

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

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



FILED
07/27/2017

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
County Auditor	Cathy J. Hamilton	01-01-15 to 12-31-18
County Treasurer	Carol J. Bartley	10-19-14 to 12-31-20
Clerk of the Circuit Court	Sherri Crews	01-01-13 to 12-31-20
County Sheriff	Jeff Ward	01-01-15 to 12-31-18
County Recorder	Linda Brammel	01-01-14 to 12-31-17
President of the Board of County Commissioners	Cory Boyles Scott Shoemaker	01-01-15 to 12-31-15 01-01-16 to 12-31-17
President of the County Council	Alan Dunn	01-01-15 to 12-31-17



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

TO: THE OFFICIALS OF CLINTON COUNTY, INDIANA

Report on the Financial Statement

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

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

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

Opinion on Regulatory Basis of Accounting

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

Other Matters

Supplementary Information

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

Other Information

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

INDEPENDENT AUDITOR'S REPORT
(Continued)

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated May 18, 2017, 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

May 18, 2017



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

TO: THE OFFICIALS OF CLINTON 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 Clinton 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 May 18, 2017, 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 County'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 and 2015-002, 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 from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Questioned Costs as item 2015-002.

Clinton 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

May 18, 2017

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FINANCIAL STATEMENT AND ACCOMPANYING NOTES

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

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

Fund	Cash and Investments 01-01-15	Receipts	Disbursements	Cash and Investments 12-31-15
General	\$ 532,808	\$ 10,789,439	\$ 10,970,819	\$ 351,428
Accident Report	2,621	4,544	793	6,372
Bid Deposits and Bonds Holding	24,531	12,750	-	37,281
CAGIT County Certified Shares	40,616	1,766,185	1,770,245	36,556
CEDIT County Share	1,643,130	1,220,079	727,388	2,135,821
Child Advocacy	100	-	-	100
City and Town Court Costs	8,093	8,028	8,093	8,028
Clerk's Records Perpetuation	52,427	16,781	7,714	61,494
Community Corrections	120,523	492,444	393,875	219,092
Community Transition Program	3,970	22,790	19,590	7,170
County Option Dog Tax	813	-	-	813
Sales Disclosure - County Share	5,995	3,315	-	9,310
Cummulative Bridge	1,599,381	559,983	993,678	1,165,686
Cummulative Capital Development	772,386	434,721	553,284	653,823
Cummulative Courthouse	332,718	276,330	536,725	72,323
Drug Free Community	41,169	31,501	36,439	36,231
Electronic Map Generation	528	356	620	264
Emergency Planning/Right to Know	13,054	4,325	7,652	9,727
Firearms Training	22,148	10,240	8,514	23,874
General Drain Improvement	355,548	8,767	48,281	316,034
Health	21,018	345,314	335,317	31,015
Identification Security Protection	61,671	2,354	12,626	51,399
Levy Excess	872	-	-	872
Local Health Maintenance	7,226	33,139	30,707	9,658
Local Road and Street	202,127	300,604	233,410	269,321
LOIT Public Safety - County Share	136,726	407,909	331,365	213,270
Medical Care for Inmates	1,825	1,900	63	3,662
Misdemeanant	47,074	22,034	5,696	63,412
Motor Vehicle Highway	990,748	2,828,482	2,244,410	1,574,820
Plat Book	65,450	10,655	7,386	68,719
Rainy Day	497,442	-	-	497,442
Reassessment - 2009	173	-	173	-
Reassessment - 2015	34,116	218,708	234,163	18,661
Recorder's Records Perpetuation	194,516	40,907	91,766	143,657
Sex and Violent Offender Administration	8,343	3,416	500	11,259
Sheriff's Pension Trust	18,188	27,538	24,000	21,726
Storm Water Management Capial Projects	286,716	332	139,436	147,612
Supplemental Public Defender Services	77,255	71,243	65,204	83,294
Surplus Tax	100,723	47,136	57,752	90,107
Surveyor's Corner Perpetuation	68,356	6,420	2,691	72,085
Tax Sale Redemption	5,937	59,119	57,901	7,155
Tax Sale Surplus	116,089	188,822	115,204	189,707
Local Health Department Trust Account	35,375	20,658	10,042	45,991
Unsafe Building	591	-	-	591
16.588 Victim Assistance	(577)	16,812	16,812	(577)
Guardian Ad Litem	7,365	-	-	7,365
Auditors Ineligible Deductions	6,609	2,137	5,747	2,999
County Elected Officials Training	8,796	2,354	-	11,150
EBOLA FUNDING	-	5,383	146	5,237
Statewide 911	533,496	450,024	285,830	697,690
Adult Probation Administrative	82,498	29,331	59,448	52,381
Juvenile Probation Administrative	31,774	10,640	4,215	38,199
County User Fee	356,931	70,834	50,166	377,599
Drain Construction/Reconstruction	3,916	-	-	3,916
Drain Maintenance	1,040,733	540,559	996,505	584,787
Sheriff Sale Administration	39,490	18,148	9,100	48,538
DUI Task Force	577	-	244	333
K-9	746	100	-	846
Health Clinic	8,764,747	2,915,249	2,911,478	8,768,518
Court Interpreters	1,902	8,621	5,304	5,219
Donations	37,593	18,436	8,054	47,975
Payroll Clearing	32,178	5,391,198	5,388,135	35,241
Settlement	-	35,282,908	35,282,908	-
LOIT PUBLIC SAFETY	-	1,092,554	1,092,554	-
Wheel Tax / Surtax Combined	1,021,225	818,679	1,545,000	294,904
Wheel Tax	-	245,578	245,578	-
Sur Tax	-	784,584	784,584	-
CVET Agency	-	360,379	360,379	-

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

CLINTON 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
Weed Lien Collections	-	48,291	48,291	-
Sewage Collections	-	5,132	5,132	-
Financial Institution Tax	-	150,561	150,561	-
CEDIT Homestead Credit	36,233	1,452,908	1,458,140	31,001
CAGIT-PTRC	-	1,441,553	1,441,553	-
LOIT Residential PTRC	35,904	1,445,700	1,444,127	37,477
State Fines and Forfeitures	5,543	51,375	48,256	8,662
Infraction Judgements	13,861	64,579	62,786	15,654
Overweight Vehicle Fines	-	2,068	2,060	8
Special Death Benefit	305	3,430	3,480	255
Sales Disclosure - State Share	365	3,345	3,360	350
Coroners Training & Con't Education	436	3,411	3,597	250
Mortgage Recording Fees - State Share	243	2,510	2,578	175
Sex and Violent Offender Admin - State	11	380	374	17
Inheritance Tax	4,981	-	4,981	-
Education Plate Fees Agency	19	881	900	-
Riverboat Revenue Sharing	-	196,816	196,816	-
Innkeepers Tax Collections	6,875	52,112	42,278	16,709
CAGIT Distribution	412	2,522,305	2,522,717	-
93.563 ARRA Clerk IV-D Incentive	543	-	-	543
93.563 Title IV-D Incentive	49,869	11,084	-	60,953
93.563 Prosecutor IV-D Incentive-Prior To Oct '99	4,687	-	4,687	-
93.563 Prosecutor IV-D Incentive-Post Oct '99	117,035	16,679	1,500	132,214
93.563 Clerk IV-D Incentive-Prior To Oct '99	15,502	-	-	15,502
93.563 Clerk IV-D Incentive-Post Oct '99	63,355	11,084	6,065	68,374
County Road 375	998,976	381,671	874,934	505,713
TMA	462,199	187,872	121,100	528,971
TRAVEL IMMUNIZATIONS	401	9,522	3,054	6,869
CEDIT DISTRIBUTION	-	1,447,443	1,447,443	-
CAGIT DISTRIBUTION	-	1,801,941	1,801,941	-
EMA COMPETITIVE COUNTY	-	7,408	7,408	-
EMA COUNTY PROJECT	-	12,000	12,000	-
VOCA GRANT	(912)	16,059	17,638	(2,491)
RECOVERY GRANT	(1,986)	-	-	(1,986)
STEP AHEAD GRANT	(21)	-	-	(21)
PROJECT LIFESAVER	2,302	-	-	2,302
County Home Trust Account	58,281	180,253	185,349	53,185
Clerk's Trust Account	936,399	2,706,230	2,590,877	1,051,752
Clerk's Child Support Account	22,802	636,136	655,075	3,863
Jailer Commissary	12,621	181,225	181,224	12,622
Sheriff Work Release	55,176	83,130	103,668	34,638
Law Enforcement	1,257	6	504	759
Inmate Trust	5,134	218,219	219,563	3,790
Treasurer's Cash Book	1,094,174	1,128,103	1,094,174	1,128,103
Recorder's Petty Cash	50	-	-	50
EMA Sale of Equipment	9,076	-	7,000	2,076
Medical Reserve Corp Grant	1,784	3,500	-	5,284
MCR REIMBURSABLE GRANT	1,431	-	-	1,431
Dare Fund Grant	12,126	30	5,113	7,043
Central Dispatch	305,049	696,712	714,700	287,061
JAG Grant	60	-	-	60
93.042 Emergency Management Performance	-	8,425	13,423	(4,998)
Landfill Tipping Fee	1,006,505	731,477	469,860	1,268,122
Law Enforcement Education	19,190	6,423	2,211	23,402
Law Enforcement Seizure	1,748	-	-	1,748
Seized Assets	71	-	-	71
Solid Waste Payroll Clearing	266	51,997	49,482	2,781
traffic Enforcement RDP	(726)	3,265	3,055	(516)
Resource Center Transportation	-	367,470	367,470	-
Public Health Emergency Preparedness	(2,557)	10,522	11,264	(3,299)
Brownfield Grant	-	66,712	66,712	-
PROBATION STATE GRANT	-	26,200	-	26,200
Thinking for a Change Grant	260	-	-	260
Traffic Safety Equipment Grant	167	-	-	167
County Training Fund	3,795	861	-	4,656
SHERIFF SAFETY EQUIPMENT	860	-	-	860
Totals	\$ 25,883,252	\$ 86,820,792	\$ 87,616,190	\$ 25,087,854

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

CLINTON 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. Amounts received from 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. 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, animal licenses, auctioneer licenses, building and planning permits, demolition permits, electrical permits, sign permits, and gun permits.

CLINTON COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

Intergovernmental receipts. Amounts received from other governments in the form of operating grants, entitlements, or payments in lieu of taxes. Examples of intergovernmental 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. Amounts received for services including, but not limited to, the following: planning commission charges, building department charges, copies of public records, copy machines 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. Amounts received from fines and penalties imposed for the commission of statutory offenses, violation of lawful administrative rules and regulations (fines), and for the neglect of official duty and monies derived from confiscating deposits held as performance guarantees (forfeitures).

Other receipts. 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. Amounts disbursed 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. Amounts disbursed for 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, but are not limited to, the following: office supplies, operating supplies, and repair and maintenance supplies.

Other services and charges. Amounts disbursed for services including, but not limited to, the following: professional services, communication and transportation, printing and advertising, insurance, utility services, repairs and maintenance, and rental charges.

Capital outlay. Amounts disbursed for land, infrastructure, buildings, improvements, and machinery and equipment having an appreciable and calculable period of usefulness.

Other disbursements. Amounts disbursed for various other purposes including, but 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.

CLINTON COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

F. Interfund Transfers

The County may, from time to time, make transfers 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 amounts 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 amounts accounted for in a specific fund may only be available for use for certain, legally-restricted purposes. Additionally, some funds are used to account for assets held by the County in a trustee capacity as an agent of individuals, private organizations, other funds, or other governmental units and, therefore, the funds cannot be used for any expenditures of the unit itself.

Note 2. Budgets

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

Note 3. Property Taxes

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

Note 4. Deposits and Investments

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

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.

CLINTON COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

CLINTON COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

officers. The plan provides retirement, death, and disability benefits to plan members and beneficiaries. Funds designated for payments related to this plan are accounted for in a pension trust fund. The activity of this trust fund has not been reflected in the financial statement. The trustee issues a publicly available financial report that includes financial statements and required supplementary information of the plan. The report may be obtained by contacting the county sheriff.

Funding Policy

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

C. County Police Benefit Plan

Plan Description

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

Funding Policy

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

Note 7. Cash Balance Deficits

The financial statement contains some funds with deficits in cash. This is a result of federal and state grants that require reimbursement for expenditures made by the County that were not received by December 31, 2015.

OTHER INFORMATION - UNAUDITED

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

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

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

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

	General	Accident Report	Bid Deposits and Bonds Holding	CAGIT County Certified Shares	CEDIT County Share	Child Advocacy	City and Town Court Costs
Cash and investments - beginning	\$ 532,808	\$ 2,621	\$ 24,531	\$ 40,616	\$ 1,643,130	\$ 100	\$ 8,093
Receipts:							
Taxes	5,766,522	-	-	-	886,832	-	-
Licenses and permits	52,260	-	-	-	-	-	-
Intergovernmental receipts	1,018,701	-	-	-	-	-	-
Charges for services	1,346,132	-	-	2,064	-	-	-
Fines and forfeits	164,603	-	-	-	-	-	-
Other receipts	2,441,221	4,544	12,750	1,764,121	333,247	-	8,028
Total receipts	<u>10,789,439</u>	<u>4,544</u>	<u>12,750</u>	<u>1,766,185</u>	<u>1,220,079</u>	<u>-</u>	<u>8,028</u>
Disbursements:							
Personal services	5,218,275	-	-	1,770,245	-	-	-
Supplies	734,423	-	-	-	-	-	-
Other services and charges	2,422,919	793	-	-	727,388	-	-
Capital outlay	157,934	-	-	-	-	-	-
Other disbursements	2,437,268	-	-	-	-	-	8,093
Total disbursements	<u>10,970,819</u>	<u>793</u>	<u>-</u>	<u>1,770,245</u>	<u>727,388</u>	<u>-</u>	<u>8,093</u>
Excess (deficiency) of receipts over disbursements	<u>(181,380)</u>	<u>3,751</u>	<u>12,750</u>	<u>(4,060)</u>	<u>492,691</u>	<u>-</u>	<u>(65)</u>
Cash and investments - ending	<u>\$ 351,428</u>	<u>\$ 6,372</u>	<u>\$ 37,281</u>	<u>\$ 36,556</u>	<u>\$ 2,135,821</u>	<u>\$ 100</u>	<u>\$ 8,028</u>

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

	Clerk's Records Perpetuation	Community Corrections	Community Transition Program	County Option Dog Tax	Sales Disclosure - County Share	Cummulative Bridge	Cummulative Capital Development
Cash and investments - beginning	\$ 52,427	\$ 120,523	\$ 3,970	\$ 813	\$ 5,995	\$ 1,599,381	\$ 772,386
Receipts:							
Taxes	-	-	-	-	-	373,084	225,035
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	143,514	-	-	-	35,289	21,300
Charges for services	-	-	22,790	-	-	147,856	188,386
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	16,781	348,930	-	-	3,315	3,754	-
Total receipts	<u>16,781</u>	<u>492,444</u>	<u>22,790</u>	<u>-</u>	<u>3,315</u>	<u>559,983</u>	<u>434,721</u>
Disbursements:							
Personal services	7,714	266,939	-	-	-	-	-
Supplies	-	2,189	-	-	-	30,000	37,500
Other services and charges	-	121,173	18,775	-	-	963,678	379,784
Capital outlay	-	3,400	-	-	-	-	136,000
Other disbursements	-	174	815	-	-	-	-
Total disbursements	<u>7,714</u>	<u>393,875</u>	<u>19,590</u>	<u>-</u>	<u>-</u>	<u>993,678</u>	<u>553,284</u>
Excess (deficiency) of receipts over disbursements	<u>9,067</u>	<u>98,569</u>	<u>3,200</u>	<u>-</u>	<u>3,315</u>	<u>(433,695)</u>	<u>(118,563)</u>
Cash and investments - ending	<u>\$ 61,494</u>	<u>\$ 219,092</u>	<u>\$ 7,170</u>	<u>\$ 813</u>	<u>\$ 9,310</u>	<u>\$ 1,165,686</u>	<u>\$ 653,823</u>

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

	Cummulative Courthouse	Drug Free Community	Electronic Map Generation	Emergency Planning/Right to Know	Firearms Training	General Drain Improvement	Health
Cash and investments - beginning	\$ 332,718	\$ 41,169	\$ 528	\$ 13,054	\$ 22,148	\$ 355,548	\$ 21,018
Receipts:							
Taxes	247,242	-	-	-	-	-	193,945
Licenses and permits	-	-	-	-	-	-	15,450
Intergovernmental receipts	23,386	-	-	-	-	-	18,345
Charges for services	-	-	-	-	-	-	57,537
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	5,702	31,501	356	4,325	10,240	8,767	60,037
Total receipts	<u>276,330</u>	<u>31,501</u>	<u>356</u>	<u>4,325</u>	<u>10,240</u>	<u>8,767</u>	<u>345,314</u>
Disbursements:							
Personal services	-	36,439	-	-	-	-	246,803
Supplies	-	-	-	-	4,944	-	4,101
Other services and charges	385,771	-	620	1,602	-	46,031	24,398
Capital outlay	150,954	-	-	6,050	3,570	-	15
Other disbursements	-	-	-	-	-	2,250	60,000
Total disbursements	<u>536,725</u>	<u>36,439</u>	<u>620</u>	<u>7,652</u>	<u>8,514</u>	<u>48,281</u>	<u>335,317</u>
Excess (deficiency) of receipts over disbursements	<u>(260,395)</u>	<u>(4,938)</u>	<u>(264)</u>	<u>(3,327)</u>	<u>1,726</u>	<u>(39,514)</u>	<u>9,997</u>
Cash and investments - ending	<u>\$ 72,323</u>	<u>\$ 36,231</u>	<u>\$ 264</u>	<u>\$ 9,727</u>	<u>\$ 23,874</u>	<u>\$ 316,034</u>	<u>\$ 31,015</u>

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

	Identification Security Protection	Levy Excess	Local Health Maintenance	Local Road and Street	LOIT Public Safety - County Share	Medical Care for Inmates	Misdemeanant
Cash and investments - beginning	\$ 61,671	\$ 872	\$ 7,226	\$ 202,127	\$ 136,726	\$ 1,825	\$ 47,074
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	300,604	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	2,354	-	33,139	-	407,909	1,900	22,034
Total receipts	<u>2,354</u>	<u>-</u>	<u>33,139</u>	<u>300,604</u>	<u>407,909</u>	<u>1,900</u>	<u>22,034</u>
Disbursements:							
Personal services	-	-	30,707	-	331,365	-	-
Supplies	-	-	-	233,410	-	-	-
Other services and charges	1,725	-	-	-	-	-	5,696
Capital outlay	10,901	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	63	-
Total disbursements	<u>12,626</u>	<u>-</u>	<u>30,707</u>	<u>233,410</u>	<u>331,365</u>	<u>63</u>	<u>5,696</u>
Excess (deficiency) of receipts over disbursements	<u>(10,272)</u>	<u>-</u>	<u>2,432</u>	<u>67,194</u>	<u>76,544</u>	<u>1,837</u>	<u>16,338</u>
Cash and investments - ending	<u>\$ 51,399</u>	<u>\$ 872</u>	<u>\$ 9,658</u>	<u>\$ 269,321</u>	<u>\$ 213,270</u>	<u>\$ 3,662</u>	<u>\$ 63,412</u>

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

	Motor Vehicle Highway	Plat Book	Rainy Day	Reassessment - 2009	Reassessment - 2015	Recorder's Records Perpetuation	Sex and Violent Offender Administration
Cash and investments - beginning	\$ 990,748	\$ 65,450	\$ 497,442	\$ 173	\$ 34,116	\$ 194,516	\$ 8,343
Receipts:							
Taxes	-	-	-	-	153,971	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	2,770,886	-	-	-	14,564	-	-
Charges for services	-	-	-	-	-	-	3,416
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	57,596	10,655	-	-	50,173	40,907	-
Total receipts	<u>2,828,482</u>	<u>10,655</u>	<u>-</u>	<u>-</u>	<u>218,708</u>	<u>40,907</u>	<u>3,416</u>
Disbursements:							
Personal services	1,352,559	6,136	-	-	34,305	39,583	-
Supplies	586,043	-	-	-	-	1,116	500
Other services and charges	131,316	1,250	-	-	99,858	555	-
Capital outlay	174,117	-	-	-	-	50,512	-
Other disbursements	375	-	-	173	100,000	-	-
Total disbursements	<u>2,244,410</u>	<u>7,386</u>	<u>-</u>	<u>173</u>	<u>234,163</u>	<u>91,766</u>	<u>500</u>
Excess (deficiency) of receipts over disbursements	<u>584,072</u>	<u>3,269</u>	<u>-</u>	<u>(173)</u>	<u>(15,455)</u>	<u>(50,859)</u>	<u>2,916</u>
Cash and investments - ending	<u>\$ 1,574,820</u>	<u>\$ 68,719</u>	<u>\$ 497,442</u>	<u>\$ -</u>	<u>\$ 18,661</u>	<u>\$ 143,657</u>	<u>\$ 11,259</u>

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

	Sheriffs Pension Trust	Storm Water Management Capital Projects	Supplemental Public Defender Services	Surplus Tax	Surveyor's Corner Perpetuation	Tax Sale Redemption	Tax Sale Surplus
Cash and investments - beginning	\$ 18,188	\$ 286,716	\$ 77,255	\$ 100,723	\$ 68,356	\$ 5,937	\$ 116,089
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	27,538	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	332	71,243	47,136	6,420	59,119	188,822
Total receipts	<u>27,538</u>	<u>332</u>	<u>71,243</u>	<u>47,136</u>	<u>6,420</u>	<u>59,119</u>	<u>188,822</u>
Disbursements:							
Personal services	24,000	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	65,204	-	2,691	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	139,436	-	57,752	-	57,901	115,204
Total disbursements	<u>24,000</u>	<u>139,436</u>	<u>65,204</u>	<u>57,752</u>	<u>2,691</u>	<u>57,901</u>	<u>115,204</u>
Excess (deficiency) of receipts over disbursements	<u>3,538</u>	<u>(139,104)</u>	<u>6,039</u>	<u>(10,616)</u>	<u>3,729</u>	<u>1,218</u>	<u>73,618</u>
Cash and investments - ending	<u>\$ 21,726</u>	<u>\$ 147,612</u>	<u>\$ 83,294</u>	<u>\$ 90,107</u>	<u>\$ 72,085</u>	<u>\$ 7,155</u>	<u>\$ 189,707</u>

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

	Local Health Department Trust Account	Unsafe Building	16,588 Victim Assistance	Guardian Ad Litem	Auditors Ineligible Deductions	County Elected Officials Training	EBOLA FUNDING
Cash and investments - beginning	\$ 35,375	\$ 591	\$ (577)	\$ 7,365	\$ 6,609	\$ 8,796	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	16,812	-	-	-	5,383
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	20,658	-	-	-	2,137	2,354	-
Total receipts	<u>20,658</u>	<u>-</u>	<u>16,812</u>	<u>-</u>	<u>2,137</u>	<u>2,354</u>	<u>5,383</u>
Disbursements:							
Personal services	-	-	16,812	-	-	-	-
Supplies	767	-	-	-	-	-	-
Other services and charges	9,275	-	-	-	-	-	146
Capital outlay	-	-	-	-	5,747	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>10,042</u>	<u>-</u>	<u>16,812</u>	<u>-</u>	<u>5,747</u>	<u>-</u>	<u>146</u>
Excess (deficiency) of receipts over disbursements	<u>10,616</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,610)</u>	<u>2,354</u>	<u>5,237</u>
Cash and investments - ending	<u>\$ 45,991</u>	<u>\$ 591</u>	<u>\$ (577)</u>	<u>\$ 7,365</u>	<u>\$ 2,999</u>	<u>\$ 11,150</u>	<u>\$ 5,237</u>

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

	Statewide 911	Adult Probation Administrative	Juvenile Probation Administrative	County User Fee	Drain Construction/Reconstruction	Drain Maintenance	Sheriff Sale Administration
Cash and investments - beginning	\$ 533,496	\$ 82,498	\$ 31,774	\$ 356,931	\$ 3,916	\$ 1,040,733	\$ 39,490
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	450,024	29,331	10,640	59,406	-	467,859	312
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	11,428	-	72,700	17,836
Total receipts	<u>450,024</u>	<u>29,331</u>	<u>10,640</u>	<u>70,834</u>	<u>-</u>	<u>540,559</u>	<u>18,148</u>
Disbursements:							
Personal services	220,305	59,448	3,657	31,492	-	-	-
Supplies	-	-	-	1,873	-	-	-
Other services and charges	65,525	-	-	14,342	-	996,505	9,100
Capital outlay	-	-	558	2,459	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>285,830</u>	<u>59,448</u>	<u>4,215</u>	<u>50,166</u>	<u>-</u>	<u>996,505</u>	<u>9,100</u>
Excess (deficiency) of receipts over disbursements	<u>164,194</u>	<u>(30,117)</u>	<u>6,425</u>	<u>20,668</u>	<u>-</u>	<u>(455,946)</u>	<u>9,048</u>
Cash and investments - ending	<u>\$ 697,690</u>	<u>\$ 52,381</u>	<u>\$ 38,199</u>	<u>\$ 377,599</u>	<u>\$ 3,916</u>	<u>\$ 584,787</u>	<u>\$ 48,538</u>

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

	DUI Task Force	K-9	Health Clinic	Court Interpreters	Donations	Payroll Clearing	Settlement
Cash and investments - beginning	\$ 577	\$ 746	\$ 8,764,747	\$ 1,902	\$ 37,593	\$ 32,178	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	32,234,566
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	8,621	-	-	3,048,342
Charges for services	-	-	687,500	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	100	2,227,749	-	18,436	5,391,198	-
Total receipts	-	100	2,915,249	8,621	18,436	5,391,198	35,282,908
Disbursements:							
Personal services	244	-	789,763	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	11,715	5,304	6,069	-	2,158
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	2,110,000	-	1,985	5,388,135	35,280,750
Total disbursements	244	-	2,911,478	5,304	8,054	5,388,135	35,282,908
Excess (deficiency) of receipts over disbursements	(244)	100	3,771	3,317	10,382	3,063	-
Cash and investments - ending	\$ 333	\$ 846	\$ 8,768,518	\$ 5,219	\$ 47,975	\$ 35,241	\$ -

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

	LOIT PUBLIC SAFETY	Wheel Tax / Surtax Combined	Wheel Tax	Sur Tax	CVET Agency	Weed Lien Collections	Sewage Collections
Cash and investments - beginning	\$ -	\$ 1,021,225	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	245,578	784,584	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	1,092,554	-	-	-	360,379	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	818,679	-	-	-	48,291	5,132
Total receipts	<u>1,092,554</u>	<u>818,679</u>	<u>245,578</u>	<u>784,584</u>	<u>360,379</u>	<u>48,291</u>	<u>5,132</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	1,545,000	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	1,092,554	-	245,578	784,584	360,379	48,291	5,132
Total disbursements	<u>1,092,554</u>	<u>1,545,000</u>	<u>245,578</u>	<u>784,584</u>	<u>360,379</u>	<u>48,291</u>	<u>5,132</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>(726,321)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 294,904</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Financial Institution Tax	CEDIT Homestead Credit	CAGIT-PTRC	LOIT Residential PTRC	State Fines and Forfeitures	Infraction Judgements	Overweight Vehicle Fines
Cash and investments - beginning	\$ -	\$ 36,233	\$ -	\$ 35,904	\$ 5,543	\$ 13,861	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	150,561	-	1,441,553	-	-	-	-
Charges for services	-	-	-	-	-	8,840	-
Fines and forfeits	-	-	-	-	51,375	55,739	2,068
Other receipts	-	1,452,908	-	1,445,700	-	-	-
Total receipts	<u>150,561</u>	<u>1,452,908</u>	<u>1,441,553</u>	<u>1,445,700</u>	<u>51,375</u>	<u>64,579</u>	<u>2,068</u>
Disbursements:							
Personal services	-	-	-	-	-	2,000	-
Supplies	-	-	-	-	-	423	-
Other services and charges	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	5,900	-
Other disbursements	150,561	1,458,140	1,441,553	1,444,127	48,256	54,463	2,060
Total disbursements	<u>150,561</u>	<u>1,458,140</u>	<u>1,441,553</u>	<u>1,444,127</u>	<u>48,256</u>	<u>62,786</u>	<u>2,060</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>(5,232)</u>	<u>-</u>	<u>1,573</u>	<u>3,119</u>	<u>1,793</u>	<u>8</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 31,001</u>	<u>\$ -</u>	<u>\$ 37,477</u>	<u>\$ 8,662</u>	<u>\$ 15,654</u>	<u>\$ 8</u>

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

	Special Death Benefit	Sales Disclosure - State Share	Coroners Training & Con't Education	Mortgage Recording Fees - State Share	Sex and Violent Offender Admin - State	Inheritance Tax	Education Plate Fees Agency
Cash and investments - beginning	\$ 305	\$ 365	\$ 436	\$ 243	\$ 11	\$ 4,981	\$ 19
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	380	-	-
Fines and forfeits	3,430	3,345	-	-	-	-	-
Other receipts	-	-	3,411	2,510	-	-	881
Total receipts	<u>3,430</u>	<u>3,345</u>	<u>3,411</u>	<u>2,510</u>	<u>380</u>	<u>-</u>	<u>881</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	3,480	3,360	3,597	2,578	374	4,981	900
Total disbursements	<u>3,480</u>	<u>3,360</u>	<u>3,597</u>	<u>2,578</u>	<u>374</u>	<u>4,981</u>	<u>900</u>
Excess (deficiency) of receipts over disbursements	<u>(50)</u>	<u>(15)</u>	<u>(186)</u>	<u>(68)</u>	<u>6</u>	<u>(4,981)</u>	<u>(19)</u>
Cash and investments - ending	<u>\$ 255</u>	<u>\$ 350</u>	<u>\$ 250</u>	<u>\$ 175</u>	<u>\$ 17</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Riverboat Revenue Sharing	Innkeepers Tax Collections	CAGIT Distribution	93.563 ARRA Clerk IV-D Incentive	93.563 Title IV-D Incentive	93.563 Prosecutor IV-D Incentive-Prior To Oct '99	93.563 Prosecutor IV-D Incentive-Post Oct '99
Cash and investments - beginning	\$ -	\$ 6,875	\$ 412	\$ 543	\$ 49,869	\$ 4,687	\$ 117,035
Receipts:							
Taxes	-	52,112	2,522,305	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	196,816	-	-	-	11,084	-	16,679
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	<u>196,816</u>	<u>52,112</u>	<u>2,522,305</u>	<u>-</u>	<u>11,084</u>	<u>-</u>	<u>16,679</u>
Disbursements:							
Personal services	-	-	2,522,717	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	4,687	1,500
Other disbursements	196,816	42,278	-	-	-	-	-
Total disbursements	<u>196,816</u>	<u>42,278</u>	<u>2,522,717</u>	<u>-</u>	<u>-</u>	<u>4,687</u>	<u>1,500</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>9,834</u>	<u>(412)</u>	<u>-</u>	<u>11,084</u>	<u>(4,687)</u>	<u>15,179</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 16,709</u>	<u>\$ -</u>	<u>\$ 543</u>	<u>\$ 60,953</u>	<u>\$ -</u>	<u>\$ 132,214</u>

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

	93.563 Clerk IV-D Incentive-Prior To Oct '99	93.563 Clerk IV-D Incentive-Post Oct '99	County Road 375	TMA	TRAVEL IMMUNIZATIONS	CEDIT DISTRIBUTION	CAGIT DISTRIBUTION
Cash and investments - beginning	\$ 15,502	\$ 63,355	\$ 998,976	\$ 462,199	\$ 401	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	1,447,443	1,801,941
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	11,084	-	-	-	-	-
Charges for services	-	-	-	187,872	9,522	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	381,671	-	-	-	-
Total receipts	-	11,084	381,671	187,872	9,522	1,447,443	1,801,941
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	5,744	-	-	3,054	-	-
Other services and charges	-	321	874,934	121,100	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	1,447,443	1,801,941
Total disbursements	-	6,065	874,934	121,100	3,054	1,447,443	1,801,941
Excess (deficiency) of receipts over disbursements	-	5,019	(493,263)	66,772	6,468	-	-
Cash and investments - ending	<u>\$ 15,502</u>	<u>\$ 68,374</u>	<u>\$ 505,713</u>	<u>\$ 528,971</u>	<u>\$ 6,869</u>	<u>\$ -</u>	<u>\$ -</u>

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

	EMA COMPETITIVE COUNTY	EMA COUNTY PROJECT	VOCA GRANT	RECOVERY GRANT	STEP AHEAD GRANT	PROJECT LIFESAVER	County Home Trust Account
Cash and investments - beginning	\$ -	\$ -	\$ (912)	\$ (1,986)	\$ (21)	\$ 2,302	\$ 58,281
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	7,408	12,000	16,059	-	-	-	-
Charges for services	-	-	-	-	-	-	180,253
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	<u>7,408</u>	<u>12,000</u>	<u>16,059</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>180,253</u>
Disbursements:							
Personal services	-	-	17,638	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Capital outlay	7,408	12,000	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	185,349
Total disbursements	<u>7,408</u>	<u>12,000</u>	<u>17,638</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>185,349</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>-</u>	<u>(1,579)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(5,096)</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,491)</u>	<u>\$ (1,986)</u>	<u>\$ (21)</u>	<u>\$ 2,302</u>	<u>\$ 53,185</u>

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

	Clerk's Trust Account	Clerk's Child Support Account	Jailer Commissary	Sheriff Work Release	Law Enforcement	Inmate Trust
Cash and investments - beginning	\$ 936,399	\$ 22,802	\$ 12,621	\$ 55,176	\$ 1,257	\$ 5,134
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	2,706,230	636,136	181,225	83,130	6	218,219
Total receipts	<u>2,706,230</u>	<u>636,136</u>	<u>181,225</u>	<u>83,130</u>	<u>6</u>	<u>218,219</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	2,590,877	655,075	181,224	103,668	504	219,563
Total disbursements	<u>2,590,877</u>	<u>655,075</u>	<u>181,224</u>	<u>103,668</u>	<u>504</u>	<u>219,563</u>
Excess (deficiency) of receipts over disbursements	<u>115,353</u>	<u>(18,939)</u>	<u>1</u>	<u>(20,538)</u>	<u>(498)</u>	<u>(1,344)</u>
Cash and investments - ending	<u>\$ 1,051,752</u>	<u>\$ 3,863</u>	<u>\$ 12,622</u>	<u>\$ 34,638</u>	<u>\$ 759</u>	<u>\$ 3,790</u>

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

	Treasurer's Cash Book	Recorder's Petty Cash	EMA Sale of Equipment	Medical Reserve Corp Grant	MCR REIMBURSABLE GRANT	Dare Fund Grant
Cash and investments - beginning	\$ 1,094,174	\$ 50	\$ 9,076	\$ 1,784	\$ 1,431	\$ 12,126
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	3,500	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	1,128,103	-	-	-	-	30
Total receipts	1,128,103	-	-	3,500	-	30
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	7,000	-	-	5,113
Capital outlay	-	-	-	-	-	-
Other disbursements	1,094,174	-	-	-	-	-
Total disbursements	1,094,174	-	7,000	-	-	5,113
Excess (deficiency) of receipts over disbursements	33,929	-	(7,000)	3,500	-	(5,083)
Cash and investments - ending	\$ 1,128,103	\$ 50	\$ 2,076	\$ 5,284	\$ 1,431	\$ 7,043

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

	Central Dispatch	JAG Grant	93.042 Emergency Management Performance	Landfill Tipping Fee	Law Enforcement Education	Law Enforcement Seizure
Cash and investments - beginning	\$ 305,049	\$ 60	\$ -	\$ 1,006,505	\$ 19,190	\$ 1,748
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	8,425	-	-	-
Charges for services	-	-	-	731,477	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	696,712	-	-	-	6,423	-
Total receipts	696,712	-	8,425	731,477	6,423	-
Disbursements:						
Personal services	687,092	-	-	-	-	-
Supplies	5,356	-	-	-	-	-
Other services and charges	19,581	-	-	308,131	2,211	-
Capital outlay	2,671	-	-	161,729	-	-
Other disbursements	-	-	13,423	-	-	-
Total disbursements	714,700	-	13,423	469,860	2,211	-
Excess (deficiency) of receipts over disbursements	(17,988)	-	(4,998)	261,617	4,212	-
Cash and investments - ending	\$ 287,061	\$ 60	\$ (4,998)	\$ 1,268,122	\$ 23,402	\$ 1,748

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

	Seized Assets	Solid Waste Payroll Clearing	traffic Enforcement RDP	Resource Center Transportation	Public Health Emergency Preparedness	Brownfield Grant
Cash and investments - beginning	\$ 71	\$ 266	\$ (726)	\$ -	\$ (2,557)	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	3,265	367,470	-	66,712
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	51,997	-	-	10,522	-
Total receipts	-	51,997	3,265	367,470	10,522	66,712
Disbursements:						
Personal services	-	49,482	-	-	10,165	-
Supplies	-	-	-	-	1,099	-
Other services and charges	-	-	3,055	367,470	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	66,712
Total disbursements	-	49,482	3,055	367,470	11,264	66,712
Excess (deficiency) of receipts over disbursements	-	2,515	210	-	(742)	-
Cash and investments - ending	\$ 71	\$ 2,781	\$ (516)	\$ -	\$ (3,299)	\$ -

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

	PROBATION STATE GRANT	Thinking for a Change Grant	Traffic Safety Equipment Grant	County Training Fund	SHERIFF SAFETY EQUIPMENT	Totals
Cash and investments - beginning	\$ -	\$ 260	\$ 167	\$ 3,795	\$ 860	\$ 25,883,252
Receipts:						
Taxes	-	-	-	-	-	46,935,160
Licenses and permits	-	-	-	-	-	67,710
Intergovernmental receipts	26,200	-	-	-	-	11,217,496
Charges for services	-	-	-	-	-	4,619,135
Fines and forfeits	-	-	-	-	-	280,560
Other receipts	-	-	-	861	-	23,700,731
Total receipts	<u>26,200</u>	<u>-</u>	<u>-</u>	<u>861</u>	<u>-</u>	<u>86,820,792</u>
Disbursements:						
Personal services	-	-	-	-	-	13,775,885
Supplies	-	-	-	-	-	3,197,542
Other services and charges	-	-	-	-	-	8,230,282
Capital outlay	-	-	-	-	-	898,112
Other disbursements	-	-	-	-	-	61,514,369
Total disbursements	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>87,616,190</u>
Excess (deficiency) of receipts over disbursements	<u>26,200</u>	<u>-</u>	<u>-</u>	<u>861</u>	<u>-</u>	<u>(795,398)</u>
Cash and investments - ending	<u>\$ 26,200</u>	<u>\$ 260</u>	<u>\$ 167</u>	<u>\$ 4,656</u>	<u>\$ 860</u>	<u>\$ 25,087,854</u>

CLINTON COUNTY
SCHEDULE OF PAYABLES AND RECEIVABLES
December 31, 2015

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	<u>\$ 190,310</u>	<u>\$ -</u>

CLINTON COUNTY
SCHEDULE OF LEASES AND DEBT
December 31, 2015

Description of Debt		Ending Principal Balance	Principal and Interest Due Within One Year
Type	Purpose		
Governmental activities:			
General obligation bonds	28 WEST INFRASTRUCTURE	\$ 4,895,000	\$ 282,300
General obligation bonds	CR 375 PROJECT	<u>2,944,100</u>	<u>160,325</u>
Total governmental activities		<u>7,839,100</u>	<u>442,625</u>
Totals		<u>\$ 7,839,100</u>	<u>\$ 442,625</u>

CLINTON COUNTY
 SCHEDULE OF CAPITAL ASSETS
 December 31, 2015

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

	Ending Balance
Governmental activities:	
Land	\$ 397,354
Infrastructure	321,020,000
Buildings	20,702,475
Improvements other than buildings	5,164,316
Machinery, equipment, and vehicles	8,114,185
Total governmental activities	355,398,330
Total capital assets	\$ 355,398,330

SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

TO: THE OFFICIALS OF CLINTON COUNTY, INDIANA

Report on Compliance for Each Major Federal Program

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

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

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

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


Report on Internal Control over Compliance

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

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or a 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 a 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. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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

May 18, 2017

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND ACCOMPANYING NOTES

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

CLINTON 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 Justice					
Crime Victim Assistance VOCA Grant	Indiana Criminal Justice Institute	16.575	2014-VA-GX-0062	\$ -	\$ 16,059
Violence Against Women Formula Grants Victim Advocate Grant	Indiana Criminal Justice Institute	16.588	2014-WF-AX-005	-	16,812
Total - Department of Justice				-	32,871
Department of Transportation					
Highway Planning and Construction Cluster Highway Planning and Construction CR 200W Bridge 32 Bridge 504 Bridge 139 Bridge Inspection CR 450W	Indiana Department of Transportation	20.205	DES 0506570 DES 0900836 DES 0900837 DES 1173143 DES 1382085 DES 1297552	- - - - - -	95,753 10,257 36,784 53,219 41,508 92,627
Total - Highway Planning and Construction Cluster				-	330,148
Highway Safety Cluster State and Community Highway Safety 20.600 Operation Pullover Grant	Indiana Criminal Justice Institute	20.600	2356	-	3,265
Total - Highway Safety Cluster				-	3,265
Formula Grants for Rural Areas Paul Phillippee Transportation Grant	Indiana Department of Transportation	20.509	CF-09-105	275,439	275,439
Total - Department of Transportation				275,439	608,852
Environmental Protection Agency					
Brownfield Assessment and Cleanup Cooperative Agreements Brownfield Grant	Direct Grant	66.818	00E01090	-	66,712
Total - Environmental Protection Agency				-	66,712
Department of Health and Human Services					
Hospital Preparedness Program (HHP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreement 93.074 Public Health Preparedness	Indiana State Department of Health	93.074	A70-5-0532403 (PHEP)	-	7,270
Emergency System for Advance Registration of Volunteer Health Professionals 93.089 MRC	Indiana State Department of Health	93.089	MRC5G101005-4-00	-	3,500
Child Support Enforcement Title IV-D Incentive Clerk, Prosecutor, Court Expenditures Indirect Costs Program Income	Indiana Department of Child Services	93.563	1504IN04005 1504IN04005 1504IN04005 1504IN04005	- - - -	38,847 66,441 70,314 56,310
Total - Child Support Enforcement				-	231,912
Total - Department of Health and Human Services				-	242,682
Department of Homeland Security					
Emergency Management Performance Grants Competitive Grant Salaries Reimbursement Emergency Lighting	Indiana Department of Homeland Security	97.042	EMW-2014-EP-00030 EMW-2014-EP-00030 EMW-2014-EP-00030	- - 12,000	8,425 32,772 12,000
Total - Emergency Management Performance Grants				12,000	53,197
State Homeland Security Program (SHSP) 2014 Homeland Security Program	Indiana Department of Homeland Security	97.073	EMW-2014-SS-00138	-	7,408
Total - Department of Homeland Security				12,000	60,605
Total federal awards expended				\$ 287,439	\$ 1,011,722

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

CLINTON 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 minimis indirect cost rate allowed under the Uniform Guidance.

CLINTON 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?	no
Significant deficiencies identified?	none reported
Any audit findings disclosed that are required to be reported in accordance with section 2 CFR 200.516(a)?	no

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	Highway Planning and Construction Cluster Formula Grants for Rural Areas	Unmodified Unmodified

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

Auditee qualified as low-risk auditee?	no
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Section II - Financial Statement Findings

FINDING 2015-001 - FINANCIAL TRANSACTIONS AND REPORTING

Condition

The County had deficiencies in their internal control system in the following areas:

1. Cash and Investments: The County had not separated incompatible activities related to cash and investments. The County Treasurer prepared the monthly bank reconcilements. There was no control in place, such as an oversight, review, or approval process, to ensure the accuracy of the monthly reconcilements.

CLINTON COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

2. Financial Close and Reporting: The County Auditor processed the financial close and reporting of the County's financial information by submitting the financial information into the Indiana Gateway for Government Units, which is a financial reporting system and the source of the financial statement and the Annual Financial Report (AFR). There was no control in place, such as an oversight, review, or approval process, to ensure the accuracy of the financial information prior to the submission.
3. Monitoring of Controls: The County had no process to identify or communicate corrective actions to improve controls. Effective internal controls over financial reporting required the County to monitor and assess the quality of their system of internal control.

Criteria

The Indiana State Board of Accounts (SBOA) is required under Indiana Code 5-11-1-27(e) to define the acceptable minimum level of internal control standards. To provide clarifying guidance, the State Examiner compiled the standards contained in the manual, *Uniform Internal Control Standards for Indiana Political Subdivisions*. All political subdivisions subject to audit by SBOA are expected to adhere to these standards. The standards include adequate control activities. According to this manual:

"Control activities are the actions and tools established through policies and procedures that help to detect, prevent, or reduce the identified risks that interfere with the achievement of objectives. Detection activities are designed to identify unfavorable events in a timely manner whereas prevention activities are designed to deter the occurrence of an unfavorable event. Examples of these activities include reconciliations, authorizations, approval processes, performance reviews, and verification processes.

An integral part of the control activity component is segregation of duties. . . .

There is an expectation of segregation of duties. If compensating controls are necessary, documentation should exist to identify both the areas where segregation of duties are not feasible or practical and the compensating controls implemented to mitigate the risk. . . ."

"Evaluations are used to determine whether each of the five components of internal control is present and functioning. These evaluations may be conducted on an ongoing or periodic basis. The criteria used are developed by the oversight body, elected officials, management, governing boards, or recognized standard-setting bodies or regulators. . . .

A baseline of the current state of the internal control system is compared against the original design of the internal control system. The baseline consists of issues and deficiencies identified in the internal control system. The results of the monitoring process are evaluated and documented. . . .

Management remediates identified issues. . . ."

Cause

Management of the County had not established a proper system of internal control. An evaluation of the County's system of internal control had not been conducted.

CLINTON COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Effect

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

Views of Responsible Officials

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

FINDING 2015-002 - SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Condition

The County had not established effective internal controls over the financial information entered into the Indiana Gateway for Government Units, which is a financial reporting system and the source of the Schedule of Expenditures of Federal Awards (SEFA). Due to the lack of controls, the following material errors occurred on the SEFA:

1. Child Support Enforcement expenditures were understated by \$193,065.
2. Formula Grants for Rural Areas expenditures were overstated by \$185,411.
3. A state grant was reported in the amount of \$85,118.
4. Numerous grants were reported with incorrect project titles.
5. One direct grant was reported as a pass-through grant.

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

Criteria

The Indiana State Board of Accounts (SBOA) is required under Indiana Code 5-11-1-27(e) to define the acceptable minimum level of internal control standards. To provide clarifying guidance, the State Examiner compiled the standards contained in the manual, *Uniform Internal Control Standards for Indiana Political Subdivisions*. All political subdivisions subject to audit by SBOA are expected to adhere to these standards. The standards include adequate control activities. According to this manual:

"Control activities are the actions and tools established through policies and procedures that help to detect, prevent, or reduce the identified risks that interfere with the achievement of objectives. Detection activities are designed to identify unfavorable events in a timely manner whereas prevention activities are designed to deter the occurrence of an unfavorable event. Examples of these activities include reconciliations, authorizations, approval processes, performance reviews, and verification processes.

An integral part of the control activity component is segregation of duties. . . .

There is an expectation of segregation of duties. If compensating controls are necessary, documentation should exist to identify both the areas where segregation of duties are not feasible or practical and the compensating controls implemented to mitigate the risk. . . ."

CLINTON COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

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.
- (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 the significant accounting policies used in preparing the schedule, and note whether or not the auditee elected to use the 10% de minimis cost rate as covered in § 200.414 Indirect (F&A) costs."

Cause

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

Effect

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

CLINTON COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Views of Responsible Officials

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

Section III - Federal Award Findings and Questioned Costs

No matters are reportable.

AUDITEE-PREPARED DOCUMENTS

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



Clinton County Auditor

Cathy J. Hamilton
225 Courthouse Square
Frankfort, Indiana 46041-1995
765-659-6330
765-659-6391 fax
auditor@clintonco.com

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2014-001

Financial Close and Reporting

Responsible person for corrective action: Auditor Cathy Hamilton

765-659-6330

Status:

Corrective action plan was implemented in May of 2017. Oversight by Auditor and Deputy to report financial information prior to submission have been corrected.

Monitoring of Controls:

Status:

Corrective action plan was implemented in July of 2016.

FINDING 2014-002 Expenditures of Federal Awards

Responsible person for corrective action: Auditor Cathy Hamilton

765-659-6330

Status:

Corrective action plan was implemented in May of 2017. Oversight by Auditor and Deputy to report expenditures correctly. CFDA numbers and titles have been corrected.

Cathy J. Hamilton

Cathy J. Hamilton, Auditor

5-17-17



Clinton County Auditor

Cathy J. Hamilton
225 Courthouse Square
Frankfort, Indiana 46041-1995
765-659-6330
765-659-6391 fax
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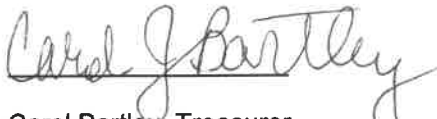
CORRECTIVE ACTION PLAN


FINDING 2015-0001

Contact Person Responsible for Corrective Action: Treasurer Carol Bartley and Auditor Cathy Hamilton

Contact Phone Number: T 765-659-6325 A 765-659-6330

1. The IC code 5-11-27 referring to internal controls was not in place until June 30, 2016. The Treasurer's office is in compliance with that code from 2016 as required. The Audit is for 2015 data.
2. All funds are balanced prior to the end of the year by all accounting personnel in the Auditor's office and funds are balanced with the Treasurer's office. End of the year balance report is also provided to the County Council at their January meeting. We will have accounting personnel and the Auditor sign and date each balance sheet and keep on file for audit as of April 25, 2017.
3. The State internal control policy and required certifications were a requirement in effect after June 30, 2016. An internal control plan over financial reporting is in effect in 2016 as required. This audit is for 2015 financial data.


Carol Bartley, Treasurer


Cathy J Hamilton, Auditor



Clinton County

Auditor

Cathy J. Hamilton
225 Courthouse Square
Frankfort, Indiana 46041-1995
765-659-6330
765-659-6391 fax
auditor@clintonco.com

CORRECTIVE ACTION PLAN

FINDING 2015-0002

Contact Person Responsible for Corrective Action: Auditor Cathy Hamilton
Contact Phone Number: 765-659-6330

The Schedule of Federal Expenditures will be reviewed by the Deputy Auditor and the Auditor for correctness.

Anticipated Completion Date – January 2018 for the 2017 annual report.

A handwritten signature in cursive script that reads "Cathy J. Hamilton".

Cathy J Hamilton, Auditor

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/>.