>(2,160)</u>	<u>4,669</u>	<u>(1,441)</u>	<u>(167,849)</u>	<u>646,798</u>	<u>604,987</u>
Cash and investments - ending	<u>\$ 709,023</u>	<u>\$ 55,301</u>	<u>\$ 4,669</u>	<u>\$ 174,802</u>	<u>\$ 1,120,072</u>	<u>\$ 1,665,420</u>	<u>\$ 11,747,570</u>

ELKHART COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2014
 (Continued)

	Misdemeanant	Motor Vehicle Highway	Park Nonreverting Capital	Park Nonreverting Operating	Plat Book	Rainy Day	Reassessment - 2015
Cash and investments - beginning	\$ 172,885	\$ 4,695,344	\$ 356,986	\$ 206,132	\$ 218,041	\$ 277,804	\$ 1,019,924
Receipts:							
Taxes	-	-	-	-	-	414	94,027
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	5,895,149	-	-	-	-	793
Charges for services	119,431	54,852	-	3,850	-	-	-
Fines and forfeits	-	-	239	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	619,648	73,679	105,841	39,034	-	4,039
Total receipts	119,431	6,569,649	73,918	109,691	39,034	414	98,859
Disbursements:							
Personal services	-	2,988,825	-	-	21,317	-	117,557
Supplies	-	37,058	-	48,404	623	-	-
Other services and charges	154,160	192,431	-	44,861	266	-	308,404
Debt service - principal and interest	-	13,227	-	13,407	-	-	-
Capital outlay	97,823	2,723,344	31,093	-	6,495	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	251,983	5,954,885	31,093	106,672	28,701	-	425,961
Excess (deficiency) of receipts over disbursements	(132,552)	614,764	42,825	3,019	10,333	414	(327,102)
Cash and investments - ending	\$ 40,333	\$ 5,310,108	\$ 399,811	\$ 209,151	\$ 228,374	\$ 278,218	\$ 692,822

ELKHART COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2014
 (Continued)

	Recorder's Records Perpetuation	Sheriff's Pension Trust	Supplemental Public Defender Services	Surplus Tax	Surveyor's Corner Perpetuation	Tax Sale Redemption	Tax Sale Surplus
Cash and investments - beginning	\$ 289,986	\$ 39,653	\$ 162,788	\$ 751,398	\$ 71,482	\$ 47,953	\$ 4,030,368
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	261,674	209,311	122,409	405,159	32,740	724,867	2,982,940
Total receipts	<u>261,674</u>	<u>209,311</u>	<u>122,409</u>	<u>405,159</u>	<u>32,740</u>	<u>724,867</u>	<u>2,982,940</u>
Disbursements:							
Personal services	84,396	222,000	84,501	-	-	-	-
Supplies	1,361	-	-	-	13,960	-	-
Other services and charges	147,866	-	-	592,213	6,379	753,283	4,071,114
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	36,061	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>233,623</u>	<u>222,000</u>	<u>84,501</u>	<u>592,213</u>	<u>56,400</u>	<u>753,283</u>	<u>4,071,114</u>
Excess (deficiency) of receipts over disbursements	<u>28,051</u>	<u>(12,689)</u>	<u>37,908</u>	<u>(187,054)</u>	<u>(23,660)</u>	<u>(28,416)</u>	<u>(1,088,174)</u>
Cash and investments - ending	<u>\$ 318,037</u>	<u>\$ 26,964</u>	<u>\$ 200,696</u>	<u>\$ 564,344</u>	<u>\$ 47,822</u>	<u>\$ 19,537</u>	<u>\$ 2,942,194</u>

ELKHART COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2014
 (Continued)

	Unsafe Building	GAL/CASA	Auditors Ineligible Deductions	County Elected Officials Training	Park And Recreation	County Offender Transportation Fund	Statewide 911
Cash and investments - beginning	\$ 3,010	\$ -	\$ 413,141	\$ 34,485	\$ 149,508	\$ 13,898	\$ 1,574,166
Receipts:							
Taxes	-	-	60,662	-	1,210,417	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	47,002	-	-	107,453	-	-
Charges for services	-	-	-	-	204	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	519	-	6,976	11,889	11,753	5,617	1,165,852
Total receipts	<u>519</u>	<u>47,002</u>	<u>67,638</u>	<u>11,889</u>	<u>1,329,827</u>	<u>5,617</u>	<u>1,165,852</u>
Disbursements:							
Personal services	-	47,002	26,844	-	1,124,502	-	362,068
Supplies	-	-	2,306	-	59,565	-	9,180
Other services and charges	3,009	-	10,520	1,903	112,952	-	454,191
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	399	-	-	-	23,612
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>3,009</u>	<u>47,002</u>	<u>40,069</u>	<u>1,903</u>	<u>1,297,019</u>	<u>-</u>	<u>849,051</u>
Excess (deficiency) of receipts over disbursements	<u>(2,490)</u>	<u>-</u>	<u>27,569</u>	<u>9,986</u>	<u>32,808</u>	<u>5,617</u>	<u>316,801</u>
Cash and investments - ending	<u>\$ 520</u>	<u>\$ -</u>	<u>\$ 440,710</u>	<u>\$ 44,471</u>	<u>\$ 182,316</u>	<u>\$ 19,515</u>	<u>\$ 1,890,967</u>

ELKHART COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2014
 (Continued)

	Abandoned Vehicle	Supplemental Adult Probation Services	Supplemental Juvenile Probation Services	Alternative Dispute Resolution	County's Law enforcement Conti	Elkhart County Sheriff Donatio	TIF Capital Projects
Cash and investments - beginning	\$ 15,911	\$ 180,381	\$ 35,092	\$ 20,375	\$ 276,239	\$ 6,043	\$ 4,184,508
Receipts:							
Taxes	-	-	-	-	-	-	2,728,549
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	113,562	430	-	-	-	-
Fines and forfeits	-	92	-	605	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	6,465	665,550	19,029	17,155	579,996	9,280	4,572,638
Total receipts	<u>6,465</u>	<u>779,204</u>	<u>19,459</u>	<u>17,760</u>	<u>579,996</u>	<u>9,280</u>	<u>7,301,187</u>
Disbursements:							
Personal services	-	740,158	18,144	-	145,069	-	-
Supplies	-	28,476	14,223	-	27,538	-	-
Other services and charges	3,947	175,053	8,055	6,720	419,160	6,500	242,274
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	17,558	5,815	1,414,497
Other disbursements	-	-	-	-	30,000	-	3,138,686
Total disbursements	<u>3,947</u>	<u>943,687</u>	<u>40,422</u>	<u>6,720</u>	<u>639,325</u>	<u>12,315</u>	<u>4,795,457</u>
Excess (deficiency) of receipts over disbursements	<u>2,518</u>	<u>(164,483)</u>	<u>(20,963)</u>	<u>11,040</u>	<u>(59,329)</u>	<u>(3,035)</u>	<u>2,505,730</u>
Cash and investments - ending	<u>\$ 18,429</u>	<u>\$ 15,898</u>	<u>\$ 14,129</u>	<u>\$ 31,415</u>	<u>\$ 216,910</u>	<u>\$ 3,008</u>	<u>\$ 6,690,238</u>

ELKHART COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2014
 (Continued)

	Debt Service	Self-Insurance	Payroll Clearing	Settlement	Wheel Tax	Sur Tax	CVET Agency
Cash and investments - beginning	\$ 9,131,998	\$ 1,728,088	\$ 111,031	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	6,465,804	26,775,437	19,809,145	183,416,471	655,708	4,151,428	1,270,182
Total receipts	<u>6,465,804</u>	<u>26,775,437</u>	<u>19,809,145</u>	<u>183,416,471</u>	<u>655,708</u>	<u>4,151,428</u>	<u>1,270,182</u>
Disbursements:							
Personal services	-	18,090	19,921,557	-	-	-	-
Supplies	-	2,224	-	-	-	-	-
Other services and charges	102,457	27,178,065	-	183,416,471	655,708	4,151,428	1,270,182
Debt service - principal and interest	6,235,442	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>6,337,899</u>	<u>27,198,379</u>	<u>19,921,557</u>	<u>183,416,471</u>	<u>655,708</u>	<u>4,151,428</u>	<u>1,270,182</u>
Excess (deficiency) of receipts over disbursements	<u>127,905</u>	<u>(422,942)</u>	<u>(112,412)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 9,259,903</u>	<u>\$ 1,305,146</u>	<u>\$ (1,381)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ELKHART COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2014
 (Continued)

	Weed Lien Collections	Sewage Collections	Financial Institution Tax	HEA 1001 State Homestead Credit	State Fines and Forfeitures	Infraction Judgements	Special Death Benefit
Cash and investments - beginning	\$ 3,032	\$ -	\$ -	\$ 28,536	\$ 89,546	\$ 30,370	\$ 930
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	1,780	249,000	1,241,965	-	602,207	323,375	13,345
Total receipts	1,780	249,000	1,241,965	-	602,207	323,375	13,345
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	40	249,000	1,241,965	28,536	596,930	335,025	13,030
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	40	249,000	1,241,965	28,536	596,930	335,025	13,030
Excess (deficiency) of receipts over disbursements	1,740	-	-	(28,536)	5,277	(11,650)	315
Cash and investments - ending	\$ 4,772	\$ -	\$ -	\$ -	\$ 94,823	\$ 18,720	\$ 1,245

ELKHART COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2014
 (Continued)

	Coroners Training & Con't Education	DLGF Homestead Property Database	Child Restraint Violations Fines	Inheritance Tax	Education Plate Fees Agency	Riverboat Revenue Sharing	CAGIT Distribution
Cash and investments - beginning	\$ 1,894	\$ 84	\$ 325	\$ 36,431	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	21,948	207	5,034	449,038	3,319	1,170,324	28,366,064
Total receipts	21,948	207	5,034	449,038	3,319	1,170,324	28,366,064
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	22,216	258	5,309	353,477	3,150	1,170,324	28,366,064
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	22,216	258	5,309	353,477	3,150	1,170,324	28,366,064
Excess (deficiency) of receipts over disbursements	(268)	(51)	(275)	95,561	169	-	-
Cash and investments - ending	\$ 1,626	\$ 33	\$ 50	\$ 131,992	\$ 169	\$ -	\$ -

ELKHART COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2014
 (Continued)

	CEDIT Distribution	City/Town Ordinance Violations Fines	93.563 Title IV-D Incentive	93.563 Prosecutor IV-D Incentive-Post Oct '99	93.563 Clerk IV-D Incentive-Post Oct '99	Road Maint & Construction	Tax Billing System (GUTS)
Cash and investments - beginning	\$ -	\$ -	\$ 195,387	\$ 396,181	\$ 216,373	\$ 1,649,535	\$ 14,231
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	101,292	152,391	101,292	2,857,177	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	9,911,200	37,729	-	13,000	-	-	-
Total receipts	9,911,200	37,729	101,292	165,391	101,292	2,857,177	-
Disbursements:							
Personal services	-	-	-	1,572	-	-	-
Supplies	-	-	-	-	-	1,866,969	-
Other services and charges	9,911,200	37,729	168,176	188,650	93,224	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	1,158,757	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	9,911,200	37,729	168,176	190,222	93,224	3,025,726	-
Excess (deficiency) of receipts over disbursements	-	-	(66,884)	(24,831)	8,068	(168,549)	-
Cash and investments - ending	\$ -	\$ -	\$ 128,503	\$ 371,350	\$ 224,441	\$ 1,480,986	\$ 14,231

ELKHART COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2014
 (Continued)

	Tax Management Associates	Law Enforcement Continuing	Certificate Sales Surplus	Park & Recreation Donations	Court House War Memorial Donat	Redevelopment Commission	County Seizure of Assets
Cash and investments - beginning	\$ 182,962	\$ 135,742	\$ 90,299	\$ 232,243	\$ 2,458	\$ 2,252	\$ 393,708
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	2,199
Utility fees	-	-	-	-	-	-	-
Other receipts	-	22,565	-	63,295	1,950	-	141,748
Total receipts	-	22,565	-	63,295	1,950	-	143,947
Disbursements:							
Personal services	-	-	-	7,491	-	-	-
Supplies	-	-	-	-	-	263	1,703
Other services and charges	182,962	24,412	-	119,925	2,378	1,738	111,805
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	47,614	-	-	72,301
Other disbursements	-	-	-	-	-	-	-
Total disbursements	182,962	24,412	-	175,030	2,378	2,001	185,809
Excess (deficiency) of receipts over disbursements	(182,962)	(1,847)	-	(111,735)	(428)	(2,001)	(41,862)
Cash and investments - ending	\$ -	\$ 133,895	\$ 90,299	\$ 120,508	\$ 2,030	\$ 251	\$ 351,846

ELKHART COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2014
 (Continued)

	CTP - Community Corrections	Commissioners Certificate Rede	H. O. M. E. Consortium	Social Norming Grant	Juv Detention Alternative Init	FACT / Drug Free Fund	Horn Ditch Project 2 Phase
Cash and investments - beginning	\$ 370,400	\$ 9,582	\$ 195	\$ 33,459	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	137,136	25,000	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	156,726	-	-	-	-	-	1,700,500
Total receipts	<u>156,726</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>137,136</u>	<u>25,000</u>	<u>1,700,500</u>
Disbursements:							
Personal services	77,555	-	-	1,099	65,834	6,358	-
Supplies	6,297	-	-	18,168	417	-	-
Other services and charges	23,719	-	24	4,905	3,123	4,183	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	73,412	-	-	-	449	-	132,934
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>180,983</u>	<u>-</u>	<u>24</u>	<u>24,172</u>	<u>69,823</u>	<u>10,541</u>	<u>132,934</u>
Excess (deficiency) of receipts over disbursements	<u>(24,257)</u>	<u>-</u>	<u>(24)</u>	<u>(24,172)</u>	<u>67,313</u>	<u>14,459</u>	<u>1,567,566</u>
Cash and investments - ending	<u>\$ 346,143</u>	<u>\$ 9,582</u>	<u>\$ 171</u>	<u>\$ 9,287</u>	<u>\$ 67,313</u>	<u>\$ 14,459</u>	<u>\$ 1,567,566</u>

ELKHART COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2014
 (Continued)

	Settlement-License Excise Tax	Settlement-Economic Improvement	Settlement-New Paris Sew Conse	Settlement-Property Tax Replac	10.557 Women Infant & Child G	10.557 Breastfeeding Peer Coun	14.218 Neighborhood Stabilizat
Cash and investments - beginning	\$ (55)	\$ -	\$ -	\$ -	\$ (81,133)	\$ (5,670)	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	914,327	55,305	92,576
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	17,696,507	65,704	382,836	9,455,355	606	-	-
Total receipts	<u>17,696,507</u>	<u>65,704</u>	<u>382,836</u>	<u>9,455,355</u>	<u>914,933</u>	<u>55,305</u>	<u>92,576</u>
Disbursements:							
Personal services	-	-	-	-	885,564	60,942	-
Supplies	-	-	-	-	31,715	-	-
Other services and charges	17,696,452	65,704	382,836	9,455,355	35,384	856	92,576
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	525	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>17,696,452</u>	<u>65,704</u>	<u>382,836</u>	<u>9,455,355</u>	<u>953,188</u>	<u>61,798</u>	<u>92,576</u>
Excess (deficiency) of receipts over disbursements	<u>55</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(38,255)</u>	<u>(6,493)</u>	<u>-</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (119,388)</u>	<u>\$ (12,163)</u>	<u>\$ -</u>

ELKHART COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2014
 (Continued)

	14.900 Stimulus Revenue -	16.575 16.588 STOP Grant	16.710 COPS Methamphetamine In	16.738 Ed Byrne Justice Assist	20.600 Highway Safety Program	20.601 Aggressive Driving Gran	66.032 State Indoor Radon Gas
Cash and investments - beginning	\$ (123,223)	\$ (7,947)	\$ (13,492)	\$ 1,846	\$ 7,284	\$ 114	\$ (998)
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	910,493	26,304	55,375	32,687	82,720	-	998
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	28,551	-	1,710	-	-	-	-
Total receipts	<u>939,044</u>	<u>26,304</u>	<u>57,085</u>	<u>32,687</u>	<u>82,720</u>	<u>-</u>	<u>998</u>
Disbursements:							
Personal services	77,198	23,642	23,403	-	38,387	-	-
Supplies	1,538	1,201	3,505	4,166	-	-	-
Other services and charges	772,905	1,478	14,973	-	41,788	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	28,521	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>851,641</u>	<u>26,321</u>	<u>41,881</u>	<u>32,687</u>	<u>80,175</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>87,403</u>	<u>(17)</u>	<u>15,204</u>	<u>-</u>	<u>2,545</u>	<u>-</u>	<u>998</u>
Cash and investments - ending	<u>\$ (35,820)</u>	<u>\$ (7,964)</u>	<u>\$ 1,712</u>	<u>\$ 1,846</u>	<u>\$ 9,829</u>	<u>\$ 114</u>	<u>\$ -</u>

ELKHART COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2014
 (Continued)

	66,818 Brown Field Grant	93,074 Public Health Preparedn	93,197 Childhood Lead Poisonin	93,268 Vaccines for Children	93,586 Court Improvement Grant	93,889 Medical Reserve Corps	93,940 H. I. V. Grant
Cash and investments - beginning	\$ -	\$ 4,182	\$ 61	\$ 21	\$ 5,941	\$ 12,380	\$ (1,781)
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	16,767	18,305	-	-	4,695	-	33,783
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	2,485	-	-	-	6,195	-	-
Total receipts	<u>19,252</u>	<u>18,305</u>	<u>-</u>	<u>-</u>	<u>10,890</u>	<u>-</u>	<u>33,783</u>
Disbursements:							
Personal services	-	-	-	-	-	-	24,114
Supplies	-	-	-	-	-	330	9,550
Other services and charges	11,099	-	-	-	14,106	47	2,322
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	5,314	18,305	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>16,413</u>	<u>18,305</u>	<u>-</u>	<u>-</u>	<u>14,106</u>	<u>377</u>	<u>35,986</u>
Excess (deficiency) of receipts over disbursements	<u>2,839</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,216)</u>	<u>(377)</u>	<u>(2,203)</u>
Cash and investments - ending	<u>\$ 2,839</u>	<u>\$ 4,182</u>	<u>\$ 61</u>	<u>\$ 21</u>	<u>\$ 2,725</u>	<u>\$ 12,003</u>	<u>\$ (3,984)</u>

ELKHART COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2014
 (Continued)

	93.988 Diabetes Grant	93.994 Maternal & Child Health	97.042 Emergency Mgt Performan	97.067 Homeland Security Grant	97.067 H S District 2 Equip. 5	16.548 Juvenile Detention Alte	97.067 EMAI Conference Grant
Cash and investments - beginning	\$ 2,946	\$ 367,302	\$ -	\$ -	\$ -	\$ 802	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	138,606	4,510	7,561	65,997	-	6,329
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	446,340	-	-	-	-	-
Total receipts	-	584,946	4,510	7,561	65,997	-	6,329
Disbursements:							
Personal services	-	375,669	-	-	-	-	-
Supplies	-	38,096	1,971	1,060	29,850	-	2,102
Other services and charges	-	144,033	-	1,200	21,172	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	8,409	2,539	5,301	14,975	-	4,227
Other disbursements	-	-	-	-	-	-	-
Total disbursements	-	566,207	4,510	7,561	65,997	-	6,329
Excess (deficiency) of receipts over disbursements	-	18,739	-	-	-	-	-
Cash and investments - ending	\$ 2,946	\$ 386,041	\$ -	\$ -	\$ -	\$ 802	\$ -

ELKHART COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2014
 (Continued)

	93.268 IN Immunization Program	97.067 Homeland Sec Grant Prgm	16.735 PREA Sex Abuse Preventi	93.994 MCH Dental	DUI Task Force	16.735 PREA Sex Abuse Prevent.	State Grant-GHS Breastfeeding
Cash and investments - beginning	\$ (22,154)	\$ (46,753)	\$ (7,152)	\$ (9,725)	\$ 2,768	\$ -	\$ 9,288
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	55,965	59,993	16,862	67,588	16,814	1,154	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	-	-	13,334	-	-
Total receipts	55,965	59,993	16,862	67,588	30,148	1,154	-
Disbursements:							
Personal services	-	-	-	51,156	14,781	-	-
Supplies	348	775	150	2,251	-	-	-
Other services and charges	61,836	4,940	9,560	9,737	15,519	-	9,288
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	7,525	-	-	-	1,154	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	62,184	13,240	9,710	63,144	30,300	1,154	9,288
Excess (deficiency) of receipts over disbursements	(6,219)	46,753	7,152	4,444	(152)	-	(9,288)
Cash and investments - ending	\$ (28,373)	\$ -	\$ -	\$ (5,281)	\$ 2,616	\$ -	\$ -

ELKHART COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2014
 (Continued)

	State Grant-Indiana Tobacco Pr	State Grant-Tobacco Prenatal S	Local Grant IU-GGH Child Abuse	Local Grant-Digital Dental Equ	State Grant-Family Court Fund	Jail Program Enhancement	St Gmt-HomeLand Security Fndn
Cash and investments - beginning	\$ (11,678)	\$ (2,688)	\$ 5,000	\$ -	\$ 4,055	\$ 63	\$ (3,868)
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	94,146	-	-	35,000	10,200	-	3,868
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	<u>94,146</u>	<u>-</u>	<u>-</u>	<u>35,000</u>	<u>10,200</u>	<u>-</u>	<u>3,868</u>
Disbursements:							
Personal services	78,839	-	-	-	-	-	-
Supplies	2,522	-	-	-	-	59	-
Other services and charges	6,752	-	5,000	-	13,635	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	712	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>88,825</u>	<u>-</u>	<u>5,000</u>	<u>-</u>	<u>13,635</u>	<u>59</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>5,321</u>	<u>-</u>	<u>(5,000)</u>	<u>35,000</u>	<u>(3,435)</u>	<u>(59)</u>	<u>3,868</u>
Cash and investments - ending	<u>\$ (6,357)</u>	<u>\$ (2,688)</u>	<u>\$ -</u>	<u>\$ 35,000</u>	<u>\$ 620</u>	<u>\$ 4</u>	<u>\$ -</u>

ELKHART COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2014
 (Continued)

	Indiana Industrial Development	Solid Waste Disposal Fees	Solid Waste Closure Costs	Environmental/Special Projects	Solid Waste Capital Reserve	Elkhart County Storm Water MS4	Totals
Cash and investments - beginning	\$ -	\$ 17,464,797	\$ 5,011,373	\$ 190,811	\$ 2,393,237	\$ 4,171,929	\$ 102,599,162
Receipts:							
Taxes	-	-	-	-	-	-	61,039,142
Licenses and permits	-	-	-	-	-	-	262,646
Intergovernmental receipts	125,000	-	-	-	-	-	22,582,833
Charges for services	-	3,052,987	55,011	44,150	110,021	-	9,589,793
Fines and forfeits	-	-	-	-	-	-	22,874,641
Utility fees	-	-	-	-	-	2,517,605	2,517,605
Other receipts	-	-	-	-	-	-	338,054,673
Total receipts	125,000	3,052,987	55,011	44,150	110,021	2,517,605	456,921,333
Disbursements:							
Personal services	-	-	-	-	-	-	68,318,324
Supplies	-	-	-	-	-	-	4,662,486
Other services and charges	-	-	-	-	-	-	338,233,747
Debt service - principal and interest	-	-	-	-	-	-	7,354,166
Capital outlay	125,000	-	-	-	-	-	12,461,089
Other disbursements	-	3,194,258	-	9,421	578,222	2,156,602	23,307,982
Total disbursements	125,000	3,194,258	-	9,421	578,222	2,156,602	454,337,794
Excess (deficiency) of receipts over disbursements	-	(141,271)	55,011	34,729	(468,201)	361,003	2,583,539
Cash and investments - ending	\$ -	\$ 17,323,526	\$ 5,066,384	\$ 225,540	\$ 1,925,036	\$ 4,532,932	\$ 105,182,701

ELKHART COUNTY
SCHEDULE OF LEASES AND DEBT
December 31, 2014

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
1st Source Bank Leasing	John Deere 1545 Series II Commercial Front Mower	\$ 7,209	10/10/2013	10/10/2015
Advanced Imaging Solutions	Lanier LD150 SP	3,946	5/12/2012	4/12/2017
Ricoh USA Inc	Copy Equipment	16,872	8/9/2014	7/9/2019
US Bank Equipment Finance	Lanier 7502SP	7,488	11/30/2013	10/30/2018
US Bank Equipment Finance	Lanier SP 5210SR	1,527	6/13/2012	5/13/2017
Elkhart County Corrections Complex Building Corporation	2005 Correctional Complex Building (\$9 415 000)	443,660	6/1/2005	6/1/2025
Elkhart County Corrections Complex Building Corporation	2006 Correctional Complex Building (\$9 900 000)	2,189,945	6/1/2006	6/1/2023
Elkhart County Corrections Complex Building Corporation	2007 Correctional Complex Building (\$8 565 000)	<u>40,581</u>	9/6/2006	6/1/2023
Total governmental activities		<u>2,711,228</u>		
Total of annual lease payments		<u>\$ 2,711,228</u>		

Type	Description of Debt	Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:				
General obligation bonds	2014 Refunding of 2004 Corrections Complex Bonds		\$ 11,405,000	\$ 308,693
General obligation bonds	Lake City Bank - Correctional Complex (\$29 840 000)		28,535,000	3,172,776
Notes and loans payable	Elkhart County Major Moves		11,323,969	1,500,000
Notes and loans payable	Elkhart County Major Moves		<u>4,077,811</u>	<u>554,159</u>
Total governmental activities			<u>55,341,780</u>	<u>5,535,628</u>
Totals			<u>\$ 55,341,780</u>	<u>\$ 5,535,628</u>

ELKHART COUNTY
 SCHEDULE OF CAPITAL ASSETS
 December 31, 2014

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

	Ending Balance
Governmental activities:	
Land	\$ 889,041
Infrastructure	500,330,804
Buildings	126,449,820
Improvements other than buildings	4,585,226
Machinery, equipment, and vehicles	14,319,702
Books and other	7,325,168
Total governmental activities	653,899,761
Landfill:	
Land	1,134,214
Buildings	2,040,739
Improvements other than buildings	84,396
Machinery, equipment, and vehicles	5,757,590
Books and other	28,070
Total Landfill	9,045,009
Total capital assets	\$ 662,944,770

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



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

TO: THE OFFICIALS OF ELKHART COUNTY, INDIANA

Report on Compliance for Each Major Federal Program

We have audited Elkhart County's (County) compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2014. 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, 2014.

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

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs as item 2014-002. Our opinion on each major federal program is not modified with respect to these matters.

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

Report on Internal Control over Compliance


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

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

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as item 2014-002 to be a material weakness.

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

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


Paul D. Joyce, CPA
State Examiner

November 7, 2016

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND ACCOMPANYING NOTES

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

ELKHART COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2014

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Pass-Through To Subrecipient	Total Federal Awards Expended
Department of Agriculture					
Special Supplemental Nutrition Program for Women, Infants, and Children W.I.C. 8101	Indiana State Department of Health	10.557	A70-4-070518	\$ -	\$ 872,495
Breastfeeding Peer Counselors 8102		10.557	A70-4-070518	-	51,466
W.I.C. 8101		10.557	A70-5-070637	-	41,832
Breastfeeding Peer Counselors 8102		10.557	A70-5-070637	-	3,839
Total - Special Supplemental Nutrition Program for Women, Infants, and Children				-	969,632
Total - Department of Agriculture				-	969,632
Department of Housing and Urban Development					
CDBG - Entitlement Grants Cluster Community Development Block Grants/Entitlement Grants Neighborhood Stabilization 8103	Direct Grant	14.218	B-11-UN-18-0003	92,576	92,576
Total - CDBG - Entitlement Grants Cluster				92,576	92,576
Lead-Based Paint Hazard Control in Privately-Owned Housing Stimulus Revenue - Lead Hazard 8105	Direct Grant	14.900	INLHBO 541-12	-	910,493
Total - Department of Housing and Urban Development				92,576	1,003,069
Department of Justice					
JAG Program Cluster					
Edward Byrne Memorial Justice Assistance Grant Program Ed Byrne Justice Assistance 8112	Direct Grant	16.738	2013-DJ-BX-0766	-	11,313
Ed Byrne Justice Assistance 8112		16.738	2014-DJ-BX-0865	-	21,374
Total - Edward Byrne Memorial Justice Assistance Grant Program				-	32,687
Total - JAG Program Cluster				-	32,687
Crime Victim Assistance V.O.C.A Grant 1000-159	Indiana Criminal Justice Institute	16.575	13VA2156/2013-VA-GX-0036	-	78,696
Violence Against Women Formula Grants S.T.O.P 8108	Indiana Criminal Justice Institute	16.588	13ST2070/2013-WF-AX-0010	-	18,489
S.T.O.P 8108		16.588	D3-15-9136	-	7,815
Total - Victim Against Women Formula Grants				-	26,304
Public Safety Partnership and Community Policing Grants COPS Meth Initiative 8111	Direct Grant	16.710	210CKWX0448	-	55,375
PREA Program: Demonstration Projects to Establish 'Zero Tolerance' Cultures for Sexual Assault in Correctional Facilities PREA Sex Abuse Prevention 8139	Direct Grant	16.735	2010-RP-BX-K001	-	16,862
PREA Sex Abuse Prevention Work Release 8142	Indiana Department of Corrections	16.735	2014	-	1,154
Total - PREA Program: Demonstration Projects to Establish Zero Tolerance Cultures for Sexual Assault in Correctional Facilities				-	18,016
Equitable Sharing Program				-	185,809
Total - Department of Justice				-	396,887
Department of Transportation					
Highway Planning and Construction Cluster					
Highway Planning and Construction CEDIT County Share 1112	Indiana Department of Transportation	20.205	Des 0089170	-	4,368
Major Bridge 1171		20.205	Des 0902305	-	20,843
Cumulative Bridge 1135		20.205	Des 1005623	-	6,176
CEDIT County Share 1112		20.205	Des 1005941	-	18,892
CEDIT County Share 1112		20.205	Des 1005994	-	10,860
Cumulative Bridge 1135		20.205	Des 1173077	-	1,914
Cumulative Bridge 1135		20.205	Des 1382102	-	17,760
CEDIT County Share 1112		20.205	Des 1383189	-	2,122
Total - Highway Planning and Construction				-	82,935
Total - Highway Planning and Construction Cluster				-	82,935
Highway Safety Cluster					
State and Community Highway Safety Highway Safety Program - Operation Pull Over 8113	Indiana Department of Transportation	20.600	D3-14-8209	-	82,720

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

ELKHART COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2014
(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	Pass-Through To Subrecipient	Total Federal Awards Expended
<u>Department of Transportation (continued)</u>					
Highway Safety Cluster (continued)					
Alcohol Impaired Driving Countermeasures Incentive Grants I Highway Safety Program - DUI Taskforce 8141	Indiana Department of Transportation	20.601	D3-14-8125	-	30,148
Total - Highway Safety Cluster				-	112,868
Interagency Hazardous Materials Public Sector Training and Planning Grants Emergency Planning Right to Know 1152	Indiana Department of Homeland Security	20.703	C44P-4-507B	-	9,355
Total - Department of Transportation				-	205,158
<u>Environmental Protection Agency</u>					
State Indoor Radon Grants State Indoor Radon Gas 8116	Indiana State Department of Health	66.032	A70-4-154008	-	998
Brownfield Assessment and Cleanup Cooperative Agreements Brown Field Grant 8117	Direct Grant	66.818	BF-00E93401	-	16,767
Total - Environmental Protection Agency				-	17,765
<u>Department of Health and Human Services</u>					
Immunization Cooperative Agreements Indiana Immunization Program 8134 Indiana Immunization Program 8134	Indiana State Department of Health	93.268 93.268	A70-4-073145 A70-5-073154	- -	49,428 6,536
Total - Immunization Cooperative Agreements				-	55,964
Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements Public Health Preparedness Grant 8119	Indiana State Department of Health	93.074	A70-5-0532387	-	18,305
Child Support Enforcement Title IV-D Reimbursements Clerk 1000-101 Title IV-D Reimbursements Prosecuting Attorney 1000-158 Title IV-D Reimbursements County General (courts) 1000-171 Clerk IV-D Incentive 8899 Prosecutor IV-D Incentive 8897 County IV-D Incentive 8895 Indirect Costs General	Indiana Department of Child Services	93.563 93.563 93.563 93.563 93.563 93.563 93.563 93.563	2014 2014 2014 2014 2014 2014 2014	- - - - - - - -	192,035 978,380 178,841 93,224 190,221 168,176 354,909
Total - Child Support Enforcement				-	2,155,786
State Court Improvement Program Court Improvement Grant 8122 Court Improvement Grant 8122	Supreme Court of Indiana	93.586 93.586	CIP-04-03-2014PDS 2014	- -	695 4,000
Total - State Court Improvement Program				-	4,695
HIV Prevention Activities - Health Department Based H.I.V. Grant 8124 H.I.V. Grant 8124	Indiana State Department of Health	93.940 93.940	A70-3-112257 A70-4-112308	- -	8,740 25,041
Total - HIV Prevention Activities - Health Department Based				-	33,781
Maternal and Child Health Services Block Grant to the States MCH Dental Grant 8140 Maternal & Child Health Grant 8127	Indiana State Department of Health	93.994 93.994	A70-4-069728 A70-4-069729	- -	57,850 138,606
Total - Maternal and Child Health Services Block Grant to the States				-	196,456
Total - Department of Health and Human Services				-	2,464,987
<u>Department of Homeland Security</u>					
Emergency Management Performance Grants Emergency Management Performance Grant 8128 Emergency Management Salary Reimbursement 1000-137	Indiana Department of Homeland Security	97.042 97.042	C44P-4-356B C44P-5-012B	- -	5,155 59,087
Total - Emergency Management Performance Grants				-	64,242
Homeland Security Grant Program Homeland Security Mobile Command Center Equipment 8129 Homeland Security Grant Program 8136 Homeland Security District 2 Equipment 5 8130 EMAI Conference Grant 8132	Indiana Department of Homeland Security	97.067 97.067 97.067 97.067	C44P-3-342B C44P-3-352B C44P-4-409B C44P-4-493B	- - - -	6,916 59,993 65,997 6,329
Total - Homeland Security Grant Program				-	139,235
Total - Department of Homeland Security				-	203,477
Total federal awards expended				\$ 92,576	\$ 5,260,975

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

ELKHART COUNTY
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Note 1. *Basis of Presentation*

The accompanying Schedule of Expenditures of Federal Awards (SEFA) includes the federal grant activity of the County under programs of the federal government for the year ended December 31, 2014. The information in the SEFA is presented in accordance with the requirements of the Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Because the SEFA presents only a select portion of the operations of the County, it is not intended to and does not present the financial position of the County.

Note 2. *Summary of Significant Accounting Policies*

Expenditures reported on the SEFA are reported on the cash basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles in OMB Circular A-133, *Cost Principles for State, Local, and Indian Tribal Governments*, or the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures are not allowed or are limited as to reimbursement. When federal grants are received on a reimbursement basis, the federal awards are considered expended when the reimbursement is received.

ELKHART COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I - Summary of Auditor's Results

Financial Statement:

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

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	yes
Significant deficiencies identified?	no
Type of auditor's report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with section .510(a) of OMB Circular A-133?	yes

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
14.900	Lead-Based Paint Hazard Control in Privately- Owned Housing
93.563	Child Support Enforcement

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

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

Section II - Financial Statement Findings

FINDING 2014-001 - PREPARATION OF THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Condition

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).

There were the following errors: CFDA 16.922 with \$185,809 expenditures was omitted, CFDA 93.563 was understated by \$321,208, \$92,576 Pass-Through to Subrecipients for CFDA 14.218 was omitted, and some program titles and pass-through agencies were incorrect. Audit adjustments were proposed, accepted by the County, and made to the SEFA.

ELKHART COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Criteria

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

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

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

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

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

- (1) List individual Federal programs by Federal agency. For Federal programs included in a cluster of programs, list individual Federal programs within a cluster of programs. For R&D, total Federal awards expended shall be shown either by individual award or by Federal agency and major subdivision within the Federal agency. For example, the National Institutes of Health is a major subdivision in the Department of Health and Human Services.
- (2) For Federal awards received as a subrecipient, the name of the pass-through entity and identifying number assigned by the pass-through entity shall be included.
- (3) Provide total Federal awards expended for each individual Federal program and the CFDA number or other identifying number when the CFDA information is not available.
- (4) Include notes that describe the significant accounting policies used in preparing the schedule.
- (5) To the extent practical, pass-through entities should identify in the schedule the total amount provided to subrecipients from each Federal program.
- (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."

ELKHART COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Cause

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

Effect

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

Views of Responsible Officials

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

Section III - Federal Award Findings and Questioned Costs

FINDING 2014-002 - REPORTING

Federal Agency: Department of Health and Human Services
Federal Program: Child Support Enforcement
CFDA Number: 93.563
Federal Award Number and Year (or Other Identifying Number): 2014
Pass-Through Entity: Indiana Department of Child Services

Condition

The Quarterly Incentive Expenditure reports for the Title IV-D Court Service office were not prepared or submitted to the state in 2014.

Context

There were four Quarterly Incentive Expenditure reports not prepared or submitted during 2014. The lack of control over these reports for the Title IV-D Court Service office is considered to be a material weakness.

Criteria

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

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

2 CFR 200.207(a) states in part:

". . . the Federal awarding agency or pass-through entity may impose additional specific award conditions as needed under the procedure specified in paragraph (b) of this section. These additional Federal award conditions may include items such as the following: . . . (3) Requiring additional, more detailed financial reports; . . ."

ELKHART COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

IV-D Expense Reporting and Reimbursement Complete Guide states in part: ". . . Under the terms of the Cooperative Agreements between CSB and the County Offices, each County Office is required to submit a monthly claim and a quarterly incentive report to the DCS Accounting Operations (DCS AO). . . ."

Cause

Management had not developed a system of internal controls that segregated key functions. Based on inquiry, there was confusion on whose responsibility it was to prepare and submit the reports.

Effect

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

Questioned Costs

There were no questioned costs identified.

Recommendation

We recommended that the County's management establish controls to ensure compliance and to comply with the Reporting requirements of the program.

Views of Responsible Officials

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

AUDITEE-PREPARED DOCUMENTS

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

Elkhart County Auditor's Office

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2013-002

Fiscal year in which the finding initially occurred: 2013
Federal Grantor Agency: Department of Housing and Urban Development
Contact Person Responsible for Corrective Action: Kristine Krueger
Contact Phone Number: (574) 535-6746


Status of Audit Finding:

This grant became a reimbursable grant and now the request for reimbursement is only done after the County has made the payment to the Contracted Vendor.

This process was immediately implemented and followed for the remainder of the grant period. Grant was closed July, 2015.



(Signature)



(Title)



(Date)

Elkhart County Auditor's Office

CORRECTIVE ACTION PLAN

FINDING 2014-001

Contact Person Responsible for Corrective Action: Pauline E. Graff
Contact Phone Number: 574-535-6719

Views of Responsible Official: We concur with the findings

Description of Corrective Action Plan: Inclusion of all CFDA awards. We will be cross checking the chart of accounts to make sure all were included including indirect cost.


Anticipated Completion Date: January, 2017



(Signature)



(Title)



(Date)



ELKHART SUPERIOR COURT VI

David C. Bonfiglio, Judge

County Courts Building
315 South Second Street • Elkhart, IN 46516
Phone: 574-523-2374 • Fax: 574-523-2392
dbonfiglio@elkhartcounty.com

CORRECTIVE ACTION PLAN

FINDING 2014-002

Contact Person Responsible for Corrective Action: Deborah A. Vergon
Contact Phone Number: 574-523-2396

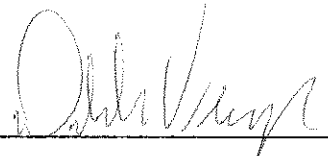
Concur, in that the QIEs were not completed quarterly. There were several change of personnel through 2013-2014 and the continuity of procedure was lost in the transitions.

Description of Corrective Action Plan:

I took the Monthly Expenditure Claims for the year and re-accomplished the QIEs for our files and will further do the reports on a quarterly basis from this point forward.

Anticipated Completion Date:

Next quarterly report due will be 4th Quarter 2016 due in January 2017.



Court Reporter, Sup 6 and
(Title) Title 16-V
11/7/16

(Date)

OTHER REPORTS

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