

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

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



FILED
12/29/2016

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	2
Independent Auditor's Report	3-5
Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statement Performed in Accordance with <i>Government Auditing Standards</i>	6-7
Financial Statement and Accompanying Notes:	
Statement of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis	10-12
Notes to Financial Statement	13-18
Other Information - Unaudited:	
Combining Schedule of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis	20-42
Schedule of Leases and Debt	43
Supplemental Audit of Federal Awards:	
Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control over Compliance	46-47
Schedule of Expenditures of Federal Awards and Accompanying Notes:	
Schedule of Expenditures of Federal Awards	50-51
Notes to Schedule of Expenditures of Federal Awards	52
Schedule of Findings and Questioned Costs	53-66
Auditee-Prepared Documents:	
Summary Schedule of Prior Audit Findings	68-76
Corrective Action Plan	77-86
Other Reports	87

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
County Auditor	Steve Saulter (Vacant) Therese K. Chambers	01-01-13 to 07-08-16 07-09-16 to 07-28-16 07-29-16 to 12-31-16
County Treasurer	Catherine C. Smith	01-01-13 to 12-31-16
Clerk of the Circuit Court	Linda Robbins (Vacant) Nicole Lynn Browne	01-01-15 to 03-04-16 03-05-16 to 03-20-16 03-21-16 to 12-31-18
County Sheriff	Brad Swain	01-01-15 to 12-31-18
County Recorder	Eric Schmitz	01-01-15 to 12-31-18
County Prosecuting Attorney	Chris Gaal	01-01-15 to 12-31-18
President of the Board of County Commissioners	Julie Thomas Patrick Stoffers	01-01-15 to 12-31-15 01-01-16 to 12-31-16
President of the County Council	Cheryl Munson	01-01-15 to 12-31-16



INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF MONROE COUNTY, INDIANA

Report on the Financial Statement

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

Management's Responsibility for the Financial Statement

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

Auditor's Responsibility

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

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

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

INDEPENDENT AUDITOR'S REPORT
(Continued)

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

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

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles* paragraph, the financial statement referred to above does not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position and results of operations of the County for the year ended December 31, 2015.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the financial position and results of operations of the County for the year ended December 31, 2015, in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the County's financial statement. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is not a required part of the financial statement. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statement. The information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated, in all material respects, in relation to the financial statement taken as a whole.


Other Information

Our audit was conducted for the purpose of forming an opinion on the County's financial statement. The Combining Schedule of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis and Schedule of Leases and Debt, 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 29, 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 29, 2016



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

INDEPENDENT AUDITOR'S REPORT ON 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 MONROE 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 Monroe County (County), which comprises the financial position and results of operations for the year ended December 31, 2015, and the related notes to the financial statement, and have issued our report thereon dated November 29, 2016, wherein we noted the County followed accounting practices the Indiana State Board of Accounts prescribes rather than accounting principles generally accepted in the United States of America.

Internal Control over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify certain deficiencies in internal control, described in the accompanying Schedule of Findings and Questioned Costs as items 2015-001, 2015-002, 2015-003, and 2015-004 that we consider to be material weaknesses.

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

Compliance and Other Matters


As part of obtaining reasonable assurance about whether the County's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2015-001, 2015-002, 2015-003, and 2015-004.

Monroe 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 29, 2016

(This page intentionally left blank.)

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.

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

Fund	Cash and Investments		Cash and Investments	
	01-01-15	Receipts	Disbursements	12-31-15
General	\$ 8,725,610	\$ 20,988,516	\$ 21,730,839	\$ 7,983,287
Accident Report	3,107	1,012	2,687	1,432
Animal Control	44,216	16,767	2,178	58,805
Aviation	410,807	869,449	757,114	523,142
Bid Deposits and Bonds Holding	609,985	215,010	52,525	772,470
Campaign Finance Enforcement - County	850	100	-	950
City and Town Court Costs	6,810	25,787	20,028	12,569
Clerk's Records Perpetuation	63,643	72,611	119,031	17,223
COIT - Special Legislation	225,500	2,566,121	2,147,918	643,703
COIT County Distributive Shares	2,700,324	10,229,534	10,045,171	2,884,687
Community Corrections	67,405	942,749	759,233	250,921
Community Transition Program	24,286	30,775	48,600	6,461
Convention Visitor and Tourism Promotion	974,269	1,971,215	1,666,719	1,278,765
Sales Disclosure - County Share	110,885	13,095	-	123,980
Cumulative Bridge	3,516,504	1,697,995	2,961,554	2,252,945
Cumulative Capital Development	1,959,989	2,600,182	1,868,044	2,692,127
Drug Free Community	45,657	87,865	86,215	47,307
Emergency Planning/Right To Know	22,954	11,821	16,589	18,186
Extradition	2,557	214	1,837	934
Firearms Training	52,657	36,821	34,139	55,339
Health	591,750	1,123,734	984,006	731,478
Identification Security Protection	5,844	8,776	8,750	5,870
Local Health Maintenance	341,320	72,672	53,126	360,866
Local Road and Street	3,804,281	797,274	2,014,580	2,586,975
Medical Care for Inmates	14,586	-	-	14,586
Misdemeanant	221,911	80,924	123,681	179,154
Motor Vehicle Highway	889,709	5,167,417	4,766,201	1,290,925
Park Nonreverting Capital	47,865	39,805	31,414	56,256
Park Nonreverting Operating	76,548	238,277	201,182	113,643
Planning and Zoning Impact	32,154	134,646	123,511	43,289
Plat Book	60,119	26,332	-	86,451
Promotion Of Economic Dev & Tourism	2,267	-	-	2,267
Rainy Day	3,323,307	-	2,677,449	645,858
Recorder's Records Perpetuation	35,181	149,047	83,503	100,725
Supplemental Public Defender Services	803,389	902,391	742,281	963,499
Surplus Tax	70,083	89,651	104,049	55,685
Surveyor's Corner Perpetuation	25,941	20,530	8,988	37,483
Tax Sale Redemption	7,645	125,652	132,668	629
Tax Sale Surplus	670,022	1,143,013	715,553	1,097,482
Local Health Department Trust Account	123,199	54,262	32,663	144,798
Vehicle Inspection	4,945	2,235	-	7,180
Victim Impact Program	4,398	-	-	4,398
GAL/CASA	-	39,191	39,191	-
Auditors Ineligible Deductions	287,595	63,120	263,945	86,770
County Elected Officials Training	31,389	8,777	3,605	36,561
Statewide 911	738,011	699,168	608,239	828,940
Reassessment	1,081,676	440,790	433,770	1,088,696
Juvenile Probation Administrative	164,275	-	-	164,275
Alternative Dispute Resolution	79,782	9,725	8,041	81,466
County User Fee	1,402,581	2,173,455	2,058,707	1,517,329
Convention Center Operating	33,263	506,239	472,104	67,398
Drug Buy Money	3,890	-	-	3,890
Sheriff Sale Administration	49,918	16,625	3,679	62,864
Court Interpreters	1,200	9,483	5,220	5,463
Donations	49,941	1,968	4,119	47,790
Local Ordinance Violations Fines - County	7,876	6,029	4,091	9,814
Debt Service	2,122,839	4,875,923	4,608,931	2,389,831
Capital Projects	2,589,946	3,919,317	2,841,036	3,668,227

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

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

Fund	Cash and Investments 01-01-15	Receipts	Disbursements	Cash and Investments 12-31-15
Payroll Clearing	52,063	10,725,596	10,728,096	49,563
Payroll Withholding - Insurance	2,488,318	5,139,120	6,030,176	1,597,262
Settlement	1	142,236,183	142,236,184	-
Wheel Tax / Surtax Combined	5,440	2,509,462	2,509,422	5,480
CVET Agency	-	603,988	603,988	-
Financial Institution Tax	-	743,181	743,181	-
COIT Homestead	-	1,434,707	1,446,294	(11,587)
State Fines and Forfeitures	2,198	6,339	8,090	447
Infraction Judgements	3,993	86,639	85,230	5,402
Overweight Vehicle Fines	189	25	214	-
Special Death Benefit	230	7,825	7,565	490
Sales Disclosure - State Share	1,075	13,075	13,030	1,120
Coroners Training & Con't Education	916	15,430	15,088	1,258
Interstate Compact - State Share	126	1,195	1,258	63
Mortgage Recording Fees - State Share	725	11,868	11,823	770
DLGF Homestead Property Database	-	35	35	-
Education Plate Fees Agency	19	2,719	2,738	-
Riverboat Revenue Sharing	-	817,347	817,347	-
Innkeepers Tax Collections	-	2,523,515	2,523,515	-
COIT Distribution	-	29,533,205	29,531,575	1,630
93.563 ARRA Prosecutor IV-D Incentive	58,797	-	5,617	53,180
93.563 Title IV-D Incentive	215,772	34,076	31,630	218,218
93.563 Prosecutor IV-D Incentive-Post Oct '99	296,071	51,262	3,649	343,684
93.563 Clerk IV-D Incentive-Post Oct '99	68,491	34,076	88,132	14,435
Election Fund	-	986,000	-	986,000
Juv Probation Admin-Non-Revert	1,124,112	4,653	-	1,128,765
Employee Morale	1,333	4,238	5,550	21
County Per Diem - YSB	422,271	268,046	78,973	611,344
County Fair	33,727	91,911	125,638	-
Weights & Measures Ord Violations	12,662	350	-	13,012
Courthouse Rental	6,140	7,615	4,550	9,205
Walmart Health	1,500	2,500	438	3,562
Community Foundation Grant	-	7,933	7,933	-
Monroe County Properties	510	-	118	392
IN Workforce Development	596,563	-	41,764	554,799
MC Bldg Pres/Blgtn Foundation	27,790	-	-	27,790
Curry Bldg Project	6,161	-	-	6,161
Sheriff Cares Grant	60	-	-	60
After Settlement Collections	7,767,792	5,042,658	7,767,792	5,042,658
Sheriff's Inmate Trust	27,262	751,070	767,874	10,458
Jail Commissary	50,451	197,046	98,736	148,761
Clerk's Trust	9,751,926	14,299,343	18,718,234	5,333,035
Richard TIF Debt Funds	418,504	78,530	83,094	413,940
Westside TIF Sinking Fund	55,493	8	-	55,501
Monroe County Redev. Dist Bond 2015	-	3,441,550	344,647	3,096,903
Monroe County Redev. Dist Bond 2015 Debt Service Reserve	-	285,420	-	285,420
MC Search/Recovery	22,229	-	4,945	17,284
Paperless Initiative	261	-	-	261
Public Health Emergency Fund	20,033	-	-	20,033
Convention Visitor Cap Imp/Maint.	133,343	54,000	65,876	121,467
Crime Control	941	-	13	928
Big City/Co Seat Belt	5,696	-	-	5,696
Showers Building Operating	25,691	301,366	283,906	43,151
County Offender Transportation	4,599	1,195	-	5,794
Energy Conservation Non-Revert	48,306	1,896	-	50,202
Westside Econ Dev/Rich Twp Tif	5,723,674	2,158,981	1,477,124	6,405,531
46 Corridor Econ Dev/Blgtn Twp	53,615	255,403	200,565	108,453
Fullerton Pike Econ Dev/TIF	2,063,870	224,349	2,039	2,286,180

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

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

Fund	Cash and Investments 01-01-15	Receipts	Disbursements	Cash and Investments 12-31-15
Westside TIF Debt Res 2013 Bon	190,700	-	-	190,700
PROBATION CARES GRANT	5,108	5,290	5,108	5,290
F10.553 YS Federal School Program	20,089	2,450	13,603	8,936
F93.074 Bio Terrorism	6,037	16,104	15,200	6,941
F20.600 Operation Pullover	(4,896)	13,694	10,686	(1,888)
F20.509 Rural Transit	-	1,004,003	1,004,003	-
F16.585 BJA Drug Court Enhancement	(21,047)	21,077	-	30
F16.523 Juv Account Block	-	-	41,722	(41,722)
F93.617 HAVA Poling Place Grant	947	-	-	947
F16.738 JAG Drug Court	(16,618)	52,804	63,581	(27,395)
F93.623 Runaway & Homeless	(8,173)	115,033	114,219	(7,359)
F16.575 VOCA Grant	(6,817)	44,310	43,969	(6,476)
Voilence Against Women Grant	(10,999)	74,488	69,612	(6,123)
F16.588 STOP Grant	(16,866)	48,430	40,407	(8,843)
F20.601 DUI Task Enforcement	(1,384)	5,690	4,147	159
f93.217 Futures Clinic	23,456	209,305	238,592	(5,831)
F93.074 Medical Res. Corp BHPP	(15)	4,809	4,809	(15)
F93.008 MRC NACCHO Grant	6,118	3,500	2,623	6,995
F93.667 Adult Protection	(29,967)	128,297	116,422	(18,092)
F20.509 Rural Tansit ARRA	-	172,014	172,014	-
F93.617 HAVA 2014 Grant	7,510	-	-	7,510
F93.268 Immunization	-	21,750	47,890	(26,140)
F97.042 2014 EMPG Comp. Grant	-	8,485	8,485	-
F97.073 SHSP Co. Equipment Grant	-	11,500	11,500	-
F97.073 2014 District 8 Training	-	-	12,493	(12,493)
2014 EMPG County Project	-	18,800	18,800	-
Federal Grant	-	5,189	-	5,189
Supplemental E (Ebola)	-	13,465	-	13,465
Violence Against Women Grant	-	-	1,783	(1,783)
IGIC Addressing Grant	3,000	-	-	3,000
Multi State Learning Collabor.	3,528	-	349	3,179
Project Safe Place	2,233	9,577	10,052	1,758
IN Jud Supreme Court Grant	10,071	10,000	16,109	3,962
IJC Community Supervision Grant	69,388	-	52,516	16,872
1503 YSB Grant	8,976	39,122	39,561	8,537
Pilot Family Court Grant	4,473	10,000	7,804	6,669
Local Grants to Futures	5,380	-	2,500	2,880
Bloomington Bicycle Grant	144	-	-	144
MLK Jr Grant - Clerk	-	740	660	80
Mo. Co. Active Transportation	830	-	-	830
JDAI Coordination	-	85,000	50,000	35,000
Juv Detention Altern Init. JDAI	-	80,790	45,631	35,159
Court Reform Grant	-	7,230	12,839	(5,609)
IJC Court A & D Grant	-	2,400	2,400	-
VASIA Guardianship Grants	-	38,500	-	38,500
Storm Water Management	2,187,838	1,142,075	584,044	2,745,869
Totals	<u>\$ 73,408,644</u>	<u>\$ 293,746,937</u>	<u>\$ 296,888,523</u>	<u>\$ 70,267,058</u>

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

MONROE 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.

MONROE 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.

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

MONROE COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

Utility operating expenses, which include all outflows for operating the utilities.

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.

MONROE COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 4. Deposits and Investments

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

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

Note 5. Risk Management

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

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

Note 6. Pension Plans

A. Public Employees' Retirement Fund

Plan Description

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

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

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

MONROE 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, for all but the COIT Homestead fund, this is a result of reimbursable grants. The reimbursements for expenditures made by the County were not received by December 31, 2015. The COIT Homestead fund is the result of posting errors. These posting errors were not corrected by December 31, 2015.

MONROE COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 8. *Holding Corporations*

The County has entered into a capital lease with Monroe County Jail, Law Enforcement, and Governmental Space Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the County. The lessor has been determined to be a related-party of the County. Lease payments during the year 2015 totaled \$1,960,000.

The County has entered into a capital lease with Monroe County Convention Center Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the County. The lessor has been determined to be a related party of the County. Lease payments during the year 2015 totaled \$632,000.

Note 9. *Combined Funds*

Funds related to county user fees, donations, debt service, and capital projects were reported individually in the prior financial statement, 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.

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

	General	Accident Report	Animal Control	Aviation	Bid Deposits and Bonds Holding	Campaign Finance Enforcement - County	City and Town Court Costs	Clerk's Records Perpetuation
Cash and investments - beginning	\$ 8,725,610	\$ 3,107	\$ 44,216	\$ 410,807	\$ 609,985	\$ 850	\$ 6,810	\$ 63,643
Receipts:								
Taxes	16,243,099	-	-	432,651	-	-	-	-
Licenses and permits	584,665	-	-	-	-	-	-	-
Intergovernmental receipts	2,498,700	-	-	34,543	-	-	-	-
Charges for services	457,282	1,012	16,767	399,511	148,305	-	-	57,292
Fines and forfeits	328,514	-	-	-	-	100	25,787	10,824
Utility fees	-	-	-	-	-	-	-	-
Other receipts	876,256	-	-	2,744	66,705	-	-	4,495
Total receipts	<u>20,988,516</u>	<u>1,012</u>	<u>16,767</u>	<u>869,449</u>	<u>215,010</u>	<u>100</u>	<u>25,787</u>	<u>72,611</u>
Disbursements:								
Personal services	12,946,257	-	-	459,190	-	-	-	71,154
Supplies	469,992	-	-	44,024	-	-	-	6,632
Other services and charges	7,600,099	-	1,005	234,749	52,525	-	-	9,245
Capital outlay	40,914	-	1,173	19,151	-	-	-	32,000
Utility operating expenses	-	-	-	-	-	-	-	-
Other disbursements	673,577	2,687	-	-	-	-	20,028	-
Total disbursements	<u>21,730,839</u>	<u>2,687</u>	<u>2,178</u>	<u>757,114</u>	<u>52,525</u>	<u>-</u>	<u>20,028</u>	<u>119,031</u>
Excess (deficiency) of receipts over disbursements	<u>(742,323)</u>	<u>(1,675)</u>	<u>14,589</u>	<u>112,335</u>	<u>162,485</u>	<u>100</u>	<u>5,759</u>	<u>(46,420)</u>
Cash and investments - ending	<u>\$ 7,983,287</u>	<u>\$ 1,432</u>	<u>\$ 58,805</u>	<u>\$ 523,142</u>	<u>\$ 772,470</u>	<u>\$ 950</u>	<u>\$ 12,569</u>	<u>\$ 17,223</u>

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

	COIT - Special Legislation	COIT County Distributive Shares	Community Corrections	Community Transition Program	Convention Visitor and Tourism Promotion	Sales Disclosure - County Share	Cumulative Bridge	Cumulative Capital Development
Cash and investments - beginning	\$ 225,500	\$ 2,700,324	\$ 67,405	\$ 24,286	\$ 974,269	\$ 110,885	\$ 3,516,504	\$ 1,959,989
Receipts:								
Taxes	2,562,100	10,029,490	-	-	1,971,215	-	1,396,503	2,173,732
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental receipts	-	194,580	942,720	30,775	-	-	279,336	173,683
Charges for services	-	-	-	-	-	13,095	-	-
Fines and forfeits	-	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-	-
Other receipts	4,021	5,464	29	-	-	-	22,156	252,767
Total receipts	2,566,121	10,229,534	942,749	30,775	1,971,215	13,095	1,697,995	2,600,182
Disbursements:								
Personal services	1,785,971	8,931,569	728,417	-	-	-	302,872	374,958
Supplies	39,206	308,635	1,260	-	-	-	-	-
Other services and charges	322,741	788,279	29,556	4,717	1,666,719	-	2,658,682	328,774
Capital outlay	-	16,688	-	972	-	-	-	1,164,312
Utility operating expenses	-	-	-	-	-	-	-	-
Other disbursements	-	-	-	42,911	-	-	-	-
Total disbursements	2,147,918	10,045,171	759,233	48,600	1,666,719	-	2,961,554	1,868,044
Excess (deficiency) of receipts over disbursements	418,203	184,363	183,516	(17,825)	304,496	13,095	(1,263,559)	732,138
Cash and investments - ending	\$ 643,703	\$ 2,884,687	\$ 250,921	\$ 6,461	\$ 1,278,765	\$ 123,980	\$ 2,252,945	\$ 2,692,127

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

	Drug Free Community	Emergency Planning/Right To Know	Extradition	Firearms Training	Health	Identification Security Protection	Local Health Maintenance
Cash and investments - beginning	\$ 45,657	\$ 22,954	\$ 2,557	\$ 52,657	\$ 591,750	\$ 5,844	\$ 341,320
Receipts:							
Taxes	-	-	-	-	544,137	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	11,821	-	-	113,234	-	72,672
Charges for services	-	-	-	36,761	465,007	8,776	-
Fines and forfeits	87,865	-	214	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	-	60	1,356	-	-
Total receipts	<u>87,865</u>	<u>11,821</u>	<u>214</u>	<u>36,821</u>	<u>1,123,734</u>	<u>8,776</u>	<u>72,672</u>
Disbursements:							
Personal services	-	-	-	-	745,124	-	26,163
Supplies	-	-	-	-	13,543	-	1,273
Other services and charges	86,215	10,850	1,837	-	225,339	8,750	21,647
Capital outlay	-	5,739	-	-	-	-	4,043
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	34,139	-	-	-
Total disbursements	<u>86,215</u>	<u>16,589</u>	<u>1,837</u>	<u>34,139</u>	<u>984,006</u>	<u>8,750</u>	<u>53,126</u>
Excess (deficiency) of receipts over disbursements	<u>1,650</u>	<u>(4,768)</u>	<u>(1,623)</u>	<u>2,682</u>	<u>139,728</u>	<u>26</u>	<u>19,546</u>
Cash and investments - ending	<u>\$ 47,307</u>	<u>\$ 18,186</u>	<u>\$ 934</u>	<u>\$ 55,339</u>	<u>\$ 731,478</u>	<u>\$ 5,870</u>	<u>\$ 360,866</u>

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

	Local Road and Street	Medical Care for Inmates	Misdemeanant	Motor Vehicle Highway	Park Nonreverting Capital	Park Nonreverting Operating	Planning and Zoning Impact
Cash and investments - beginning	\$ 3,804,281	\$ 14,586	\$ 221,911	\$ 889,709	\$ 47,865	\$ 76,548	\$ 32,154
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	134,646
Intergovernmental receipts	764,145	-	-	4,823,852	-	-	-
Charges for services	-	-	80,924	164	39,805	238,277	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	33,129	-	-	343,401	-	-	-
Total receipts	797,274	-	80,924	5,167,417	39,805	238,277	134,646
Disbursements:							
Personal services	-	-	83,985	2,388,019	-	64,541	-
Supplies	-	-	-	1,431,163	-	64,841	-
Other services and charges	2,014,580	-	39,696	566,629	-	60,998	123,511
Capital outlay	-	-	-	380,390	31,410	10,802	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	4	-	-
Total disbursements	2,014,580	-	123,681	4,766,201	31,414	201,182	123,511
Excess (deficiency) of receipts over disbursements	(1,217,306)	-	(42,757)	401,216	8,391	37,095	11,135
Cash and investments - ending	\$ 2,586,975	\$ 14,586	\$ 179,154	\$ 1,290,925	\$ 56,256	\$ 113,643	\$ 43,289

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

	Plat Book	Promotion Of Economic Dev & Tourism	Rainy Day	Recorder's Records Perpetuation	Supplemental Public Defender Services	Surplus Tax	Surveyor's Corner Perpetuation
Cash and investments - beginning	\$ 60,119	\$ 2,267	\$ 3,323,307	\$ 35,181	\$ 803,389	\$ 70,083	\$ 25,941
Receipts:							
Taxes	-	-	-	-	-	28,027	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	26,332	-	-	149,047	857,565	-	20,530
Fines and forfeits	-	-	-	-	44,826	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	61,624	-
Total receipts	26,332	-	-	149,047	902,391	89,651	20,530
Disbursements:							
Personal services	-	-	-	29,704	742,281	-	4,948
Supplies	-	-	-	9,127	-	-	2,145
Other services and charges	-	-	1,691,449	44,273	-	-	1,895
Capital outlay	-	-	-	399	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	986,000	-	-	104,049	-
Total disbursements	-	-	2,677,449	83,503	742,281	104,049	8,988
Excess (deficiency) of receipts over disbursements	26,332	-	(2,677,449)	65,544	160,110	(14,398)	11,542
Cash and investments - ending	\$ 86,451	\$ 2,267	\$ 645,858	\$ 100,725	\$ 963,499	\$ 55,685	\$ 37,483

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

	Tax Sale Redemption	Tax Sale Surplus	Local Health Department Trust Account	Vehicle Inspection	Victim Impact Program	GAL/CASA	Auditors Ineligible Deductions
Cash and investments - beginning	\$ 7,645	\$ 670,022	\$ 123,199	\$ 4,945	\$ 4,398	\$ -	\$ 287,595
Receipts:							
Taxes	125,652	158,996	-	-	-	-	62,780
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	54,262	-	-	-	-
Charges for services	-	-	-	2,235	-	39,191	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	984,017	-	-	-	-	340
Total receipts	<u>125,652</u>	<u>1,143,013</u>	<u>54,262</u>	<u>2,235</u>	<u>-</u>	<u>39,191</u>	<u>63,120</u>
Disbursements:							
Personal services	-	-	31,888	-	-	-	-
Supplies	-	-	59	-	-	-	10,840
Other services and charges	-	-	716	-	-	39,191	238,695
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	132,668	715,553	-	-	-	-	14,410
Total disbursements	<u>132,668</u>	<u>715,553</u>	<u>32,663</u>	<u>-</u>	<u>-</u>	<u>39,191</u>	<u>263,945</u>
Excess (deficiency) of receipts over disbursements	<u>(7,016)</u>	<u>427,460</u>	<u>21,599</u>	<u>2,235</u>	<u>-</u>	<u>-</u>	<u>(200,825)</u>
Cash and investments - ending	<u>\$ 629</u>	<u>\$ 1,097,482</u>	<u>\$ 144,798</u>	<u>\$ 7,180</u>	<u>\$ 4,398</u>	<u>\$ -</u>	<u>\$ 86,770</u>

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

	County Elected Officials Training	Statewide 911	Reassessment	Juvenile Probation Administrative	Alternative Dispute Resolution	County User Fee	Convention Center Operating
Cash and investments - beginning	\$ 31,389	\$ 738,011	\$ 1,081,676	\$ 164,275	\$ 79,782	\$ 1,402,581	\$ 33,263
Receipts:							
Taxes	-	-	406,419	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	32,450	-	-	-	-
Charges for services	8,777	699,168	-	-	-	1,027,432	506,239
Fines and forfeits	-	-	-	-	9,725	606,409	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	1,921	-	-	539,614	-
Total receipts	<u>8,777</u>	<u>699,168</u>	<u>440,790</u>	<u>-</u>	<u>9,725</u>	<u>2,173,455</u>	<u>506,239</u>
Disbursements:							
Personal services	-	256,827	-	-	-	1,125,190	-
Supplies	-	-	-	-	-	29,751	-
Other services and charges	3,605	351,412	428,770	-	6,847	897,216	472,104
Capital outlay	-	-	5,000	-	1,194	2,933	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	3,617	-
Total disbursements	<u>3,605</u>	<u>608,239</u>	<u>433,770</u>	<u>-</u>	<u>8,041</u>	<u>2,058,707</u>	<u>472,104</u>
Excess (deficiency) of receipts over disbursements	<u>5,172</u>	<u>90,929</u>	<u>7,020</u>	<u>-</u>	<u>1,684</u>	<u>114,748</u>	<u>34,135</u>
Cash and investments - ending	<u>\$ 36,561</u>	<u>\$ 828,940</u>	<u>\$ 1,088,696</u>	<u>\$ 164,275</u>	<u>\$ 81,466</u>	<u>\$ 1,517,329</u>	<u>\$ 67,398</u>

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

	Drug Buy Money	Sheriff Sale Administration	Court Interpreters	Donations	Local Ordinance Violations Fines - County	Debt Service	Capital Projects
Cash and investments - beginning	\$ 3,890	\$ 49,918	\$ 1,200	\$ 49,941	\$ 7,876	\$ 2,122,839	\$ 2,589,946
Receipts:							
Taxes	-	-	-	-	-	4,388,808	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	309,012	-
Charges for services	-	16,625	9,483	-	1,725	178,103	246,628
Fines and forfeits	-	-	-	-	4,304	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	-	1,968	-	-	3,672,689
Total receipts	-	16,625	9,483	1,968	6,029	4,875,923	3,919,317
Disbursements:							
Personal services	-	-	-	702	291	-	-
Supplies	-	2,576	-	-	-	-	25,000
Other services and charges	-	-	5,220	1,541	3,800	4,608,931	1,917,416
Capital outlay	-	1,103	-	398	-	-	898,620
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	1,478	-	-	-
Total disbursements	-	3,679	5,220	4,119	4,091	4,608,931	2,841,036
Excess (deficiency) of receipts over disbursements	-	12,946	4,263	(2,151)	1,938	266,992	1,078,281
Cash and investments - ending	\$ 3,890	\$ 62,864	\$ 5,463	\$ 47,790	\$ 9,814	\$ 2,389,831	\$ 3,668,227

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

	Payroll Clearing	Payroll Withholding - Insurance	Settlement	Wheel Tax / Surtax Combined	CVET Agency	Financial Institution Tax	COIT Homestead
Cash and investments - beginning	\$ 52,063	\$ 2,488,318	\$ 1	\$ 5,440	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	142,236,183	-	-	-	1,434,707
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	2,509,462	603,988	743,181	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	10,725,596	5,139,120	-	-	-	-	-
Total receipts	10,725,596	5,139,120	142,236,183	2,509,462	603,988	743,181	1,434,707
Disbursements:							
Personal services	-	6,030,176	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	603,988	-	1,446,294
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	10,728,096	-	142,236,184	2,509,422	-	743,181	-
Total disbursements	10,728,096	6,030,176	142,236,184	2,509,422	603,988	743,181	1,446,294
Excess (deficiency) of receipts over disbursements	(2,500)	(891,056)	(1)	40	-	-	(11,587)
Cash and investments - ending	\$ 49,563	\$ 1,597,262	\$ -	\$ 5,480	\$ -	\$ -	\$ (11,587)

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

	State Fines and Forfeitures	Infraction Judgements	Overweight Vehicle Fines	Special Death Benefit	Sales Disclosure - State Share	Coroners Training & Con't Education	Interstate Compact - State Share
Cash and investments - beginning	\$ 2,198	\$ 3,993	\$ 189	\$ 230	\$ 1,075	\$ 916	\$ 126
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	13,075	15,430	-
Fines and forfeits	6,339	86,639	25	7,825	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	1,195
Total receipts	<u>6,339</u>	<u>86,639</u>	<u>25</u>	<u>7,825</u>	<u>13,075</u>	<u>15,430</u>	<u>1,195</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	8,090	85,230	214	7,565	13,030	15,088	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	1,258
Total disbursements	<u>8,090</u>	<u>85,230</u>	<u>214</u>	<u>7,565</u>	<u>13,030</u>	<u>15,088</u>	<u>1,258</u>
Excess (deficiency) of receipts over disbursements	<u>(1,751)</u>	<u>1,409</u>	<u>(189)</u>	<u>260</u>	<u>45</u>	<u>342</u>	<u>(63)</u>
Cash and investments - ending	<u>\$ 447</u>	<u>\$ 5,402</u>	<u>\$ -</u>	<u>\$ 490</u>	<u>\$ 1,120</u>	<u>\$ 1,258</u>	<u>\$ 63</u>

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

	Mortgage Recording Fees - State Share	DLGF Homestead Property Database	Education Plate Fees Agency	Riverboat Revenue Sharing	Innkeepers Tax Collections	COIT Distribution	93.563 ARRA Prosecutor IV-D Incentive
Cash and investments - beginning	\$ 725	\$ -	\$ 19	\$ -	\$ -	\$ -	\$ 58,797
Receipts:							
Taxes	-	35	-	-	2,523,515	29,531,575	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	2,438	-	-	-	-
Charges for services	11,868	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	281	817,347	-	1,630	-
Total receipts	11,868	35	2,719	817,347	2,523,515	29,533,205	-
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	1,716
Other services and charges	11,823	-	-	-	-	29,531,575	3,901
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	35	2,738	817,347	2,523,515	-	-
Total disbursements	11,823	35	2,738	817,347	2,523,515	29,531,575	5,617
Excess (deficiency) of receipts over disbursements	45	-	(19)	-	-	1,630	(5,617)
Cash and investments - ending	\$ 770	\$ -	\$ -	\$ -	\$ -	\$ 1,630	\$ 53,180

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

	93,563 Title IV-D Incentive	93,563 Prosecutor IV-D Incentive-Post Oct '99	93,563 Clerk IV-D Incentive-Post Oct '99	Election Fund	Juv Probation Admin-Non-Revert	Employee Morale	County Per Diem - YSB
Cash and investments - beginning	\$ 215,772	\$ 296,071	\$ 68,491	\$ -	\$ 1,124,112	\$ 1,333	\$ 422,271
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	34,076	51,262	34,076	-	-	-	-
Charges for services	-	-	-	-	-	-	268,046
Fines and forfeits	-	-	-	-	4,653	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	-	986,000	-	4,238	-
Total receipts	<u>34,076</u>	<u>51,262</u>	<u>34,076</u>	<u>986,000</u>	<u>4,653</u>	<u>4,238</u>	<u>268,046</u>
Disbursements:							
Personal services	31,630	2,907	67,241	-	-	-	-
Supplies	-	72	4,373	-	-	-	-
Other services and charges	-	670	16,518	-	-	5,550	-
Capital outlay	-	-	-	-	-	-	78,973
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>31,630</u>	<u>3,649</u>	<u>88,132</u>	<u>-</u>	<u>-</u>	<u>5,550</u>	<u>78,973</u>
Excess (deficiency) of receipts over disbursements	<u>2,446</u>	<u>47,613</u>	<u>(54,056)</u>	<u>986,000</u>	<u>4,653</u>	<u>(1,312)</u>	<u>189,073</u>
Cash and investments - ending	<u>\$ 218,218</u>	<u>\$ 343,684</u>	<u>\$ 14,435</u>	<u>\$ 986,000</u>	<u>\$ 1,128,765</u>	<u>\$ 21</u>	<u>\$ 611,344</u>

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

	County Fair	Weights & Measures Ord Violations	Courthouse Rental	Walmart Health	Community Foundation Grant	Monroe County Properties	IN Workforce Development
Cash and investments - beginning	\$ 33,727	\$ 12,662	\$ 6,140	\$ 1,500	\$ -	\$ 510	\$ 596,563
Receipts:							
Taxes	85,118	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	6,793	-	-	-	7,933	-	-
Charges for services	-	-	7,615	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	350	-	2,500	-	-	-
Total receipts	<u>91,911</u>	<u>350</u>	<u>7,615</u>	<u>2,500</u>	<u>7,933</u>	<u>-</u>	<u>-</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	438	-	118	-
Other services and charges	125,638	-	4,550	-	7,933	-	41,764
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>125,638</u>	<u>-</u>	<u>4,550</u>	<u>438</u>	<u>7,933</u>	<u>118</u>	<u>41,764</u>
Excess (deficiency) of receipts over disbursements	<u>(33,727)</u>	<u>350</u>	<u>3,065</u>	<u>2,062</u>	<u>-</u>	<u>(118)</u>	<u>(41,764)</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 13,012</u>	<u>\$ 9,205</u>	<u>\$ 3,562</u>	<u>\$ -</u>	<u>\$ 392</u>	<u>\$ 554,799</u>

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

	MC Bldg Pres/Blgtn Foundation	Curry Bldg Project	Sheriff Cares Grant	After Settlement Collections	Sheriff's Inmate Trust	Jail Commissary	Clerk's Trust
Cash and investments - beginning	\$ 27,790	\$ 6,161	\$ 60	\$ 7,767,792	\$ 27,262	\$ 50,451	\$ 9,751,926
Receipts:							
Taxes	-	-	-	5,042,658	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	751,070	197,046	-
Fines and forfeits	-	-	-	-	-	-	14,299,343
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	-	-	-	5,042,658	751,070	197,046	14,299,343
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	7,767,792	767,874	98,736	18,718,234
Total disbursements	-	-	-	7,767,792	767,874	98,736	18,718,234
Excess (deficiency) of receipts over disbursements	-	-	-	(2,725,134)	(16,804)	98,310	(4,418,891)
Cash and investments - ending	\$ 27,790	\$ 6,161	\$ 60	\$ 5,042,658	\$ 10,458	\$ 148,761	\$ 5,333,035

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

	Richard TIF Debt Funds	Westside TIF Sinking Fund	Monroe County Redev. Dist. Bond 2015	Monroe County Redev. Dist Bond 2015 Debt Service Reserve	MC Search/Recovery	Paperless Initiative	Public Health Emergency Fund
Cash and investments - beginning	\$ 418,504	\$ 55,493	\$ -	\$ -	\$ 22,229	\$ 261	\$ 20,033
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	78,530	8	3,441,550	285,420	-	-	-
Total receipts	<u>78,530</u>	<u>8</u>	<u>3,441,550</u>	<u>285,420</u>	<u>-</u>	<u>-</u>	<u>-</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	217	-	-
Other services and charges	83,094	-	-	-	4,728	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	344,647	-	-	-	-
Total disbursements	<u>83,094</u>	<u>-</u>	<u>344,647</u>	<u>-</u>	<u>4,945</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(4,564)</u>	<u>8</u>	<u>3,096,903</u>	<u>285,420</u>	<u>(4,945)</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 413,940</u>	<u>\$ 55,501</u>	<u>\$ 3,096,903</u>	<u>\$ 285,420</u>	<u>\$ 17,284</u>	<u>\$ 261</u>	<u>\$ 20,033</u>

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

	Convention Visitor Cap Imp/Maint	Crime Control	Big City/Co Seat Belt	Showers Building Operating	County Offender Transportation	Energy Conservation Non-Revert	Westside Econ Dev/Rich Twp Tif
Cash and investments - beginning	\$ 133,343	\$ 941	\$ 5,696	\$ 25,691	\$ 4,599	\$ 48,306	\$ 5,723,674
Receipts:							
Taxes	54,000	-	-	-	-	-	1,985,445
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	154,504
Charges for services	-	-	-	290,986	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	-	10,380	1,195	1,896	19,032
Total receipts	54,000	-	-	301,366	1,195	1,896	2,158,981
Disbursements:							
Personal services	-	-	-	103,806	-	-	-
Supplies	-	-	-	8,041	-	-	-
Other services and charges	65,876	-	-	172,059	-	-	1,477,124
Capital outlay	-	13	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	65,876	13	-	283,906	-	-	1,477,124
Excess (deficiency) of receipts over disbursements	(11,876)	(13)	-	17,460	1,195	1,896	681,857
Cash and investments - ending	\$ 121,467	\$ 928	\$ 5,696	\$ 43,151	\$ 5,794	\$ 50,202	\$ 6,405,531

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

	46 Corridor Econ Dev/Blgtn Twp	Fullerton Pike Econ Dev/TIF	Westside TIF Debt Res 2013 Bon	PROBATION CARES GRANT	F10.553 YS Federal School Program	F93.074 Bio Terrorism	F20.600 Operation Pullover
Cash and investments - beginning	\$ 53,615	\$ 2,063,870	\$ 190,700	\$ 5,108	\$ 20,089	\$ 6,037	\$ (4,896)
Receipts:							
Taxes	255,403	224,349	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	2,450	16,104	13,694
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	-	5,290	-	-	-
Total receipts	<u>255,403</u>	<u>224,349</u>	<u>-</u>	<u>5,290</u>	<u>2,450</u>	<u>16,104</u>	<u>13,694</u>
Disbursements:							
Personal services	-	-	-	-	-	9,402	10,686
Supplies	-	-	-	-	13,603	1,698	-
Other services and charges	200,565	2,039	-	5,108	-	1,947	-
Capital outlay	-	-	-	-	-	2,153	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>200,565</u>	<u>2,039</u>	<u>-</u>	<u>5,108</u>	<u>13,603</u>	<u>15,200</u>	<u>10,686</u>
Excess (deficiency) of receipts over disbursements	<u>54,838</u>	<u>222,310</u>	<u>-</u>	<u>182</u>	<u>(11,153)</u>	<u>904</u>	<u>3,008</u>
Cash and investments - ending	<u>\$ 108,453</u>	<u>\$ 2,286,180</u>	<u>\$ 190,700</u>	<u>\$ 5,290</u>	<u>\$ 8,936</u>	<u>\$ 6,941</u>	<u>\$ (1,888)</u>

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

	F20.509 Rural Transit	F16.585 BJA Drug Court Enhancement	F16.523 Juv Account Block	F93.617 HAVA Poling Place Grant	F16.738 JAG Drug Court	F93.623 Runaway & Homeless	F16.575 VOCA Grant
Cash and investments - beginning	\$ -	\$ (21,047)	\$ -	\$ 947	\$ (16,618)	\$ (8,173)	\$ (6,817)
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	1,004,003	21,077	-	-	52,804	114,292	44,310
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	741	-
Total receipts	1,004,003	21,077	-	-	52,804	115,033	44,310
Disbursements:							
Personal services	-	-	-	-	63,581	102,551	43,969
Supplies	-	-	-	-	-	-	-
Other services and charges	1,004,003	-	41,722	-	-	11,668	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	1,004,003	-	41,722	-	63,581	114,219	43,969
Excess (deficiency) of receipts over disbursements	-	21,077	(41,722)	-	(10,777)	814	341
Cash and investments - ending	\$ -	\$ 30	\$ (41,722)	\$ 947	\$ (27,395)	\$ (7,359)	\$ (6,476)

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

	Voilence Against Women Grant	F16.588 STOP Grant	F20.601 DUI Task Enforcement	f93.217 Futures Clinic	F93.074 Medical Res. Corp BHPP	F93.008 MRC NACCHO Grant	F93.667 Adult Protection
Cash and investments - beginning	\$ (10,999)	\$ (16,866)	\$ (1,384)	\$ 23,456	\$ (15)	\$ 6,118	\$ (29,967)
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	74,488	44,813	5,690	164,899	4,809	3,500	128,297
Charges for services	-	-	-	44,406	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	3,617	-	-	-	-	-
Total receipts	74,488	48,430	5,690	209,305	4,809	3,500	128,297
Disbursements:							
Personal services	19,049	40,407	4,147	167,446	-	1,504	114,508
Supplies	465	-	-	38,789	2,333	857	441
Other services and charges	50,098	-	-	29,442	1,385	262	1,473
Capital outlay	-	-	-	2,915	1,091	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	69,612	40,407	4,147	238,592	4,809	2,623	116,422
Excess (deficiency) of receipts over disbursements	4,876	8,023	1,543	(29,287)	-	877	11,875
Cash and investments - ending	\$ (6,123)	\$ (8,843)	\$ 159	\$ (5,831)	\$ (15)	\$ 6,995	\$ (18,092)

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

	F20.509 Rural Tansit ARRA	F93.617 HAVA 2014 Grant	F93.268 Immunization	F97.042 2014 EMPG Comp. Grant	F97.073 SHSP Co. Equipment Grant	F97.073 2014 District 8 Training	2014 EMPG County Project
Cash and investments - beginning	\$ -	\$ 7,510	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	172,014	-	21,750	8,485	11,500	-	18,800
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	<u>172,014</u>	<u>-</u>	<u>21,750</u>	<u>8,485</u>	<u>11,500</u>	<u>-</u>	<u>18,800</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	172,014	-	47,890	8,485	-	12,493	-
Capital outlay	-	-	-	-	11,500	-	18,800
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>172,014</u>	<u>-</u>	<u>47,890</u>	<u>8,485</u>	<u>11,500</u>	<u>12,493</u>	<u>18,800</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>-</u>	<u>(26,140)</u>	<u>-</u>	<u>-</u>	<u>(12,493)</u>	<u>-</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 7,510</u>	<u>\$ (26,140)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (12,493)</u>	<u>\$ -</u>

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

	Federal Grant	Supplemental E (Ebola)	Violence Against Women Grant	IGIC Addressing Grant	Multi State Learning Collabor.	Project Safe Place	IN Jud Supreme Court Grant
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ 3,000	\$ 3,528	\$ 2,233	\$ 10,071
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	5,189	13,465	-	-	-	9,577	10,000
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	<u>5,189</u>	<u>13,465</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,577</u>	<u>10,000</u>
Disbursements:							
Personal services	-	-	1,783	-	-	-	-
Supplies	-	-	-	-	-	5,665	12,809
Other services and charges	-	-	-	-	349	4,387	3,300
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>-</u>	<u>1,783</u>	<u>-</u>	<u>349</u>	<u>10,052</u>	<u>16,109</u>
Excess (deficiency) of receipts over disbursements	<u>5,189</u>	<u>13,465</u>	<u>(1,783)</u>	<u>-</u>	<u>(349)</u>	<u>(475)</u>	<u>(6,109)</u>
Cash and investments - ending	<u>\$ 5,189</u>	<u>\$ 13,465</u>	<u>\$ (1,783)</u>	<u>\$ 3,000</u>	<u>\$ 3,179</u>	<u>\$ 1,758</u>	<u>\$ 3,962</u>

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

	IJC Community Supervision Grant	1503 YSB Grant	Pilot Family Court Grant	Local Grants to Futures	Bloomington Bicycle Grant	MLK Jr Grant - Clerk	Mo. Co. Active Transportation
Cash and investments - beginning	\$ 69,388	\$ 8,976	\$ 4,473	\$ 5,380	\$ 144	\$ -	\$ 830
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	39,122	10,000	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	740	-
Total receipts	-	39,122	10,000	-	-	740	-
Disbursements:							
Personal services	-	21,329	-	-	-	-	-
Supplies	-	-	-	2,500	-	-	-
Other services and charges	52,516	18,232	7,804	-	-	660	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	52,516	39,561	7,804	2,500	-	660	-
Excess (deficiency) of receipts over disbursements	(52,516)	(439)	2,196	(2,500)	-	80	-
Cash and investments - ending	\$ 16,872	\$ 8,537	\$ 6,669	\$ 2,880	\$ 144	\$ 80	\$ 830

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

	JDAI Coordination	Juv Detention Altern Init. JDAI	Court Reform Grant	IJC Court A & D Grant	VASIA Guardianship Grants	Storm Water Management	Totals
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,187,838	\$ 73,408,644
Receipts:							
Taxes	-	-	-	-	-	-	223,896,597
Licenses and permits	-	-	-	-	-	-	719,311
Intergovernmental receipts	85,000	80,790	7,230	2,400	38,500	-	16,712,550
Charges for services	-	-	-	-	-	-	7,351,600
Fines and forfeits	-	-	-	-	-	-	15,523,392
Utility fees	-	-	-	-	-	1,142,075	1,142,075
Other receipts	-	-	-	-	-	-	28,401,412
Total receipts	85,000	80,790	7,230	2,400	38,500	1,142,075	293,746,937
Disbursements:							
Personal services	7,266	-	7,839	-	-	295,765	38,247,043
Supplies	2,034	8	-	-	-	-	2,556,244
Other services and charges	40,700	45,623	5,000	2,400	-	-	63,074,091
Capital outlay	-	-	-	-	-	98,036	2,830,722
Utility operating expenses	-	-	-	-	-	188,212	188,212
Other disbursements	-	-	-	-	-	2,031	189,992,211
Total disbursements	50,000	45,631	12,839	2,400	-	584,044	296,888,523
Excess (deficiency) of receipts over disbursements	35,000	35,159	(5,609)	-	38,500	558,031	(3,141,586)
Cash and investments - ending	\$ 35,000	\$ 35,159	\$ (5,609)	\$ -	\$ 38,500	\$ 2,745,869	\$ 70,267,058

MONROE COUNTY
SCHEDULE OF LEASES AND DEBT
December 31, 2015

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
AT&T	E-911 Equipment	\$ 296,318	10/1/2014	9/1/2024
Caterpillar	Backhoe Equipment (Highway)	14,023	2/12/2012	2/10/2017
GABC Leasing	Dump Trucks (Highway)	54,494	11/8/2013	11/8/2017
John Deere	Tractor (Parks & Rec)	14,275	4/30/2012	4/30/2015
J.P. Morgan Case Bank	Dump Trucks	332,700	2/14/2014	2/14/2018
PNC	Vactor Equipment (Stormwater)	41,883	8/24/2012	8/24/2016
TFC	Street Sweeper (Stormwater)	37,989	10/26/2012	10/26/2016
Monroe County Convention Center Building Corporation	Convention Center Land Purchases	632,000	1/1/2011	1/1/2021
Monroe County Jail, Law Enforcement, and Governmental Space Building Corporation	Purchase of Showers/Courthouse Renovation	<u>1,960,000</u>	5/23/2011	1/20/2017
Total governmental activities		<u>\$ 3,383,682</u>		

Type	Description of Debt	Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:				
General obligation bonds	Westside Economic Development Area Bonds of 2013		\$ 1,375,000	\$ 173,750
General obligation bonds	County Capital Projects 2015		1,995,000	995,993
General obligation bonds	County Capital Projects 2014		1,020,000	1,025,100
General obligation bonds	Westside Economic Development Area Bonds of 2007		3,760,000	268,494
Revenue bonds	Westside Economic Development Area Bonds of 2015		3,500,000	162,561
Revenue bonds	State Road 46 TIF District Taxable TIF Revenue Bonds, Series 2010		<u>4,490,000</u>	<u>930,625</u> Note A
Total governmental activities			<u>\$ 16,140,000</u>	<u>\$ 3,556,523</u>

Note A - Debt service on the 2010 bonds is payable from TIF revenue only; The County pays the owner of the bonds the available TIF fund cash balance each year.

(This page intentionally left blank.)

SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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

TO: THE OFFICIALS OF MONROE COUNTY, INDIANA

Report on Compliance for Each Major Federal Program

We have audited Monroe County's (County) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2015. The County's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with Federal statutes, regulations, and the terms and conditions of its Federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2015.

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

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2015-005 and 2015-006. Our opinion on each major federal program is not modified with respect to these matters.

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

Report on Internal Control over Compliance

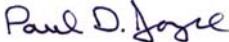
Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types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

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified certain deficiencies in internal control over compliance, as described in the accompanying Schedule of Findings and Questioned Costs as items 2015-005, 2015-006, and 2015-007 that we consider to be material weaknesses.

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

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


Paul D. Joyce, CPA
State Examiner

November 29, 2016

(This page intentionally left blank.)

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.

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

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Pass-Through To Subrecipient	Total Federal Awards Expended
Department of Agriculture					
Child Nutrition Cluster					
School Breakfast Program Youth Services Bureau	Indiana Department of Education	10.553	Federal School Breakfast	\$ -	\$ 1,017
National School Lunch Program Youth Services Bureau	Indiana Department of Education	10.555	Federal School Lunch #173	-	1,219
Total - Child Nutrition Cluster				-	2,236
Child and Adult Care Food Program Youth Services Bureau	Indiana Department of Education	10.558	Federal School Snacks	-	214
Total - Department of Agriculture				-	2,450
Department of Justice					
Crime Victim Assistance	Indiana Criminal Justice Institute				
Prosecutor		16.575	3386	-	22,325
Prosecutor		16.575	2014-VA-GX-0062	-	21,985
Total - Crime Victim Assistance				-	44,310
Drug Court Discretionary Grant Program Courts-Probation	Indiana Judicial Center	16.585	10-DC-003	-	21,077
Violence Against Women Formula Grants	Indiana Criminal Justice Institute				
Prosecutor		16.588	2014-WF-AX-0005	-	35,218
Prosecutor		16.588	2015-WF-AX-0020	-	9,596
Total - Violence Against Women Formula Grants				-	44,814
Edward Byrne Memorial Justice Assistance Grant Program Monroe County Drug Treatment Court Sheriff	Indiana Criminal Justice Institute				
		16.738	2013-DJ-BX-0039	-	52,804
		16.738	2014-DJ-BX-1130	-	5,189
Total - Edward Byrne Memorial Justice Assistance Grant Program				-	57,993
Total - Department of Justice				-	168,194
Department of Transportation					
Highway Planning and Construction Cluster					
Highway Planning and Construction	Indiana Department of Transportation				
Highway		20.205	9683081	-	16,228
Bridge Replacement		20.205	9953022	-	1,143
Highway Safety Improvement Program		20.205	1006377/T-35390	-	13,484
Highway Safety Improvement Program		20.205	1172115/T-35390	-	1,411
Bridge Replacement		20.205	1173326/B35900	-	97,462
Public Lands Highway		20.205	1297633/PLC-37870	-	47,686
Public Lands Highway		20.205	1297633/R37870	-	20,810
Bridge Replacement		20.205	1382121/PLC936163	-	43,224
Transportation Enhancement/Transportation Alternatives		20.205	1382431/R35921	-	22,300
Transportation Enhancement		20.205	600370/R29488	-	128,877
Surface Transportation Program		20.205	901794/R-35316	-	8,295
Transportation Enhancement/Transportation Alternatives		20.205	902263/R-33272	-	3,327
OSI Grant		20.205	A249-14-320265	-	15,000
Total - Highway Planning and Construction Cluster				-	419,247
Highway Safety Cluster					
State and Community Highway Safety Sheriff	Indiana Criminal Justice Institute	20.600	D3-15-8957	-	13,694
Alcohol Impaired Driving Countermeasures Incentive Grants I Sheriff	Indiana Criminal Justice Institute	20.601	D3-15-8993	-	5,690
Total - Highway Safety Cluster				-	19,384
Airport Improvement Program Airport	Direct Grant	20.106	3-18-0006-30	-	226,738
Formula Grants for Rural Areas Commissioners Commissioners	Indiana Department of Transportation			172,014	172,014
		20.509	IN18033090	700,802	700,802
Total - Formula Grants for Rural Areas				872,816	872,816
Interagency Hazardous Materials Public Sector Training and Planning Grants Emergency Mgmt	Indiana Department of Homeland Security	20.703	C44P-5-445B	-	7,200
National Infrastructure Investments Highway	Indiana Department of Transportation	20.933	11733326/B-35900	-	7,240
Total - Department of Transportation				872,816	1,552,625

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

MONROE COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2015
(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
Department of Health and Human Services					
TANF Cluster					
Temporary Assistance for Needy Families Health	Indiana Family Health Council	93.558	MCH 386-3	-	38,095
Total - TANF Cluster				-	38,095
Medical Reserve Corps Small Grant Program Health	Indiana State Department of Health	93.008	5MRCSG101005-04	-	3,500
Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements					
Health	Indiana State Department of Health	93.074	13816	-	13,465
Health	Indiana Family Health Council	93.074	1U90TP000521-01	-	4,809
Health	Indiana Family Health Council	93.074	5U90TP000521-02	-	16,104
Total - Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements				-	34,378
Family Planning_Services Health	Indiana Family Health Council	93.217	SPHP-A-050511-36	-	100,686
Immunization Cooperative Agreements Health	Indiana State Department of Health	93.268	A70-5-073164	-	21,750
Cooperative Agreement to Support Navigators in Federally-facilitated and State Partnership Marketplaces Health	Indiana Family Health Council	93.332		-	26,118
Child Support Enforcement	Indiana Department of Child Services				
Clerk		93.563	1304IN4005	-	50,638
Court		93.563	1304IN4005	-	183,934
Prosecutor		93.563	1304IN4005	-	638,049
Incentive Payments - Clerk		93.563	1304IN4005	-	88,132
Incentive Payments - Court		93.563	1304IN4005	-	31,630
Incentive Payments - Prosecutor		93.563	1304IN4005	-	3,649
ARRA Incentive Payments - Prosecutor		93.563	1304IN4005	-	5,617
Indirect Costs		93.563	1304IN4005	-	213,443
Total - Child Support Enforcement				-	1,215,092
Child Support Enforcement Demonstrations and Special Projects Courts - Probation	Direct Grant	93.601		-	74,488
Runaway and Homeless Youth	Direct Grant				
YSB/Runaway Homeless		93.623		-	99,038
YSB/Runaway Homeless		93.623		-	14,654
Total - Runaway and Homeless Youth				-	113,692
Social Services Block Grant	Administration				
Prosecutor		93.667	53-15-PV-2740	-	8,000
Prosecutor		93.667	53-16-PV-2740	-	15,000
Total - Social Services Bock Grant				-	23,000
HIV Prevention Activities_Health Department Based Health	Indiana State Department of Health	93.940	U62PS003682	-	69,794
Total - Department of Health and Human Services				-	1,720,593
Department of Homeland Security					
Emergency Management Performance Grants	Indiana Department of Homeland Security				
Emergency Mgmt		97.042	C44P--5-507B	-	8,485
Emergency Mgmt		97.042	EMW-2014-EP-00030	-	36,217
Emergency Management		97.042	EMW-2014-EP-00030	-	18,800
Total - Emergency Management Performance Grants				-	63,502
State Homeland Security Program (SHSP) Emergency Management	Indiana Department of Homeland Security	97.073	EMW-2014-SS-00138	-	11,500
Total - Department of Homeland Security				-	75,002
Total federal awards expended				\$ 872,816	\$ 3,518,864

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

MONROE COUNTY
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Note 1. *Basis of Presentation*

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

Note 2. *Summary of Significant Accounting Policies*

Expenditures reported on the SEFA are reported on the cash basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles in OMB Circular A-87, *Cost Principles for State, Local, and Indian Tribal Governments*, or the cost principles contained in the Uniform Guidance wherein certain types of expenditures are not allowed or are limited as to reimbursement. When federal grants are received on a reimbursement basis, the federal awards are considered expended when the reimbursement is received. The County has elected not to use the 10 percent de minimus indirect cost rate allowed under the Uniform Guidance.

MONROE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I - Summary of Auditor's Results

Financial Statement:

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

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	yes
Significant deficiencies identified?	none reported
Any audit findings disclosed that are required to be reported in accordance with section 2 CFR 200.516(a)?	yes

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

CFDA Number	Name of Federal Program or Cluster	Opinion Issued
20.509	Formula Grants for Rural Areas	Unmodified
93.563	Child Support Enforcement	Unmodified

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

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

Section II - Financial Statement Findings

FINDING 2015-001 - 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 incorrect expenditures reported for several programs as follows:

- Edward Byrne Memorial Justice Assistance Grant Program (CFDA 16.738) was understated \$5,189.
- Highway Planning and Construction (CFDA 20.205) was understated \$31,848.

MONROE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

- National Infrastructure Investments (CFDA 20.933) was understated \$7,240.
- Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements (CFDA 93.074) was understated \$13,465.
- Child Support Enforcement (CFDA 93.563) was overstated \$61,366.

Other errors included:

- Incorrect program names.
- Direct grants incorrectly identified as pass-through grants.

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

Criteria

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

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

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

2 CFR 200.510(b) states:

"*Schedule of expenditures of Federal awards.* The auditee must also prepare a schedule of expenditures of Federal awards for the period covered by the auditee's financial statements which must include the total Federal awards expended as determined in accordance with § 200.502 Basis for determining Federal awards expended. While not required, the auditee may choose to provide information requested by Federal awarding agencies and pass-through entities to make the schedule easier to use. For example, when a Federal program has multiple Federal award years, the auditee may list the amount of Federal awards expended for each Federal award year separately. At a minimum, the schedule must:

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

MONROE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

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

Cause

Management of the County had not established a system of internal control that would have ensured accurate and complete reporting of Federal expenditures on 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 a part of this report.

***FINDING 2015-002 - INTERNAL CONTROLS OVER FINANCIAL
TRANSACTIONS AND REPORTING - COUNTY AUDITOR***

Condition

There were the following deficiencies in the internal control system of the County Auditor's office related to financial transactions and reporting:

1. *Reporting:*

Effective internal control over financial reporting involves the identification and analysis of the risks of material misstatements to the County's audited financial statement and then determining how those identified risks should be managed. The County had not identified risks to the preparation of a reliable financial statement, including notes to the financial statement.

Employees in the County Auditor's office entered the County's financial activity from the County's software directly into the Gateway system. The Annual Financial Report was used to prepare the financial statement presented in this report. There was no control in place to ensure the information reported was accurate and complete.

MONROE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

2. *Transactions:*

Payroll Disbursements: The County Auditor's office had not separated incompatible activities related to payroll and payroll related liabilities. The following payroll functions were performed by various individuals; however, there was no oversight or review process to ensure the accuracy and completeness of amounts posted to the records:

- Changing the payroll amounts/deductions in the accounting software or to the Wage and Tax Statements (W-2).
- Verifying the amounts being paid to the employees agreed to the salary ordinance, leave balances recorded, timesheets, payroll claim vouchers, and payroll system reports agreed to direct deposit.
- Posting and maintaining the Payroll Clearing fund and the various subaccounts of the Payroll Clearing fund.
- Recording pension payments in the PERF subaccount, which contained many posting errors.

3. *Redevelopment Commission Funds:*

Due to new legislation, redevelopment commission funds were to come under the control of the County Fiscal Officer as of July 1, 2014. The four funds from the redevelopment commission, the Richland TIF Debt Funds, the Westside TIF Sinking Fund, the Monroe County Redev. Dist Bond 2015 fund and the Monroe County Redev. Dist Bond 2015 Debt Service Reserve fund, were not included in the County Auditor's ledger as of December 31, 2015, and, therefore, did not come under the control of the County Fiscal Office as of July 1, 2014.

The financial activity of the Monroe County Redev. Dist Bond 2015 fund and the Monroe County Redev. Dist Bond 2015 Debt Service Reserve fund was not included by the County in the financial statement. Audit adjustments were proposed, accepted by the County, and made to the Financial Statement.

Criteria

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

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

MONROE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Indiana Code 36-7-14-8(b) states in part:

"The fiscal officer of the unit establishing a redevelopment commission is the treasurer of the redevelopment commission. Notwithstanding any other provision of this chapter, the treasurer has charge over and is responsible for the administration, investment, and disbursement of all funds and accounts of the redevelopment commission in accordance with the requirements of state laws that apply to other funds and accounts administered by the fiscal officer. . . ."

Cause

The County Auditor had not established a proper system of internal control.

Effect

The failure to establish controls enabled material misstatements or irregularities to remain undetected.

Views of Responsible Officials

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

***FINDING 2015-003 - INTERNAL CONTROLS OVER FINANCIAL
TRANSACTIONS AND REPORTING - COUNTY TREASURER***

Condition

There were several deficiencies in the internal control system of the County Treasurer related to financial transactions and reporting.

1. *Cash Reconcilements:*

Reconcilements of the bank account balances to the balances reported in the County Treasurer's Daily Balance of Cash and Depositories (Cash Book) were not properly performed for 2015. The monthly reconcilements presented for audit by the County Treasurer contained many errors. The outstanding checklist included \$108,630 in checks that had been voided during the prior months. Checks returned by the depository as insufficient funds were not included as reconciling items. Adjustments made in October 2015 for errors identified from 2014 were not properly recorded in the Cash Book. The errors were not identified and corrected during the reconciliation process. The County Treasurer had not designed or implemented adequate segregation of duties such as an oversight, review, or approval process.

2. *Cash Book:*

- The amounts posted to the County Treasurer's Cash Book did not always agree with the collections for that day's business. The differences were due to corrections; however, these corrections were not reviewed and approved by someone other than the person making the correction.

MONROE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

- Many of the bank account balances reported in the Cash Book were incorrect due to using the financial software module that imported bank information from the County Auditor's ledger entries. Many entries defaulted to the operating bank account and no review was made by the Treasurer to verify that these amounts were accurate. Also, several bank accounts were included on the Treasurer's Cash Book at December 31 with balances; however the accounts had been closed but never removed from the record.
- The Cash Book was prepared electronically and then printed out at the end of each day. However, this was not always performed on a timely basis. It was determined that changes were made to the electronic file after the daily activity had been reconciled. There were no controls to prevent the employee from making corrections or changes to prior days.
- There were no controls to verify that the property tax software reports and the Cash Book balances agreed.
- The County Treasurer did not have sufficient controls over electronic vendor payments. There were errors discovered where the incorrect amount was recorded, the date was incorrect, or an entry was not recorded.

3. *Excise tax:*

The County Treasurer posted the amount determined by the County Auditor to be distributed at each semiannual settlement to the Cash Book. This was not reconciled by the County Treasurer to license excise tax collections posted in the Cash Book. In addition, at December 31, 2015, the Cash Book reported \$1,182,198 in unidentified excise tax.

4. *Financial Reporting:*

The After Settlement Collections fund balance reported to the County Auditor for inclusion in the financial statement for 2015 was incorrect. As a result, the December 31, 2015 cash and investment balance included in the Annual Financial Report was understated by \$3,301,508. Audit adjustments were proposed, accepted by the County, and made to the financial statement.

5. *Redevelopment Commission Funds:*

The County Treasurer did not have a proper system of internal controls in place to ensure that all bank accounts were included on the Cash Book. Due to new legislation, redevelopment commission funds were to come under the control of the County Fiscal Officer as of July 1, 2014. The bank accounts of the Redevelopment Commission were not under the control of the County Fiscal Officer and were not included on the Cash Book as of December 31, 2015. The cash balance of the accounts as of December 31, 2015, was \$3,383,323.

MONROE 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 Treasurers of Indiana, Chapter 10)

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

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

Indiana Code 5-13-5-1 states:

"(a) Every public officer who receives or distributes public funds shall:

- (1) keep a cashbook into which the public officer shall enter daily, by item, all receipts of public funds; and
- (2) balance the cashbook daily to show funds on hand at the close of each day.

(b) The cashbook is a public record and is open to public inspection in accordance with IC 5-14-3.

(c) A person who violates this section is subject to criminal prosecution under IC 35-44.2-2-2."

It is important that the amounts distributed at each semiannual settlement agree with the amounts shown in the treasurer's daily balance of cash and depositories, since a settlement and distribution in excess of the amounts entered in this record will result in "cash short" on the day the settlement is made. Conversely, if the settlement and distribution is made for less than the amount shown in this record, it will result in "cash long" for that day. Therefore, every effort should be made before settlement and distribution to see that the amounts distributed for each taxing district agree with the amounts entered in the register of taxes collected and in the treasurer's daily balance of cash and depositories. (Accounting and Uniform Compliance Guidelines Manual for County Treasurers of Indiana, Chapter 4)

MONROE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Indiana Code 36-7-14-8(b) states in part:

"The fiscal officer of the unit establishing a redevelopment commission is the treasurer of the redevelopment commission. Notwithstanding any other provision of this chapter, the treasurer has charge over and is responsible for the administration, investment, and disbursement of all funds and accounts of the redevelopment commission in accordance with the requirements of state laws that apply to other funds and accounts administered by the fiscal officer. . . ."

Cause

The County Treasurer's office had not established a proper system of internal control.

Effect

The failure to establish controls enabled material misstatements or irregularities to remain undetected.

Views of Responsible Officials

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

**FINDING 2015-004 - INTERNAL CONTROLS OVER FINANCIAL TRANSACTIONS
AND REPORTING - CLERK OF THE CIRCUIT COURT**

Condition

There was a deficiency in the internal control system of the Clerk of the Circuit Court related to financial transactions and reporting. The following deficiency constituted a material weakness.

Trust funds that were moved to interest bearing bank accounts were not accounted for in the Clerk of the Circuit Court's Cash Book. As a result, the Clerk of the Circuit Court's office incorrectly reported the receipts, disbursements, and balances of the Clerk of the Circuit Court's Trust fund to the County Auditor for inclusion on the Annual Financial Report. The corrections to be made to the reported amounts for the beginning balance, receipts, disbursements, and ending balance were \$7,931,066; (\$4,129,278); \$18,666; and \$3,820,454, respectively.

In addition, the Clerk of the Circuit Court's office omitted the ISETS (child support) receipts, disbursements, and balances from the Clerk of the Circuit Court's Trust fund on the Annual Financial Report. The omitted amounts for the beginning balance, receipts, disbursements, and ending balance were \$8,890; \$1,246,220; (\$1,244,807) and \$10,303, respectively. Audit adjustments were proposed, approved by management of the County, and made to the financial statement.

Criteria

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

MONROE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Controls over the receipting, disbursing, recording, and accounting for the financial activities are necessary to avoid substantial risk of invalid transactions, inaccurate records and financial statements and incorrect decision making. (Accounting and Uniform Compliance Guidelines Manual for Clerks of the Circuit Courts of Indiana, Chapter 13)

Cause

The Clerk of the Circuit Court had not established a proper system of internal control to ensure accurate reporting on the Annual Financial Report.

Effect

The failure to establish controls enabled material misstatements or irregularities to remain undetected.

Views of Responsible Officials

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

Section III - Federal Award Findings and Questioned Costs

FINDING 2015-005 - SUSPENSION AND DEBARMENT

Federal Agency: Department of Transportation
Federal Programs: Formula Grants for Rural Areas
CFDA Number: 20.509
Federal Award Numbers and Years (or Other Identifying Numbers): IN18033090, 14ARRA09C
Pass-Through Entity: Indiana Department of Transportation

This is a repeat finding from the immediate prior year. The prior year finding numbers were 2014-005 and 2014-009.

Condition

An effective internal control system was not in place at the County in order to ensure compliance with requirements related to the grant agreement and the Suspension and Debarment compliance requirement.

The County passed through the federal program funds to a subrecipient. The County failed to verify that their subrecipient was not suspended or debarred.

Context

The County passed through 100 percent of the program funds to a subrecipient and failed to verify that they were not suspended or debarred.

MONROE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

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 180.300 states:

"When you enter into a covered transaction with another person at the next lower tier, you must verify that the person with whom you intend to do business is not excluded or disqualified. You do this by:

- (a) Checking the SAM Exclusions; or
- (b) Collecting a certification from that person; or
- (c) Adding a clause or condition to the covered transaction with that person."

Cause

The County had not established a system of internal controls to provide reasonable assurance that the subrecipient was not suspended or debarred.

Effect

The failure to establish internal controls enabled material noncompliance to go undetected. Noncompliance of the grant agreement or the compliance requirement could have resulted in the loss of federal funds to the County.

Questioned Costs

There were no questioned costs identified.

Recommendation

We recommended that the County's management establish controls, including segregation of duties, related to the grant agreement and the Suspension and Debarment compliance requirement. We also recommended that the County comply with the requirements.

View of Responsible Officials

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

MONROE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

FINDING 2015-006 - SUBRECIPIENT MONITORING

Federal Agency: Department of Transportation
Federal Programs: Formula Grants for Rural Areas
CFDA Number: 20.509
Federal Award Numbers and Years (or Other Identifying Numbers): IN18033090, 14ARRA09C
Pass-Through Entity: Indiana Department of Transportation

This is a repeat finding from the immediate prior year. The prior year finding number was 2014-007.

Condition

The County had not established an effective internal control system related to the grant agreement and the Subrecipient Monitoring compliance requirement that have a direct and material effect to the Formula Grants for Rural Areas program.

The County had not planned for the Subrecipient Monitoring responsibilities. The County did not have written plans that described how and by whom all of its pass-through responsibilities would be met. We also found that the County did not provide the CFDA title and number and the federal award name and number to its subrecipient. The County did not perform on-site visits or receive sufficient information that would have ensured that the subrecipient was properly following the guidelines of the grant agreement or the compliance requirement.

Context

The County passed through 100 percent of the Formula Grants for Rural Areas program funds to a subrecipient and failed to properly monitor the subrecipient.

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. . . ."

OMB Circular A-133, Subpart D, section .400(d) states:

"Pass-through entity responsibilities. A pass-through entity shall perform the following for the Federal awards it makes:

- (1) Identify Federal awards made by informing each subrecipient of CFDA title and number, award name and number, award year, if the award is R&D, and name of Federal agency. When some of this information is not available, the pass-through entity shall provide the best information available to describe the Federal award.
- (2) Advise subrecipients of requirements imposed on them by Federal laws, regulations, and the provisions of contracts or grant agreements as well as any supplemental requirements imposed by the pass-through entity.

MONROE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

- (3) Monitor the activities of subrecipients as necessary to ensure that Federal awards are used for authorized purposes in compliance with laws, regulations, and the provisions of contracts or grant agreements and that performance goals are achieved.
- (4) Ensure that subrecipients expending \$300,000 (*\$500,000 for fiscal years ending after December 31, 2003*) or more in Federal awards during the subrecipient's fiscal year have met the audit requirements of this part for that fiscal year.
- (5) Issue a management decision on audit findings within six months after receipt of the subrecipient's audit report and ensure that the subrecipient takes appropriate and timely corrective action.
- (6) Consider whether subrecipient audits necessitate adjustment of the pass-through entity's own records.
- (7) Require each subrecipient to permit the pass-through entity and auditors to have access to the records and financial statements as necessary for the pass-through entity to comply with this part."

Cause

The County had not established a system of internal controls to provide reasonable assurance that the subrecipient was being properly monitored in accordance with the compliance requirement listed above.

Effect

The failure to establish internal controls enabled material noncompliance to go undetected. Noncompliance of the grant agreement or the compliance requirement could have resulted in the loss of federal funds to the County.

Questioned Costs

There were no questioned costs identified.

Recommendation

We recommended that the County's management establish controls, including segregation of duties, related to the grant agreement and Subrecipient Monitoring compliance requirements. We also recommended that the County comply with the requirements.

View of Responsible Officials

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

MONROE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

FINDING 2015-007 - INTERNAL CONTROLS OVER CHILD SUPPORT ENFORCEMENT

Federal Agency: Department of Health and Human Services
Federal Programs: Child Support Enforcement
CFDA Number: 93.563
Federal Award Number and Year (or Other Identifying Number): 1304IN4005
Pass-Through Entity: Indiana Department of Child Services

The Allowable Costs/Cost Principles was a noncompliance/internal control finding in the immediate prior year. The prior year finding number was 2014-008.

Condition

An effective internal control system was not in place at the County in order to ensure compliance with requirements related to the grant agreement and the following compliance requirements: Activities Allowed or Unallowed, Allowable Costs/Cost Principles, and Reporting.

Activities Allowed or Unallowed

The County Clerk and the IV-D Court did not have effective internal controls to ensure that program funds were used for Activities Allowed or Unallowed.

Allowable Costs/Cost Principles

The County contracted with a consultant to prepare a cost allocation plan. The County did not establish internal controls to ensure that the cost allocation plan was complete and accurate.

Reporting

The County Prosecuting Attorney's office did not have effective internal controls to ensure that the quarterly incentive reports were accurate and complete.

Criteria

2 CFR 200.303 states in part:

"The non-Federal entity must:

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

Cause

The County had not established a proper system of internal controls to provide reasonable assurance that the County complied with the compliance requirements noted above.

MONROE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Effect

The failure to establish effective internal controls could have enabled material noncompliance to go undetected. Noncompliance of the grant agreement and the compliance requirement could have resulted in the loss of federal funds to the County.

Questioned Costs

There were no questioned costs identified.

Recommendation

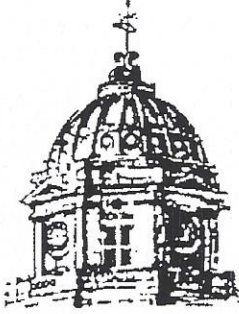
We recommended that the County's management establish controls, including segregation of duties, related to the grant agreement and compliance requirements noted above.

View of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is a 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.



THERESE K. CHAMBERS
Monroe County Auditor

Monroe County Courthouse
100 W. Kirkwood, Rm. 209
Bloomington, IN 47404
Office (812) 349-2510
Fax (812) 349-2280

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
(SBOA Audit for Year: 2015)**

FINDING 2014-001:

Fiscal year in which the finding initially occurred: 2014
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: N/A
Contact Person Responsible for Corrective Action: Therese Chambers
Contact Phone Number: 812-349-2510

Status of Audit Finding:

Regarding preparation of the schedule of expenditures of federal awards, Grant Navigator is up and running and being kept current. The Claims Financial Representative is processing the claims in the software system for payment of claims submitted by departments. The Grant Administrator is double-checking for accuracy and making sure that funds are being spent appropriately according to the grant terms.

The Grants Administrator is in communication with departments regarding questions and concerns with the grants. We are also monitoring fund balances on grants to make sure funds are not being overspent. New spreadsheets have been created to track funds when they come in and funds as they are spent.

There has been a new position established, Second Financial Representative, responsible for auditing and cross-checking the AP claims, and cross-checking the grants and the Schedule of Expenditures of Financial Awards (SEFA). This includes comparing the financial statements to what is reported. For the reimbursable grants, the expenditures on the SEFA would be the receipts received for that year. With the upfront grant awards, which we have very few of, where the money is received before it is spent are tracking those expenditures. Then once the SEFA is completed by the Grants Administrator, the Second Financial Representative will review between Gateway and our system.

To be completed: 2016

FINDING 2014-002:

Fiscal year in which the finding initially occurred: 2014

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: N/A

Contact Person Responsible for Corrective Action: Therese Chambers

Contact Phone Number: 812-349-2510

Status of Audit Finding:

Debt, AP Claims and Payroll findings:

Claims are generated by the department paying the debt. Claims are checked in the Auditor's office and are followed up by creation of a spreadsheet for all debt and capital lease payments with a separate tab for each debt. These are being tracked by payment date, payment amount, interest, unit making payments, and method of payment including check number. The Auditor's office Administrative Assistant will follow up with bank to make sure each check clears and compare to Gateway information. We have created the same type of procedures for contracts as well.

In connection with controls over receipting, disbursing, recording and accounting for the financial activities to avoid invalid transactions or inaccurate records and financial statements, we are double-checking the claims against the invoice edit report and then checking the checks against the check register report once they are printed. The person entering is not the person doing the checking. This procedure was put into place July 29, 2016 and is the responsibility of the Second Financial Representative.

The new LOW payroll financial software is helpful in these issues by generating reports to assist in cross-checking of data entry. W2s will be handled from the LOW system with LOW's assistance.

The Grants Administrator is also the backup to Payroll and is trained to complete payroll in the absence of the Payroll Administrator. As backup, the Grants Administrator is double-checking payroll entries, direct deposit amounts, and cross-checking the pension plans. The Grants Administrator is double-checking the salary amounts entered into the software system against the Salary Ordinance.

The Payroll Administrator is ensuring that all timesheets and vouchers are being signed by the department head or elected official. Payroll clearing of funds are being handled the same as the PERF. Employee leave information is calculated by Human Resources and entered into the Auditor's system.

Receipting is now a dual effort between Treasurer and Auditor. The Treasurer's office receives the checks and/or cash. Auditor receives a copy of the check. Cash is counted by the Auditor and Treasurer offices at the same time and calculation tape is created and printed. The tape is initialed by both the Auditor and Treasurer and the Auditor's office then quietuses the amount in. The Treasurer signs off on the quietus for cross-checking.

To be completed: 2017

FINDING 2014-008:

Fiscal year in which the finding initially occurred: 2014

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

Contact Person Responsible for Corrective Action: Therese Chambers


Contact Phone Number: 812-349-2510

Status of Audit Finding:

Allowable Costs/Cost Principles findings:

Creation of the Central Services Cost Allocation Plan (CAP) is contracted out. Once the contracted company submits the CAP to the Auditor, it will be reviewed with the representative from the contracted company, along with supporting documentation to ensure that the County is in agreement with the data provided. The CAP will be reviewed by the Auditor, Clerk and Prosecutor, and each elected official will create a spreadsheet and/or detailed written findings regarding the CAP.

To be completed: 2017



Therese K. Chambers, Auditor

Dated: November 28, 2016



CATHERINE C. SMITH
Monroe County Treasurer

Courthouse, Room 204
100 West Kirkwood Avenue
Bloomington, IN 47404
Office (812) 349-2531
Fax (812) 349-2079

November 17, 2016

MEMORANDUM FOR RECORD

**Treasurer's Office Summary of Prior Audit Findings
(for Audit Year 2015)**

FINDING 2014-003

Fiscal Year in which the finding initially occurred: 2014
Contact Person Responsible for Corrective Action: Catherine Smith
Contact Phone Number: 812-360-2338/812-349-2531

Status of Audit finding:

The corrective action outlined in the 2014 Audit is in the process of being implemented. Some actions have been completed, as well.

We are in our first month of implementing a new financial software which will allow this department to develop and implement a new systematic Internal Control policy. The software has both a cash book and a bank reconciliation model. Training on the Auditor's Ledger and Payroll is occurring now, and bank reconciliation training with this software tools will be completed in the next few days.

Anticipated completion date: 12/31/2016.

Redevelopment Commission accounts (which were unknown to the Treasurer until the SBOA Audit during the summer) have already been studied and are added to the cashbook for the 4th Quarter 2016.

Respectfully,

Catherine C. Smith
Monroe County Treasurer

Nicole Lynn Browne
Clerk of Monroe Circuit Courts
301 N. College Avenue, Room 201
P.O. Box 547
Bloomington, IN 47402
CORRECTIVE ACTION PLAN

FINDING 2015-007

Nicole Browne
812-349-5004

The previous Clerk of the Circuit Court hired an outside company, Malcon to manage Federal Grant 1304IN4005 through the Department of Health and Human Services.

The Clerk of the Monroe Circuit Court will work with Malcon to implement internal controls to monitor and provide oversight to ensure that we are in compliance with the grant agreement.

The recording of time actually worked on IV-D cases by employees in a personnel activity report shall be required and maintained by Beck Waldrip, supervisor of Child Support in the Clerk's office. No employee will be paid solely from the Federal Grant, but compensated for actual hours worked on IV-D cases. The personnel activity reports will then be reviewed and signed for by the Monroe County Clerk, Nicole Browne to ensure they are accurate and in compliance with the grant agreement.

This process will begin immediately.

Nicole Lynn Browne
(Signature)

Monroe County Clerk
(Title)

11-17-2016
(Date)



OFFICE OF
MONROE COUNTY COMMISSIONERS
100 West Kirkwood Avenue
The Courthouse Room 322
BLOOMINGTON, INDIANA 47404

Telephone 812-349-2550
Facsimile 812-349-7320

Patrick Stoffers, President

Julie Thomas, Vice President

Iris Kiesling, Member

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS 2014

FINDING 2014-005

Fiscal year in which the finding initially occurred: January 1, 2014– December 31, 2014

Pass-Through Entity: Indiana Department of Transportation
Contact Person Responsible for Corrective Action: Patrick Stoffers
Contact Phone Number: 812-349-2550

Issues identified: Failure to establish internal controls, segregation of duties, ensure compliance with Allowable Costs/Cost Principles, Period of Availability, Cash Management, Reporting and Suspension and Debarment

Status of Audit Findings:

Monroe County Government has **initiated in 2016** policies and procedures to ensure an effective internal control system that includes segregation of duties related to the grant agreement and compliance requirements of Allowable Costs/ Cost Principles, Period of Availability, Cash Management, Reporting and oversight, review, and approval to ensure procurement, and suspension and debarment in the use of federal grant funds.

Specifically, the Commissioners in 2016:

- Have ensured the subrecipient is not on the Debarment and Suspension list,
- Has obtained corrective action plans from Area 10 / Rural Transit in response to their independent audit results,
- Obtained verification of all certificates and assurances (Title VI, Section 504/ADA, EEO,)
 - Certificates of use required for all vehicles under the program,
 - DBE information if applicable,
 - Establish a full vehicle inventory and obtain a 5 year vehicle replacement plan,
 - Initiated but not fully implemented (**will be fully implemented in 2017**) monthly and quarterly financial and ridership reports
 - These have to include revenue and expense statement with a detailed report of expenses by budget category as identified in the budget form of the application.
 - Include information with the quarterly report that reflects the proposed reimbursement does not exceed 50% of allowable expenses
- Will obtain a copy of the annual report submitted to INDOT, the Independent Audit results, INDOT site monitoring report (and will participate in the evaluation), has initiated conversation with the State as Monroe County is recorded within the Sub Award reporting system (FSRS)
- Will obtain the DBE data report when applicable.
- Will require Rural Transit obtain verification of entities contracted with by the Recipient meet the Debarment and Suspension regulations, DBE, Affirmative Action and Procurement history and process and provide that information as requested to MCG.

FINDING 2014-006

Fiscal year in which the finding initially occurred: January 1, 2014 – December 31, 2014

Pass-Through Entity: Indiana Department of Transportation
Contact Person Responsible for Corrective Action: Patrick Stoffers
Contact Phone Number: 812-349-2550

Issues Identified: Inadequate records of real property acquired with federal grant funds.

Status of Audit Findings:

Monroe County in 2015 established a record system and management of real property acquired by federal funds.

Description of the Item
ID Number (VIN# in this instance)

Defined a schedule to conduct a physical inventory every two years with the reconciling of property records

Safety and security of physical property maintained with insurance policies, security systems, and routine observation.

The system established in 2015 has been improved in 2016 to include not only the data base of all real property purchased by federal grants but also includes the following information as of 2016:

- Percentage purchased by Federal funds
- Location of property
- Use of the property
- Condition of property
- Disposition of property when appropriate

Maintenance schedule and reports provided semi yearly

Manner or disposition recorded and use of monies received – reported and put into the grant program.

FINDING 2014-007

Fiscal year in which the finding initially occurred: January 1, 2014 – December 31, 2014

Pass-Through Entity: Indiana Department of Transportation
Contact Person Responsible for Corrective Action: Patrick Stoffers
Contact Phone Number: 812-349-2550

Issues Identified: Subrecipient Monitoring

Status of Audit Findings: In 2016 the County has established an effective internal control system, including segregation of duties related to the grant agreement however, the following compliance requirement:

Subrecipient Monitoring responsibilities was only beginning to be understood.

Albeit ultimately the County’s responsibility and acknowledging ignorance is not an excuse, the County had not been, nor was at that time, knowledgeable of its roles and responsibilities. In 2015 the County was only beginning to understand what its roles and responsibilities were specific to the management of the Grant. As a First Tier subrecipient and pass through entity itself, the County was recognizing it was responsible for ensuring:

(1) Identify Federal awards made by informing each subrecipient of CFDA title and number, award name and number, award year, if the award is R&D, and name of Federal agency. When some of this information is not available, the pass-through entity shall provide the best information available to describe the Federal award. **(Initiated in 2015)**

(2) Advise subrecipients of requirements imposed on them by Federal laws, regulations, and the provisions of contracts or grant agreements as well as any supplemental requirements imposed by the pass-through entity. **(initiated in 2015- Improved in 2016)**

(3) Monitor the activities of subrecipients as necessary to ensure that Federal awards are used for authorized purposes in compliance with laws, regulations, and the provisions of contracts or grant agreements and those performance goals are achieved. **(Began late in 2016)**

(4) Ensure that subrecipients expending \$300,000 (*\$500,000 for fiscal years ending after December 31, 2003*) or more in Federal awards during the subrecipient's fiscal year have met the audit requirements of this part for that fiscal year. **(Initiated in late 2016)**

(5) Issue a management decision on audit findings within six months after receipt of the subrecipient's audit report and ensure that the subrecipient takes appropriate and timely corrective action. **(Began in late 2016)**

(6) Consider whether subrecipient audits necessitate adjustment of the pass-through entity's own records. **(Began in 2016)**

(7) Require each subrecipient to permit the pass-through entity and auditors to have access to the records and financial statements as necessary for the pass-through entity to comply with this part." **(Initiated in 2015)**

FINDING 2014-009

Fiscal year in which the finding initially occurred: January 1, 2014 – December 31, 2014

Pass-Through Entity: Indiana Department of Transportation
Contact Person Responsible for Corrective Action: Patrick Stoffers
Contact Phone Number: 812-349-2550

Issues Identified: Suspension and Debarment

Status of Audit Findings:

Suspension and Debarment: Corrected in 2016. MCG has confirmed that Area 10 / Rural Transit is not on the Suspension and Debarment list. MCG will confirm prior to submission of the grant application and again at 6 months into the grant.

Additionally, MCG will require Area 10 / Rural Transit ensure they are checking SAMS regarding any entity with which they conduct business.



Chris Gaal
Prosecuting Attorney

Charlotte T. Zietlow Justice Center
301 North College Avenue
Room 211
Bloomington, IN 47404

MAIN 812-349-2670
FAX 812-349-2725
www.monroeprosecutor.us

November 15, 2016

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2014-008

Fiscal year in which the finding initially occurred: **2014**
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: **Child Support Enforcement**
Contact Person Responsible for Corrective Action: **Beth Hamlin**
Contact Phone Number: **(812)349-2064**

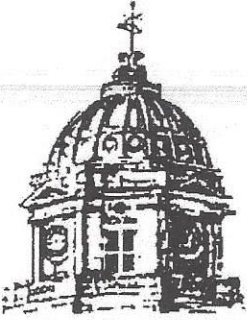
Status of Audit Finding: Shortly after being made aware of the original audit finding in 2016, the State Form 445272/DFC Form 918 was reinstated. Because the 2014 finding was not identified until 2016, it was not corrected in 2015.

Monthly completion of the State Form 445272/DFC Form 918 began in September, 2016 and has continued to date. The use of this form will continue until otherwise directed.

Chris Gaal
Monroe County Prosecuting Attorney

11-17-16

Date



THERESE K. CHAMBERS
Monroe County Auditor

Monroe County Courthouse
100 W. Kirkwood, Rm. 209
Bloomington, IN 47404
Office (812) 349-2510
Fax (812) 349-2280

CORRECTIVE ACTION PLAN
(SBOA Audit for Year: 2015)

FINDING 2015-001:

Contact Person Responsible for Corrective Action: Therese Chambers
Contact Phone Number: 812-349-2510

Views of Responsible Official: We concur with the finding.

Description of Corrective Action Plan:

Grant-related findings:

Regarding preparation of the schedule of expenditures of federal awards, Grant Navigator is up and running and being kept current. The Claims Financial Representative is processing the claims in the software system for payment of claims submitted by departments. The Grant Administrator is double-checking for accuracy and making sure that funds are being spent appropriately according to the grant terms.

The Grants Administrator is in communication with departments regarding questions and concerns with the grants. We will also be monitoring fund balances on grants to make sure funds are not being overspent. New spreadsheets have been created to track funds when they come in and funds as they are spent.

There has been a new position established, Second Financial Representative. If we can get the Council to fund this much-needed position for 2017 forward, it will be responsible for auditing and cross-checking the AP claims. This position would also be responsible for cross-checking the grants and the Schedule of Expenditures of Financial Awards (SEFA). This would include comparing the financial statements to what is reported. For the reimbursable grants, the expenditures on the SEFA would be the receipts received for that year. With the upfront grant awards, which we have very few of, where the money is received before it is spent we will track those expenditures. Then once the SEFA is completed by the Grants Administrator, the Second Financial Representative will do the review between Gateway and our system.

Anticipated completion date: 2017

FINDING 2015-002:

Contact Person Responsible for Corrective Action: Therese Chambers
Contact Phone Number: 812-349-2510

Views of Responsible Official: We concur with the finding.

Description of Corrective Action Plan:

Debt, AP Claims and Payroll findings:

Claims are generated by the department paying the debt. Claims are checked in the Auditor's office and will be followed up by creation of a spreadsheet for all debt and capital lease payments with a separate tab for each debt. These will be tracked by payment date, payment amount, interest, unit making payments, and method of payment including check number. The Auditor's office Administrative Assistant will follow up with bank to make sure each check clears and compare to Gateway information. We are creating the same type of procedures for contracts as well.

Anticipated completion date: 2016 and 2017

In connection with controls over receipting, disbursing, recording and accounting for the financial activities to avoid invalid transactions or inaccurate records and financial statements, we are double-checking the claims against the invoice edit report and then checking the checks against the check register report once they are printed. The person entering is not the person doing the checking. This procedure was put into place July 29, 2016. This duty would also be that of the Second Financial Representative.

The new LOW payroll financial software should help with some of these issues by generating reports to assist in cross-checking of data entry. W2s will be handled from the LOW system with LOW's assistance.

The Grants Administrator is also the backup to Payroll and is trained to complete payroll in the absence of the Payroll Administrator. As backup, the Grants Administrator will also be double-checking payroll entries, direct deposit amounts, and cross-checking the pension plans. The Grants Administrator will double-check the salary amounts entered into the software system against the Salary Ordinance.

The Payroll Administrator will ensure that all timesheets and vouchers are being signed by the department head or elected official. Payroll clearing of funds will be handled the same as the PERF. Employee leave information is calculated by Human Resources and entered into the Auditor's system.

Receipting is now a dual effort between Treasurer and Auditor. The Treasurer's office receives the checks and/or cash. Auditor receives a copy of the check. Cash is counted by the Auditor and Treasurer offices at the same time and calculation tape is created and printed. The tape is initialed by both the Auditor and Treasurer and the Auditor's office then quietuses the amount in. The Treasurer signs off on the quietus for cross-checking.

Anticipated completion date: 2016 and 2017

Redevelopment Commission Funds:

The accounts need to be placed on the Treasurer's reporting. All claims need to go through normal County claims procedures. Need to meet with old National to make sure they know the required authorization of Treasurer, Auditor and Redevelopment Commission.

Anticipated completion date: 2017

FINDING 2015-007 - INTERNAL CONTROL OVER CHILD SUPPORT ENFORCEMENT

Contact Person Responsible for Corrective Action: Therese Chambers
Contact Phone Number: 812-349-2510

Views of Responsible Official: We concur with the finding.

Description of Corrective Action Plan:


Allowable Costs/Cost Principles findings:

Creation of the Central Services Cost Allocation Plan (CAP) is contracted out. Once the contracted company submits the CAP to the Auditor, it will be reviewed with the representative from the contracted company, along with supporting documentation to ensure that the County is in agreement with the data provided. The CAP will be reviewed by the Auditor, Clerk and Prosecutor, and each elected official will create a spreadsheet and/or detailed written findings regarding the CAP.

Anticipated completion date: 2017.



Patrick Stoffers, President
Board of Commissioners



Therese K. Chambers, Auditor

Dated: November 29, , 2016

Nicole Lynn Browne
Clerk of Monroe Circuit Courts
301 N. College Avenue, Room 201
P.O. Box 547
Bloomington, IN 47402

CORRECTIVE ACTION PLAN

FINDING 2015-004

Qiangsheng Huang
812-349-2613

Odyssey software does not have a way to include totals for the I69 interest bearing account or the ISETS Child Support financials in the Cash Book or Receipts report sent each year to the Monroe County Auditor.

A spreadsheet has been generated to include the I69 interest bearing account, ISETS and the Clerk's Cash Book and Daily Balance into one report that will be submitted annually to the Auditor.

This will be implemented in the report for year 01/01/2016 to 12/31/2016 that will be submitted at the end of 2016.

Nicole Lynn Browne
(Signature)
Monroe County Clerk
Nicole Lynn Browne
(Title)

11-21-2016
(Date)

Nicole Lynn Browne
Clerk of Monroe Circuit Courts
301 N. College Avenue, Room 201
P.O. Box 547
Bloomington, IN 47402
CORRECTIVE ACTION PLAN

FINDING 2015-007

Nicole Browne
812-349-5004

The previous Clerk of the Circuit Court hired an outside company, Malcon to manage Federal Grant 1304IN4005 through the Department of Health and Human Services.

The Clerk of the Monroe Circuit Court will work with Malcon to implement internal controls to monitor and provide oversight to ensure that we are in compliance with the grant agreement.

The recording of time actually worked on IV-D cases by employees in a personnel activity report shall be required and maintained by Beck Waldrip, supervisor of Child Support in the Clerk's office. No employee will be paid solely from the Federal Grant, but compensated for actual hours worked on IV-D cases. The personnel activity reports will then be reviewed and signed for by the Monroe County Clerk, Nicole Browne to ensure they are accurate and in compliance with the grant agreement.

This process will begin immediately.

Nicole Lynn Browne
(Signature)

Monroe County Clerk
(Title)

11-17-2016
(Date)



OFFICE OF
MONROE COUNTY COMMISSIONERS
100 West Kirkwood Avenue
The Courthouse Room 322
BLOOMINGTON, INDIANA 47404

Telephone 812-349-2550
Facsimile 812-349-7320

Patrick Stoffers, President

Julie Thomas, Vice President

Iris Kiesling, Member

2015 Corrective Action Plan

FINDING 2015-005

Federal Agency: Department of Transportation
Federal Programs: Formula Grants for Rural Areas
CFDA Number: 20.509
Federal Award Numbers and Years (or Other Identifying Numbers): IN18033090 14ARRA09C
Pass-Through Entity: Indiana Department of Transportation
Contact Person Responsible for Corrective Action: Patrick Stoffers
Contact Phone Number: 812-349-2550

Views of Responsible Official: The Monroe County Board of Commissioners concur with the SBOA finding.

Description of Corrective Action Plan:

Suspension and Debarment: Corrected in 2016. MCG has confirmed that Area 10 / Rural Transit is not on the Suspension and Debarment list. MCG will confirm prior to submission of the grant application and again at 6 months into the grant.

Additionally, MCG will require Area 10 / Rural Transit ensure they are checking SAMS regarding any entity with which they conduct business.

Finding 2015-006

Federal Agency: Department of Transportation
Federal Programs: Formula Grants for Rural Areas
CFDA Number: 20.509
Federal Award Numbers and Years (or Other Identifying Numbers): IN18033090, 14ARRA09C
Pass-Through Entity: Indiana Department of Transportation
Contact Person Responsible for Corrective Action: Patrick Stoffers
Contact Phone Number: 812-349-2550

Views of Responsible Official: The Monroe County Board of Commissioners concur with the SBOA finding.

Description of Corrective Action Plan:

Due to the timing of audit findings and education of monitoring parties, Monroe County Government (MCG) is deficient in this area until 2016. AS such:

The Monroe County Board of Commissioners will establish effective internal controls specific to the segregation of duties in 2016 by establishing monthly meetings with the Area 10 / Rural Transit plus on site visits thus ensuring the programs compliance with the of Federal awards in compliance with the contract and grant agreement.

Monroe County will ensure:

1. Area 10 / Rural Transit is advised of the CFDA title, number, award name and number, award year, and the name of the Federal Agency
2. Area 10 / Rural Transit is advised of requirements imposed on them by Federal Laws, regulation, and provision of the contract and grant agreement in addition to any requirements imposed by Monroe County Government as the pass through entity.
3. Monitor the activities of Area 10 / Rural Transit to ensure proper use of grant funds and performance goals achieved.
4. Audit requirements are met for the fiscal year of receipt
5. Provide a response to audit findings within 6 months of receipt of the grant recipients independent audit report and ensure appropriate and corrective action is taken.
6. Determine if Area 10 / Rural Transit's audits require adjustments to MCG's records.
7. Area 10 / Rural Transit will permit MCG and auditors access to their records and financial statements as necessary for MCG to comply with the SBOA's sub recipient monitoring expectations.



CATHERINE C. SMITH
Monroe County Treasurer

Courthouse, Room 204
100 West Kirkwood Avenue
Bloomington, IN 47404
Office (812) 349-2531
Fax (812) 349-2079

November 17, 2016

MEMORANDUM FOR RECORD

**Treasurer's Office Corrective Action Plan
(for Audit Year 2015)**

FINDING 2015-003

Contact Person Responsible for Corrective Action: Catherine Smith
Contact Phone Number: 812-360-2338/812-349-2531

Description of Corrective Action Plan:

I concur with the findings. A new financial software is being implemented and a new systematic Internal Control policy is being developed with the new software's attributes taken into consideration. The software has both a cash book and a bank reconciliation model and is currently being implemented, and once this software is adapted to our business model and fully implemented, the Internal Control instructions will be well documented and will reflect not only the software procedures, but will also include the human interaction associated with this procedure. Anticipated completion date: 12/31/2016.

Regarding the Redevelopment Commission accounts (which were unknown to the Treasurer until the SBOA Audit during the summer) have been added to the cashbook for the 4th Quarter 2016.

Respectfully,

Catherine C. Smith

Monroe County Treasurer

Monroe Circuit Court

Office of Court Services

The Justice Building
301 North College Avenue
Bloomington, Indiana 47404-3865
(812)349-2615
Fax (812)349-2791

Bonnie Austin
Director

Lisa Abraham
Deputy Court Administrator

Lisa Wesemann
Public Service Coordinator

Bernice Luck
Financial Coordinator

Lorie Robinson
Case Management Coordinator

Michelle Pritchard
Court Program Coordinator

CORRECTIVE ACTION PLAN

FINDING 2015-007 –

Federal Agency: Department of Health and Human Services

Federal Programs: Child Support Enforcement

CFDA Number: 93.563

Federal Award Number and Year (or Other Identifying Number): 1304IN4005

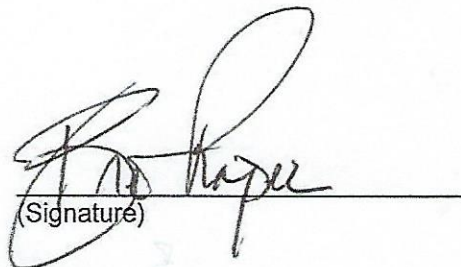
Pass-Through Entity: Indiana Department of Child Services

Contact Person Responsible for Corrective Action: Lorie Robinson, Office of Court Administration
Contact Phone Number: 812-349-2057

Views of Responsible Official: We concur with the Finding

Description of Corrective Action Plan: Correction made September 2016 for unallowed claim August 2015. Department will review of Activities Allowed and Unallowed to ensure program funds are used appropriately. Annual review will be conducted with Preparer, Certifier and Supervisor.

Anticipated Completion Date: Complete



(Signature)

Title IV-D Commissioner
(Title)

11/17/2016
(Date)



Chris Gaal
Prosecuting Attorney

Charlotte T. Zietlow Justice Center
301 North College Avenue
Room 211
Bloomington, IN 47404

MAIN 812-349-2670
FAX 812-349-2725
www.monroeProsecutor.us


November 15, 2016

Finding 2015-007 -

Federal Agency: Department of Health and Human Services
Federal Program: Child Support Enforcement
CFDA Number: 93.563
Federal Award Number: 1304IN4005
Pass-Through Entity: Indiana Department of Child Services
Auditee Contact Person: Beth Hamlin
Contact Person Title: Executive Director, Monroe County Prosecutor's Office
Contact Phone Number: (812)349-2064

Corrective Action: Shortly after being made aware of this issue originally in 2014, the Office Administrator was advised by the Executive Director that the State Form 445272/DFC Form 918 was to be reinstated. This corrective action was maintained for several months on and off during 2014 but regular use was not reliably put into place. With this Finding 2014-008 being made, it becomes apparent that the established corrective action was insufficient. After some discussion between the Child Support Supervising Deputy Prosecutor, the Office Administrator and the Executive Director it is determined that a new corrective action is needed. Processes are underway to determine exactly what action will be most effective. It is expected that some combination of an edit to the county's employee signed timesheets to include language specifying the percentage of time spent on Child Support activities and/or the use of the Child Support Semi-Annual Certification of Time will be instituted.

This corrective action was put into place in September, 2016. Monthly completion of 445272/DFC Form 918 began at that time and will continue ongoing.


Chris Gaal
Monroe County Prosecuting Attorney

11-17-16
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/>.