

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF
ST. JOSEPH COUNTY, INDIANA
January 1, 2016 to December 31, 2016



FILED
09/23/2017

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	20-46
Schedule of Leases and Debt	47
Schedule of Capital Assets.....	48
Supplemental Audit of Federal Awards:	
Independent Auditor's Report on Compliance for the Major Federal Program and on Internal Control over Compliance	50-51
Schedule of Expenditures of Federal Awards and Accompanying Notes:	
Schedule of Expenditures of Federal Awards.....	54-55
Notes to Schedule of Expenditures of Federal Awards	56
Schedule of Findings and Questioned Costs	57-61
Auditee-Prepared Documents:	
Summary Schedule of Prior Audit Findings.....	64-65
Corrective Action Plan	66-67
Other Reports.....	68

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
County Auditor	Michael J. Hamann	01-01-15 to 12-31-18
County Treasurer	Michael J. Kruk	01-01-13 to 12-31-20
Clerk of the Circuit Court	Terri J. Rethlake	01-01-15 to 12-31-18
County Sheriff	Michael D. Grzegorek	01-01-15 to 12-31-18
County Recorder	Phillip G. Dotson Mary B. Wisniewski	01-01-13 to 12-31-16 01-01-17 to 12-31-20
President of the Board of County Commissioners	Andrew Kostielney	01-01-16 to 12-31-17
President of the County Council	Rafael Morton	01-01-16 to 12-31-17



STATE OF INDIANA
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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF ST. JOSEPH COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of St. Joseph County (County), which comprises the financial position and results of operations for the year ended December 31, 2016, 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, 2016.

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, 2016, 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 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 August 10, 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

August 10, 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 ST. JOSEPH 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 St. Joseph County (County), which comprises the financial position and results of operations for the year ended December 31, 2016, and the related notes to the financial statement, and have issued our report thereon dated August 10, 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.

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

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. We consider the deficiencies described in the accompanying Schedule of Findings and Questioned Costs as item 2016-001 to be a material weakness.

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. We consider the deficiencies described in the accompanying Schedule of Findings and Questioned Costs as item 2016-002 to be a significant deficiency.

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

Compliance and Other Matters


As part of obtaining reasonable assurance about whether the County's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Questioned Costs as item 2016-001.

St. Joseph 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

August 10, 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.

ST. JOSEPH COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended December 31, 2016

Fund	Cash and Investments 01-01-16	Receipts	Disbursements	Cash and Investments 12-31-16
Treasurer After Settlement Collections	\$ 9,331,459	\$ 8,676,323	\$ 9,331,459	\$ 8,676,323
Sheriff's Inmate Trust & Unclaimed	177,323	1,954,685	1,955,861	176,147
JJC Detention Trust	2,082	1,218	1,036	2,264
Jail Commisary	182,582	158,862	86,105	255,339
Clerk Trust/Investment	4,651	2,523	-	7,174
Portage Manor Trust	85,597	977,676	1,058,117	5,156
County General	9,006,622	60,637,635	57,939,286	11,704,971
Accident Reports Sheriff	77,012	26,101	14,599	88,514
Public Housing Authority	28,180	-	-	28,180
Tax Sale Clearing	2,153	4,531,357	4,531,357	2,153
City/Town Court Cost	248,038	58,064	-	306,102
Clerks Record Perpetuation	143,019	223,654	71,246	295,427
County C.O.I.T. Dist. Fund	1,229,094	9,993,282	10,228,159	994,217
Community Based Corrections	196,930	-	23,500	173,430
Animal License Fee (Dog Tax)	35,366	-	-	35,366
County Disclosure Fees	389,655	28,570	109,405	308,820
Cumulative Bridge	1,276,135	952,947	536,458	1,692,624
Cum Capital Devlpmt Fund	1,860,459	1,445,612	2,199,860	1,106,211
County Drug Free Fund	141,067	90,646	130,000	101,713
Local Emergency Planning Fund	8,518	11,180	8,705	10,993
St Joseph Co. Em. Tel. Sys. Fund	182,945	-	65,581	117,364
Enhanced Access Fee	471,821	67,503	199,942	339,382
Firearms Training & Police Ed.	219,395	87,828	37,293	269,930
General Drain Impr	(236,604)	368,991	118,883	13,504
County Health	490,755	2,992,493	2,407,381	1,075,867
SJC Ident. Security Protection	23,130	17,767	-	40,897
Excess Levy Fund	84,095	4,590	9,180	79,505
Local Roads & Streets	1,152,761	1,544,236	2,249,094	447,903
Major Cumulative Bridge	680,303	1,966,107	1,589,808	1,056,602
Local Major Moves Const. Fund	515,748	2,362,876	2,230,298	648,326
County Highway	2,843,852	6,898,499	6,966,023	2,776,328
Park & Recr Capital	110,891	23,017	-	133,908
Park & Recr Non Reverting	183,536	311,722	144,291	350,967
Plat Book Maint. Fund	253,516	61,610	53,599	261,527
County Rainy Day Fund	6,288,978	154,142	-	6,443,120
2017 Cum Reassessment	1,645,638	837,843	964,416	1,519,065
Recorder Perpetuation	1,042,234	224,535	288,031	978,738
Co Police Pension Trust	476,508	606,738	240,000	843,246
Surplus Tax	285,875	668,664	454,482	500,057
Surveyor Corner Fund	51,307	51,585	7,539	95,353
Tax Sale Redemption	72,935	1,146,217	1,173,817	45,335
Tax Sale Surplus	1,961,573	3,240,981	1,998,112	3,204,442
Special Vehicle Inspection	10,353	4,430	1,726	13,057
GAL/CASA Program	382,686	148,007	166,854	363,839
H.A.V.A. 102 Funds	790,242	-	348,707	441,535
Ineligible Deductions Fund	630,858	465,419	804,047	292,230
Co Elected Ofcls Training Fund	70,886	17,767	1,623	87,030
Park & Recreation Fund	55,250	1,815,130	1,678,913	191,467
Statewide 9-1-1 Fund	3,861,472	2,138,106	2,283,773	3,715,805
L.O.I.T. County Special Dist.	-	5,966,767	1,054,758	4,912,009
Adult Probation Fees	296,126	98,566	118,369	276,323
Juvenile Probation Fees	59,436	105,989	121,611	43,814
Problem Solving Court Fee	1,782,731	319,279	620,503	1,481,507
Drainage Maintenance	1,907,127	609,857	724,690	1,792,294
Portage Manor Fund	2,158,305	2,387,970	2,693,046	1,853,229
Park & Recr Gift & Grant	193,668	81,986	70,134	205,520
Wyatt Economic Dev Area #1	7,033,691	1,339,364	2,415,693	5,957,362
Redv Bnd 2001 Refin Bond 2010	(1,076,083)	1,419,993	500	343,410
County Bonds & Interest	1,538,926	3,199,567	3,224,000	1,514,493
St Joe Co Group Ins	2,249,219	15,428,849	17,449,568	228,500
Payroll	8,362	49,114,028	49,112,554	9,836
Mich St Withholding	6,662	94,470	90,285	10,847
Federal Withholding	-	5,571,623	5,571,623	-

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

ST. JOSEPH COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended December 31, 2016
(Continued)

Fund	Cash and Investments 01-01-16	Receipts	Disbursements	Cash and Investments 12-31-16
Fica	-	7,243,659	7,243,659	-
Perf	43	5,862,654	5,862,654	43
Ind Gross Withholding	164,361	2,268,548	2,169,528	263,381
Settlement	-	268,424,671	268,424,671	-
Public Safety L.O.I.T.	3,501,036	19,341,510	19,880,142	2,962,404
County Wheel Tax	378	415,147	415,147	378
C.V.E.T. Fund	-	2,224,091	2,224,091	-
Excise Surtax Fund	-	5,618,135	5,618,135	-
Sewage Liens Collections	40	214,869	214,869	40
C.O.I.T. Fund (H.S.C.)	1,080,180	34,184,371	33,617,390	1,647,161
C.O.I.T. Fund (P.T.R.C.)	8,107,733	29,328,657	35,822,925	1,613,465
Fines & Forfeitures	139,693	399,543	281,079	258,157
Overweight Vehicle Fines	-	96	25	71
Special Death Benefit Fees	1,350	20,400	20,650	1,100
State Sales Disclosure Fees	2,830	28,525	28,905	2,450
Coroner Trng. & Cont. Ed. Fees	2,564	34,987	34,589	2,962
Adult/Juv. Interstate Compact	8,304	2,500	1,188	9,616
Mortgage Recording Fee-State	1,558	22,115	21,748	1,925
Child Restraint Violations	-	5,412	5,087	325
Inheritance Tax	580	11,416	9,063	2,933
Education Plate Fee Distr	-	3,244	3,244	-
Riverboat Revenue Sharing	-	1,581,221	1,581,221	-
Convention Exhibition Center	3,883,031	4,930,183	4,183,152	4,630,062
C.E.D.I.T. Fund	8,773,317	34,256,384	36,959,118	6,070,583
Prosecutor P.C.A. 93.563	52,480	30,296	19,449	63,327
93.563 Title IV-D Incentive	616,712	126,802	104,300	639,214
Title IV-D Pros. Incentive	219,049	190,775	170,873	238,951
Title IV-D Clerk Incentive	989,043	129,801	17,397	1,101,447
JJC Equipment Reimbursement	2,807	615	440	2,982
JJC Restitution	47,602	12,080	32,131	27,551
JJC Probation User Fees	53,469	114,530	144,182	23,817
Clerk Main Office Cashbook	5,626,591	-	103,248	5,523,343
Clerk Support Cashbook	74,505	3,708,193	3,712,979	69,719
Clerk Small Claims	74,930	-	25	74,905
Clerk Odyssey	3,740,853	23,847,249	24,487,905	3,100,197
Clerk Judge Ordered Accounts	13,683	-	13,314	369
Adult Probation User Fees	7,434	105,031	98,556	13,909
Adult Probation Administrative Fees	2,469	28,913	28,036	3,346
Clerk Mishawaka Cashbook	130,986	-	-	130,986
Ineligible Deduction - 7/1/13	1,127,497	-	183,062	944,435
Cptl Fund Spcl Tax Dist Bnd 16	-	8,883,861	-	8,883,861
County Poor Relief Bond	198,165	-	-	198,165
St Joe Co Liability Reserve	59,386	989,686	1,044,915	4,157
Portage Twp Fire Territory Ins	-	319,590	232,378	87,212
D.R.C.B. Fee Fund	25,740	3,328	5,084	23,984
Alt. Dispute Resolution Fund	6,945	20,874	13,941	13,878
Cont. Education Fund/Sheriff	119,782	37,594	100,340	57,036
Sex/Violent Offender Fee	33,747	12,295	19,124	26,918
Sex/Violent Off. Add. Fee	5	-	5	-
Ptg Manor Farm Operation	26,960	7,750	-	34,710
County Owned Tax Sale	1,346,613	530,717	536,496	1,340,834
Drug Testing Fees	127,584	26,935	16,110	138,409
Adult Drug Testing Fees	4,554	-	-	4,554
Community Development	14,565	-	-	14,565
Sheriff D.E.A. Fund	2,108	8,000	1,176	8,932
Pros D.E.A. Fund	14,209	-	2,727	11,482
Federal D.E.A./Sheriff	144,499	4,300	-	148,799
Healthwin	529,568	102,342	-	631,910
Recorder's Escrow Fund	79,921	877,470	882,603	74,788
Public Defenders Fees	299,784	36,634	50,628	285,790
Co. Emergency Command Ctr. Fund	317,926	-	68,240	249,686
Comm. Corrections Bldg. Fund	489,215	72,562	-	561,777
Local Hwy. User Tax Projects	555,315	2,949,631	2,940,375	564,571

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

ST. JOSEPH COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended December 31, 2016
(Continued)

Fund	Cash and Investments 01-01-16	Receipts	Disbursements	Cash and Investments 12-31-16
Misc.State Monies Trust Fund	1,112	611,383	611,383	1,112
Adult Pro. Admin. Fee	232,513	28,036	41,332	219,217
Dispatch Operating	165,544	4,679,907	4,690,084	155,367
Dispatch Capital Non-Reverting	199,980	-	-	199,980
Dispatch Bond	228,103	488,331	688,581	27,853
CEDIT/PSAP Construction Fund	896,393	10,623	783,749	123,267
L.O.I.T. 2016 Special Distrib.	-	15,824,565	15,824,565	-
SJC - Bicentennial Celebration	-	5,000	5,000	-
Federal Grant Fund	4,372	-	-	4,372
S.T.O.P.Violence Against Women	(76,073)	153,146	153,146	(76,073)
Medical Reserve Corps/Health	7,847	-	433	7,414
Health Bioterrorism Grant	(663)	16,704	16,032	9
Protective Order Project/SJC	(15,749)	83,842	76,738	(8,645)
Victims of Crime Act - Assist.	-	81,799	83,945	(2,146)
RACES Communication Equip Grt	-	978	978	-
Emergency Mgmt Performance Grt	-	10,820	10,820	-
Hazardous Mat. Emg Prepar Trng	(6,580)	13,153	6,573	-
Hazardous Mat Emg Prepar Plan	-	12,500	12,500	-
Juvenile Accountability Block	(3,981)	9,952	6,413	(442)
Health Ebola Grant	15,905	16,067	781	31,191
2014 SHSP Competitive Grant	-	25,900	25,900	-
F.I.M.R. Program/SJC Health	4,000	24,870	18,058	10,812
Health Physical Activity Grant	-	19,515	19,515	-
Health Immunization CoAg Grant	-	81,723	114,578	(32,855)
V.O.C.A. - One-time Grant	-	14,574	14,698	(124)
Cyber Crimes Against Children	-	16,890	47,852	(30,962)
Health P.H.E.P.C.A. Grant	-	5,822	511	5,311
Health Local Hlth Services Grt	57,664	109,008	94,705	71,967
Drug Free Comm. Council Grant	1,766	17,835	5,984	13,617
Health H.U.D. Grant	-	758	758	-
2012 Problem Solving Grant	6,702	27,835	26,344	8,193
Data Share Initiative Grant	30	-	-	30
Adult Protective Services Grnt	(70,859)	324,907	314,557	(60,509)
Health Trust Fund	292,152	143,447	173,643	261,956
Juvenile Detention Alternative	64,892	84,048	115,370	33,570
Community Based Correct.	344,146	60,588	154,914	249,820
Community Transition Prog.	51,453	-	19,100	32,353
Court Reform Grant	(10,000)	10,000	-	-
Court Interpreter Grant	5,121	-	5,042	79
Polling Place ADA Compliance	-	7,100	6,900	200
P.E.P.S.A. Grant	3,850	-	3,850	-
D. A. R. E.	18,264	23,478	15,754	25,988
S. U. D. S.	2,000	-	-	2,000
Real Services Grant	25,000	101,000	88,500	37,500
Comm. Based Correction-Ducomb	34,381	1,978,469	1,791,612	221,238
Comm. Transition Prog.-Ducomb	(7,373)	134,050	73,806	52,871
Project Income-C.B.C./Ducomb	306,481	946,872	1,104,635	148,718
Project Income-C.T.P./Ducomb	(24,252)	19,329	36,151	(41,074)
J.J.C.-D.O.C. Grant (C.B.C.)	15,548	311,459	268,799	58,208
J.J.C.-Project Income (C.T.P.)	(37,571)	49,707	155,092	(142,956)
Com. Correction Adult Services	-	266,500	42,852	223,648
Probation - Adult Services Grt	-	25,000	-	25,000
CASA Capacity Bldg Grant	-	68,296	15,497	52,799
Cooking Healthy Program	-	1,000	125	875
Big Box Appeals Fund	-	75,000	1,418	73,582
Drug Prosecution Fund	-	10,000	10,000	-
Veteran's Court Grant	-	3,600	-	3,600
Adult IDOC 1006 Add/Ducomb	-	150,500	25,234	125,266
Prosecutor/IDOC Pretrial FY17	-	80,851	55,733	25,118
IDOC - CRRP FY17	-	77,187	8,542	68,645
Adult Prob/IDOC-Pretrial FY17	-	105,000	16,900	88,100
Totals	\$ 110,762,868	\$ 690,784,562	\$ 685,514,201	\$ 116,033,229

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

ST. JOSEPH 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 non-businesses 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.

ST. JOSEPH 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.

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

ST. JOSEPH COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

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.

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.

ST. JOSEPH 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

ST. JOSEPH 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. Most of these deficits are the result of the funds established for reimbursable grants. The reimbursements for expenditures were not received as of December 31, 2016. Two funds' (Project Income-C.T.P./Ducomb and J.J.C.-Project Income (C.T.P.)) deficit balances were due to new fund numbers being created to replace them, but the new and old fund numbers were not yet combined. The Juvenile Accountability Block, V.O.C.A. - One-time Grant, and Cyber Crimes Against Children funds had deficit balances due to transfers which were not made timely.

ST. JOSEPH COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 8. *Holding Corporation*

The County entered into a capital lease with the St. Joseph County Jail Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the County. The lessor has been determined to be a related-party of the County. Lease payments during the year 2016 totaled \$3,224,000.

Note 9. *Other Postemployment Benefits*

The County provides medical insurance to eligible retirees and their spouses. These benefits pose a liability to the County for this year and in future years. Information regarding the benefits can be obtained by contacting the Human Resource office of St. Joseph County at 227 West Jefferson Blvd. 7th Floor County - City Building, South Bend, IN 46601.

Note 10. *Combined Funds*

The Park & Recr Gift & Grant and the Special Gifts-Pros HERO funds 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.

ST. JOSEPH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016

	Treasurer After Settlement Collections	Sheriff's Inmate Trust & Unclaimed	JJC Detention Trust	Jail Commisary	Clerk Trust/Investment	Portage Manor Trust	County General
Cash and investments - beginning	\$ 9,331,459	\$ 177,323	\$ 2,082	\$ 182,582	\$ 4,651	\$ 85,597	\$ 9,006,622
Receipts:							
Taxes	8,676,323	-	-	-	-	-	37,372,285
Licenses and permits	-	-	-	-	-	-	26,345
Intergovernmental receipts	-	-	-	-	-	-	4,029,953
Charges for services	-	-	-	-	-	-	8,046,159
Fines and forfeits	-	-	-	-	-	-	998,239
Other receipts	-	1,954,685	1,218	158,862	2,523	977,676	10,164,654
Total receipts	<u>8,676,323</u>	<u>1,954,685</u>	<u>1,218</u>	<u>158,862</u>	<u>2,523</u>	<u>977,676</u>	<u>60,637,635</u>
Disbursements:							
Personal services	-	-	-	-	-	-	39,216,236
Supplies	-	-	-	-	-	-	1,416,411
Other services and charges	-	-	-	-	-	-	17,174,368
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	57,271
Other disbursements	9,331,459	1,955,861	1,036	86,105	-	1,058,117	75,000
Total disbursements	<u>9,331,459</u>	<u>1,955,861</u>	<u>1,036</u>	<u>86,105</u>	<u>-</u>	<u>1,058,117</u>	<u>57,939,286</u>
Excess (deficiency) of receipts over disbursements	<u>(655,136)</u>	<u>(1,176)</u>	<u>182</u>	<u>72,757</u>	<u>2,523</u>	<u>(80,441)</u>	<u>2,698,349</u>
Cash and investments - ending	<u>\$ 8,676,323</u>	<u>\$ 176,147</u>	<u>\$ 2,264</u>	<u>\$ 255,339</u>	<u>\$ 7,174</u>	<u>\$ 5,156</u>	<u>\$ 11,704,971</u>

ST. JOSEPH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016
 (Continued)

	Accident Reports Sheriff	Public Housing Authority	Tax Sale Clearing	City/Town Court Cost	Clerks Record Perpetuation	County C.O.I.T. Dist. Fund	Community Based Corrections
Cash and investments - beginning	\$ 77,012	\$ 28,180	\$ 2,153	\$ 248,038	\$ 143,019	\$ 1,229,094	\$ 196,930
Receipts:							
Taxes	-	-	-	-	-	9,983,016	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	25,056	-	-	-	778	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	1,045	-	4,531,357	58,064	222,876	10,266	-
Total receipts	26,101	-	4,531,357	58,064	223,654	9,993,282	-
Disbursements:							
Personal services	-	-	-	-	32,777	9,056,793	-
Supplies	9,180	-	-	-	22,058	-	-
Other services and charges	1,120	-	4,531,357	-	10,066	771,366	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	4,299	-	-	-	2,345	-	-
Other disbursements	-	-	-	-	4,000	400,000	23,500
Total disbursements	14,599	-	4,531,357	-	71,246	10,228,159	23,500
Excess (deficiency) of receipts over disbursements	11,502	-	-	58,064	152,408	(234,877)	(23,500)
Cash and investments - ending	\$ 88,514	\$ 28,180	\$ 2,153	\$ 306,102	\$ 295,427	\$ 994,217	\$ 173,430

ST. JOSEPH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016
 (Continued)

	Animal License Fee (Dog Tax)	County Disclosure Fees	Cumulative Bridge	Cum Capital Devlpmt Fund	County Drug Free Fund	Local Emergency Planning Fund	St Joseph Co. Em. Tel. Sys. Fund
Cash and investments - beginning	\$ 35,366	\$ 389,655	\$ 1,276,135	\$ 1,860,459	\$ 141,067	\$ 8,518	\$ 182,945
Receipts:							
Taxes	-	-	662,293	1,284,039	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	57,704	111,874	-	-	-
Charges for services	-	28,570	232,950	-	-	11,180	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	49,699	90,646	-	-
Total receipts	-	28,570	952,947	1,445,612	90,646	11,180	-
Disbursements:							
Personal services	-	109,350	-	-	-	-	-
Supplies	-	-	15,000	-	-	271	-
Other services and charges	-	55	167,226	352,969	130,000	8,434	65,581
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	354,232	1,846,891	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	-	109,405	536,458	2,199,860	130,000	8,705	65,581
Excess (deficiency) of receipts over disbursements	-	(80,835)	416,489	(754,248)	(39,354)	2,475	(65,581)
Cash and investments - ending	\$ 35,366	\$ 308,820	\$ 1,692,624	\$ 1,106,211	\$ 101,713	\$ 10,993	\$ 117,364

ST. JOSEPH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016
 (Continued)

	Enhanced Access Fee	Firearms Training & Police Ed.	General Drain Impr	County Health	SJC Ident. Security Protection	Excess Levy Fund	Local Roads & Streets
Cash and investments - beginning	\$ 471,821	\$ 219,395	\$ (236,604)	\$ 490,755	\$ 23,130	\$ 84,095	\$ 1,152,761
Receipts:							
Taxes	-	-	9,277	1,486,782	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	129,539	-	-	1,537,961
Charges for services	47,503	-	-	1,375,772	-	-	6,035
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	20,000	87,828	359,714	400	17,767	4,590	240
Total receipts	<u>67,503</u>	<u>87,828</u>	<u>368,991</u>	<u>2,992,493</u>	<u>17,767</u>	<u>4,590</u>	<u>1,544,236</u>
Disbursements:							
Personal services	-	-	-	2,274,733	-	-	-
Supplies	-	23,848	-	29,568	-	-	-
Other services and charges	195,589	4,994	118,883	103,080	-	9,180	12,465
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	8,451	-	-	-	-	2,236,629
Other disbursements	4,353	-	-	-	-	-	-
Total disbursements	<u>199,942</u>	<u>37,293</u>	<u>118,883</u>	<u>2,407,381</u>	<u>-</u>	<u>9,180</u>	<u>2,249,094</u>
Excess (deficiency) of receipts over disbursements	<u>(132,439)</u>	<u>50,535</u>	<u>250,108</u>	<u>585,112</u>	<u>17,767</u>	<u>(4,590)</u>	<u>(704,858)</u>
Cash and investments - ending	<u>\$ 339,382</u>	<u>\$ 269,930</u>	<u>\$ 13,504</u>	<u>\$ 1,075,867</u>	<u>\$ 40,897</u>	<u>\$ 79,505</u>	<u>\$ 447,903</u>

ST. JOSEPH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016
 (Continued)

	Major Cumulative Bridge	Local Major Moves Const. Fund	County Highway	Park & Recr Capital	Park & Recr Non Reverting	Plat Book Maint. Fund	County Rainy Day Fund
Cash and investments - beginning	\$ 680,303	\$ 515,748	\$ 2,843,852	\$ 110,891	\$ 183,536	\$ 253,516	\$ 6,288,978
Receipts:							
Taxes	1,284,040	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	111,874	-	6,478,006	-	-	-	-
Charges for services	60,193	2,174	20,000	23,017	310,294	10	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	510,000	2,360,702	400,493	-	1,428	61,600	154,142
Total receipts	<u>1,966,107</u>	<u>2,362,876</u>	<u>6,898,499</u>	<u>23,017</u>	<u>311,722</u>	<u>61,610</u>	<u>154,142</u>
Disbursements:							
Personal services	-	-	4,319,443	-	55,751	50,325	-
Supplies	-	-	1,552,775	-	13,836	2,499	-
Other services and charges	1,220,654	-	1,006,377	-	74,077	775	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	369,154	2,230,298	87,428	-	627	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>1,589,808</u>	<u>2,230,298</u>	<u>6,966,023</u>	<u>-</u>	<u>144,291</u>	<u>53,599</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>376,299</u>	<u>132,578</u>	<u>(67,524)</u>	<u>23,017</u>	<u>167,431</u>	<u>8,011</u>	<u>154,142</u>
Cash and investments - ending	<u>\$ 1,056,602</u>	<u>\$ 648,326</u>	<u>\$ 2,776,328</u>	<u>\$ 133,908</u>	<u>\$ 350,967</u>	<u>\$ 261,527</u>	<u>\$ 6,443,120</u>

ST. JOSEPH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016
 (Continued)

	2017 Cum Reassessment	Recorder Perpetuation	Co Police Pension Trust	Surplus Tax	Surveyor Corner Fund	Tax Sale Redemption	Tax Sale Surplus
Cash and investments - beginning	\$ 1,645,638	\$ 1,042,234	\$ 476,508	\$ 285,875	\$ 51,307	\$ 72,935	\$ 1,961,573
Receipts:							
Taxes	770,423	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	67,125	-	-	-	-	-	-
Charges for services	-	61,584	332,628	-	-	287	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	295	162,951	274,110	668,664	51,585	1,145,930	3,240,981
Total receipts	<u>837,843</u>	<u>224,535</u>	<u>606,738</u>	<u>668,664</u>	<u>51,585</u>	<u>1,146,217</u>	<u>3,240,981</u>
Disbursements:							
Personal services	469,947	121,887	240,000	-	-	-	-
Supplies	5,530	1,391	-	-	-	-	-
Other services and charges	486,270	164,753	-	454,482	7,539	1,173,817	1,998,112
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	2,669	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>964,416</u>	<u>288,031</u>	<u>240,000</u>	<u>454,482</u>	<u>7,539</u>	<u>1,173,817</u>	<u>1,998,112</u>
Excess (deficiency) of receipts over disbursements	<u>(126,573)</u>	<u>(63,496)</u>	<u>366,738</u>	<u>214,182</u>	<u>44,046</u>	<u>(27,600)</u>	<u>1,242,869</u>
Cash and investments - ending	<u>\$ 1,519,065</u>	<u>\$ 978,738</u>	<u>\$ 843,246</u>	<u>\$ 500,057</u>	<u>\$ 95,353</u>	<u>\$ 45,335</u>	<u>\$ 3,204,442</u>

ST. JOSEPH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016
 (Continued)

	Special Vehicle Inspection	GAL/CASA Program	H.A.V.A. 102 Funds	Ineligible Deductions Fund	Co Elected Ofcls Training Fund	Park & Recreation Fund	Statewide 9-1-1 Fund
Cash and investments - beginning	\$ 10,353	\$ 382,686	\$ 790,242	\$ 630,858	\$ 70,886	\$ 55,250	\$ 3,861,472
Receipts:							
Taxes	-	-	-	-	-	1,669,250	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	148,007	-	-	-	145,436	-
Charges for services	-	-	-	-	17,767	-	2,138,022
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	4,430	-	-	465,419	-	444	84
Total receipts	<u>4,430</u>	<u>148,007</u>	<u>-</u>	<u>465,419</u>	<u>17,767</u>	<u>1,815,130</u>	<u>2,138,106</u>
Disbursements:							
Personal services	-	112,594	-	139,657	-	1,479,124	-
Supplies	-	829	-	-	-	45,993	34,728
Other services and charges	-	53,280	-	108,506	1,623	153,756	1,687,622
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	1,726	151	348,707	-	-	40	-
Other disbursements	-	-	-	555,884	-	-	561,423
Total disbursements	<u>1,726</u>	<u>166,854</u>	<u>348,707</u>	<u>804,047</u>	<u>1,623</u>	<u>1,678,913</u>	<u>2,283,773</u>
Excess (deficiency) of receipts over disbursements	<u>2,704</u>	<u>(18,847)</u>	<u>(348,707)</u>	<u>(338,628)</u>	<u>16,144</u>	<u>136,217</u>	<u>(145,667)</u>
Cash and investments - ending	<u>\$ 13,057</u>	<u>\$ 363,839</u>	<u>\$ 441,535</u>	<u>\$ 292,230</u>	<u>\$ 87,030</u>	<u>\$ 191,467</u>	<u>\$ 3,715,805</u>

ST. JOSEPH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016
 (Continued)

	L.O.I.T. County Special Dist.	Adult Probation Fees	Juvenile Probation Fees	Problem Solving Court Fee	Drainage Maintenance	Portage Manor Fund	Park & Recr Gift & Grant
Cash and investments - beginning	\$ -	\$ 296,126	\$ 59,436	\$ 1,782,731	\$ 1,907,127	\$ 2,158,305	\$ 193,668
Receipts:							
Taxes	-	-	-	-	603,589	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	5,966,767	-	-	-	-	-	-
Charges for services	-	-	-	-	-	2,387,254	273
Fines and forfeits	-	-	-	319,279	-	-	-
Other receipts	-	98,566	105,989	-	6,268	716	81,713
Total receipts	5,966,767	98,566	105,989	319,279	609,857	2,387,970	81,986
Disbursements:							
Personal services	-	93,769	32,111	-	-	1,997,998	-
Supplies	-	-	-	3,125	-	322,901	11,486
Other services and charges	-	24,600	89,500	23,663	724,690	277,391	46,714
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	1,054,758	-	-	-	-	94,756	11,934
Other disbursements	-	-	-	593,715	-	-	-
Total disbursements	1,054,758	118,369	121,611	620,503	724,690	2,693,046	70,134
Excess (deficiency) of receipts over disbursements	4,912,009	(19,803)	(15,622)	(301,224)	(114,833)	(305,076)	11,852
Cash and investments - ending	\$ 4,912,009	\$ 276,323	\$ 43,814	\$ 1,481,507	\$ 1,792,294	\$ 1,853,229	\$ 205,520

ST. JOSEPH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016
 (Continued)

	Wyatt Economic Dev Area #1	Redv Bnd 2001 Refin Bond 2010	County Bonds & Interest	St Joe Co Group Ins	Payroll	Mich St Withholding	Federal Withholding
Cash and investments - beginning	\$ 7,033,691	\$ (1,076,083)	\$ 1,538,926	\$ 2,249,219	\$ 8,362	\$ 6,662	\$ -
Receipts:							
Taxes	1,189,059	1,348,196	2,972,875	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	226,692	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	150,305	71,797	-	15,428,849	49,114,028	94,470	5,571,623
Total receipts	<u>1,339,364</u>	<u>1,419,993</u>	<u>3,199,567</u>	<u>15,428,849</u>	<u>49,114,028</u>	<u>94,470</u>	<u>5,571,623</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	1,975,316	500	3,224,000	17,446,053	49,112,554	90,285	5,571,623
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	440,377	-	-	-	-	-	-
Other disbursements	-	-	-	3,515	-	-	-
Total disbursements	<u>2,415,693</u>	<u>500</u>	<u>3,224,000</u>	<u>17,449,568</u>	<u>49,112,554</u>	<u>90,285</u>	<u>5,571,623</u>
Excess (deficiency) of receipts over disbursements	<u>(1,076,329)</u>	<u>1,419,493</u>	<u>(24,433)</u>	<u>(2,020,719)</u>	<u>1,474</u>	<u>4,185</u>	<u>-</u>
Cash and investments - ending	<u>\$ 5,957,362</u>	<u>\$ 343,410</u>	<u>\$ 1,514,493</u>	<u>\$ 228,500</u>	<u>\$ 9,836</u>	<u>\$ 10,847</u>	<u>\$ -</u>

ST. JOSEPH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016
 (Continued)

	Fica	Perf	Ind Gross Withholding	Settlement	Public Safety L.O.I.T.	County Wheel Tax	C.V.E.T. Fund
Cash and investments - beginning	\$ -	\$ 43	\$ 164,361	\$ -	\$ 3,501,036	\$ 378	\$ -
Receipts:							
Taxes	-	-	-	268,023,563	14,237,777	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	401,108	-	415,147	2,224,091
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	7,243,659	5,862,654	2,268,548	-	5,103,733	-	-
Total receipts	7,243,659	5,862,654	2,268,548	268,424,671	19,341,510	415,147	2,224,091
Disbursements:							
Personal services	-	-	-	-	2,540,117	-	-
Supplies	-	-	-	-	929,785	-	-
Other services and charges	7,243,659	5,862,654	2,169,528	-	16,274,859	415,147	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	135,381	-	-
Other disbursements	-	-	-	268,424,671	-	-	2,224,091
Total disbursements	7,243,659	5,862,654	2,169,528	268,424,671	19,880,142	415,147	2,224,091
Excess (deficiency) of receipts over disbursements	-	-	99,020	-	(538,632)	-	-
Cash and investments - ending	\$ -	\$ 43	\$ 263,381	\$ -	\$ 2,962,404	\$ 378	\$ -

ST. JOSEPH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016
 (Continued)

	Excise Surtax Fund	Sewage Liens Collections	C.O.I.T. Fund (H.S.C.)	C.O.I.T. Fund (P.T.R.C.)	Fines & Forfeitures	Overweight Vehicle Fines	Special Death Benefit Fees
Cash and investments - beginning	\$ -	\$ 40	\$ 1,080,180	\$ 8,107,733	\$ 139,693	\$ -	\$ 1,350
Receipts:							
Taxes	-	-	34,184,371	29,328,657	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	5,618,135	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	48,727	-	-	399,543	96	-
Other receipts	-	166,142	-	-	-	-	20,400
Total receipts	5,618,135	214,869	34,184,371	29,328,657	399,543	96	20,400
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	5,618,135	214,869	33,617,390	35,822,925	281,079	25	20,650
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	5,618,135	214,869	33,617,390	35,822,925	281,079	25	20,650
Excess (deficiency) of receipts over disbursements	-	-	566,981	(6,494,268)	118,464	71	(250)
Cash and investments - ending	\$ -	\$ 40	\$ 1,647,161	\$ 1,613,465	\$ 258,157	\$ 71	\$ 1,100

ST. JOSEPH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016
 (Continued)

	State Sales Disclosure Fees	Coroner Trng. & Cont. Ed. Fees	Adult/Juv. Interstate Compact	Mortgage Recording Fee-State	Child Restraint Violations	Inheritance Tax	Education Plate Fee Distr
Cash and investments - beginning	\$ 2,830	\$ 2,564	\$ 8,304	\$ 1,558	\$ -	\$ 580	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	3,244
Charges for services	28,525	34,987	-	-	-	-	-
Fines and forfeits	-	-	-	-	5,412	-	-
Other receipts	-	-	2,500	22,115	-	11,416	-
Total receipts	28,525	34,987	2,500	22,115	5,412	11,416	3,244
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	28,905	34,589	1,188	21,748	5,087	9,063	3,244
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	28,905	34,589	1,188	21,748	5,087	9,063	3,244
Excess (deficiency) of receipts over disbursements	(380)	398	1,312	367	325	2,353	-
Cash and investments - ending	<u>\$ 2,450</u>	<u>\$ 2,962</u>	<u>\$ 9,616</u>	<u>\$ 1,925</u>	<u>\$ 325</u>	<u>\$ 2,933</u>	<u>\$ -</u>

ST. JOSEPH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016
 (Continued)

	Riverboat Revenue Sharing	Convention Exhibition Center	C.E.D.I.T. Fund	Prosecutor P.C.A. 93.563	93.563 Title IV-D Incentive	Title IV-D Pros. Incentive	Title IV-D Clerk Incentive
Cash and investments - beginning	\$ -	\$ 3,883,031	\$ 8,773,317	\$ 52,480	\$ 616,712	\$ 219,049	\$ 989,043
Receipts:							
Taxes	-	4,930,183	23,733,626	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	1,581,221	-	-	28,907	-	-	-
Charges for services	-	-	9,933,220	1,389	126,802	190,775	126,801
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	589,538	-	-	-	3,000
Total receipts	1,581,221	4,930,183	34,256,384	30,296	126,802	190,775	129,801
Disbursements:							
Personal services	-	-	95,080	-	83,012	157,926	-
Supplies	-	-	707,316	-	-	1,240	-
Other services and charges	1,581,221	3,469,551	26,790,739	17,344	20,635	11,707	14,397
Debt service - principal and interest	-	-	3,938,137	-	-	-	-
Capital outlay	-	713,601	3,427,846	2,105	653	-	-
Other disbursements	-	-	2,000,000	-	-	-	3,000
Total disbursements	1,581,221	4,183,152	36,959,118	19,449	104,300	170,873	17,397
Excess (deficiency) of receipts over disbursements	-	747,031	(2,702,734)	10,847	22,502	19,902	112,404
Cash and investments - ending	\$ -	\$ 4,630,062	\$ 6,070,583	\$ 63,327	\$ 639,214	\$ 238,951	\$ 1,101,447

ST. JOSEPH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016
 (Continued)

	JJC Equipment Reimbursement	JJC Restitution	JJC Probation User Fees	Clerk Main Office Cashbook	Clerk Support Cashbook	Clerk Small Claims	Clerk Odyssey
Cash and investments - beginning	\$ 2,807	\$ 47,602	\$ 53,469	\$ 5,626,591	\$ 74,505	\$ 74,930	\$ 3,740,853
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	615	12,080	114,530	-	3,708,193	-	23,847,249
Total receipts	<u>615</u>	<u>12,080</u>	<u>114,530</u>	<u>-</u>	<u>3,708,193</u>	<u>-</u>	<u>23,847,249</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	440	32,131	144,182	103,248	3,712,979	25	24,487,905
Total disbursements	<u>440</u>	<u>32,131</u>	<u>144,182</u>	<u>103,248</u>	<u>3,712,979</u>	<u>25</u>	<u>24,487,905</u>
Excess (deficiency) of receipts over disbursements	<u>175</u>	<u>(20,051)</u>	<u>(29,652)</u>	<u>(103,248)</u>	<u>(4,786)</u>	<u>(25)</u>	<u>(640,656)</u>
Cash and investments - ending	<u>\$ 2,982</u>	<u>\$ 27,551</u>	<u>\$ 23,817</u>	<u>\$ 5,523,343</u>	<u>\$ 69,719</u>	<u>\$ 74,905</u>	<u>\$ 3,100,197</u>

ST. JOSEPH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016
 (Continued)

	Clerk Judge Ordered Accounts	Adult Probation User Fees	Adult Probation Administrative Fees	Clerk Mishawaka Cashbook	Ineligible Deduction - 7/1/13	Cptl Fund Spcl Tax Dist Bnd 16	County Poor Relief Bond
Cash and investments - beginning	\$ 13,683	\$ 7,434	\$ 2,469	\$ 130,986	\$ 1,127,497	\$ -	\$ 198,165
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	105,031	28,913	-	-	8,883,861	-
Total receipts	-	105,031	28,913	-	-	8,883,861	-
Disbursements:							
Personal services	-	-	-	-	163,021	-	-
Supplies	-	-	-	-	1,110	-	-
Other services and charges	-	-	-	-	10,883	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	8,048	-	-
Other disbursements	13,314	98,556	28,036	-	-	-	-
Total disbursements	13,314	98,556	28,036	-	183,062	-	-
Excess (deficiency) of receipts over disbursements	(13,314)	6,475	877	-	(183,062)	8,883,861	-
Cash and investments - ending	<u>\$ 369</u>	<u>\$ 13,909</u>	<u>\$ 3,346</u>	<u>\$ 130,986</u>	<u>\$ 944,435</u>	<u>\$ 8,883,861</u>	<u>\$ 198,165</u>

ST. JOSEPH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016
 (Continued)

	St Joe Co Liability Reserve	Portage Twp Fire Territory Ins	D.R.C.B. Fee Fund	Alt. Dispute Resolution Fund	Cont. Education Fund/Sheriff	Sex/Violent Offender Fee	Sex/ Violent Off. Add. Fee
Cash and investments - beginning	\$ 59,386	\$ -	\$ 25,740	\$ 6,945	\$ 119,782	\$ 33,747	\$ 5
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	20,374	-	-	-
Other receipts	989,686	319,590	3,328	500	37,594	12,295	-
Total receipts	989,686	319,590	3,328	20,874	37,594	12,295	-
Disbursements:							
Personal services	-	-	-	-	-	7,943	-
Supplies	-	-	65	-	158	1,092	-
Other services and charges	1,044,915	232,193	4,493	13,941	100,182	7,759	5
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	526	-	-	2,330	-
Other disbursements	-	185	-	-	-	-	-
Total disbursements	1,044,915	232,378	5,084	13,941	100,340	19,124	5
Excess (deficiency) of receipts over disbursements	(55,229)	87,212	(1,756)	6,933	(62,746)	(6,829)	(5)
Cash and investments - ending	\$ 4,157	\$ 87,212	\$ 23,984	\$ 13,878	\$ 57,036	\$ 26,918	\$ -

ST. JOSEPH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016
 (Continued)

	Ptg Manor Farm Operation	County Owned Tax Sale	Drug Testing Fees	Adult Drug Testing Fees	Community Development	Sheriff D.E.A. Fund	Pros D.E.A. Fund
Cash and investments - beginning	\$ 26,960	\$ 1,346,613	\$ 127,584	\$ 4,554	\$ 14,565	\$ 2,108	\$ 14,209
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	11,053	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	7,750	519,664	26,935	-	-	8,000	-
Total receipts	7,750	530,717	26,935	-	-	8,000	-
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	16,110	-	-	1,176	-
Other services and charges	-	536,496	-	-	-	-	2,727
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	-	536,496	16,110	-	-	1,176	2,727
Excess (deficiency) of receipts over disbursements	7,750	(5,779)	10,825	-	-	6,824	(2,727)
Cash and investments - ending	\$ 34,710	\$ 1,340,834	\$ 138,409	\$ 4,554	\$ 14,565	\$ 8,932	\$ 11,482

ST. JOSEPH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016
 (Continued)

	Federal D.E.A./Sheriff	Healthwin	Recorder's Escrow Fund	Public Defenders Fees	Co. Emergency Command Ctr. Fund	Comm. Corrections Bldg. Fund	Local Hwy. User Tax Projects
Cash and investments - beginning	\$ 144,499	\$ 529,568	\$ 79,921	\$ 299,784	\$ 317,926	\$ 489,215	\$ 555,315
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	2,949,631
Charges for services	-	102,342	3,577	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	4,300	-	873,893	36,634	-	72,562	-
Total receipts	<u>4,300</u>	<u>102,342</u>	<u>877,470</u>	<u>36,634</u>	<u>-</u>	<u>72,562</u>	<u>2,949,631</u>
Disbursements:							
Personal services	-	-	-	-	5,224	-	-
Supplies	-	-	-	-	460	-	-
Other services and charges	-	-	882,603	19,878	62,556	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	2,940,375
Other disbursements	-	-	-	30,750	-	-	-
Total disbursements	<u>-</u>	<u>-</u>	<u>882,603</u>	<u>50,628</u>	<u>68,240</u>	<u>-</u>	<u>2,940,375</u>
Excess (deficiency) of receipts over disbursements	<u>4,300</u>	<u>102,342</u>	<u>(5,133)</u>	<u>(13,994)</u>	<u>(68,240)</u>	<u>72,562</u>	<u>9,256</u>
Cash and investments - ending	<u>\$ 148,799</u>	<u>\$ 631,910</u>	<u>\$ 74,788</u>	<u>\$ 285,790</u>	<u>\$ 249,686</u>	<u>\$ 561,777</u>	<u>\$ 564,571</u>

ST. JOSEPH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016
 (Continued)

	Misc.State Monies Trust Fund	Adult Pro. Admin. Fee	Dispatch Operating	Dispatch Capital Non-Reverting	Dispatch Bond	CEDIT/PSAP Construction Fund	L.O.I.T. 2016 Special Distrib.
Cash and investments - beginning	\$ 1,112	\$ 232,513	\$ 165,544	\$ 199,980	\$ 228,103	\$ 896,393	\$ -
Receipts:							
Taxes	611,383	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	15,824,565
Charges for services	-	-	1,423	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	28,036	4,678,484	-	488,331	10,623	-
Total receipts	611,383	28,036	4,679,907	-	488,331	10,623	15,824,565
Disbursements:							
Personal services	-	-	4,155,284	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	611,383	-	534,800	-	-	783,749	15,824,565
Debt service - principal and interest	-	-	-	-	688,581	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	41,332	-	-	-	-	-
Total disbursements	611,383	41,332	4,690,084	-	688,581	783,749	15,824,565
Excess (deficiency) of receipts over disbursements	-	(13,296)	(10,177)	-	(200,250)	(773,126)	-
Cash and investments - ending	\$ 1,112	\$ 219,217	\$ 155,367	\$ 199,980	\$ 27,853	\$ 123,267	\$ -

ST. JOSEPH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016
 (Continued)

	SJC - Bicentennial Celebration	Federal Grant Fund	S.T.O.P.Violence Against Women	Medical Reserve Corps/Health	Health Bioterrorism Grant	Protective Order Project/SJC	Victims of Crime Act - Assist.
Cash and investments - beginning	\$ -	\$ 4,372	\$ (76,073)	\$ 7,847	\$ (663)	\$ (15,749)	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	16,704	-	-
Charges for services	-	-	153,146	-	-	83,842	81,799
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	5,000	-	-	-	-	-	-
Total receipts	<u>5,000</u>	<u>-</u>	<u>153,146</u>	<u>-</u>	<u>16,704</u>	<u>83,842</u>	<u>81,799</u>
Disbursements:							
Personal services	-	-	153,146	-	-	39,832	83,945
Supplies	-	-	-	-	638	-	-
Other services and charges	5,000	-	-	433	1,038	36,906	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	14,356	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>5,000</u>	<u>-</u>	<u>153,146</u>	<u>433</u>	<u>16,032</u>	<u>76,738</u>	<u>83,945</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>-</u>	<u>-</u>	<u>(433)</u>	<u>672</u>	<u>7,104</u>	<u>(2,146)</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 4,372</u>	<u>\$ (76,073)</u>	<u>\$ 7,414</u>	<u>\$ 9</u>	<u>\$ (8,645)</u>	<u>\$ (2,146)</u>

ST. JOSEPH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016
 (Continued)

	RACES Communication Equip Grt	Emergency Mgmt Performance Grt	Hazardous Mat. Emg Prepar Trng	Hazardous Mat Emg Prepar Plan	Juvenile Accountability Block	Health Ebola Grant	2014 SHSP Competitive Grant
Cash and investments - beginning	\$ -	\$ -	\$ (6,580)	\$ -	\$ (3,981)	\$ 15,905	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	16,067	-
Charges for services	978	10,820	6,573	12,500	9,952	-	25,900
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	6,580	-	-	-	-
Total receipts	978	10,820	13,153	12,500	9,952	16,067	25,900
Disbursements:							
Personal services	-	-	-	-	6,413	-	-
Supplies	-	-	-	-	-	368	-
Other services and charges	-	-	6,573	12,500	-	198	25,900
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	978	10,820	-	-	-	215	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	978	10,820	6,573	12,500	6,413	781	25,900
Excess (deficiency) of receipts over disbursements	-	-	6,580	-	3,539	15,286	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ (442)	\$ 31,191	\$ -

ST. JOSEPH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016
 (Continued)

	F.I.M.R. Program/SJC Health	Health Physical Activity Grant	Health Immunization CoAg Grant	V.O.C.A. - One-time Grant	Cyber Crimes Against Children	Health P.H.E.P.C.A. Grant	Health Local Hlth Services Grt
Cash and investments - beginning	\$ 4,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 57,664
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	12,870	19,515	81,723	-	-	5,822	109,008
Charges for services	-	-	-	14,574	16,890	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	12,000	-	-	-	-	-	-
Total receipts	24,870	19,515	81,723	14,574	16,890	5,822	109,008
Disbursements:							
Personal services	17,224	-	28,104	-	-	-	90,972
Supplies	-	799	19,655	-	-	321	139
Other services and charges	834	6,621	58,426	11,635	46,343	190	3,594
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	12,095	8,393	3,063	1,509	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	18,058	19,515	114,578	14,698	47,852	511	94,705
Excess (deficiency) of receipts over disbursements	6,812	-	(32,855)	(124)	(30,962)	5,311	14,303
Cash and investments - ending	<u>\$ 10,812</u>	<u>\$ -</u>	<u>\$ (32,855)</u>	<u>\$ (124)</u>	<u>\$ (30,962)</u>	<u>\$ 5,311</u>	<u>\$ 71,967</u>

ST. JOSEPH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016
 (Continued)

	Drug Free Comm. Council Grant	Health H.U.D. Grant	2012 Problem Solving Grant	Data Share Initiative Grant	Adult Protective Services Grnt	Health Trust Fund	Juvenile Detention Alternative
Cash and investments - beginning	\$ 1,766	\$ -	\$ 6,702	\$ 30	\$ (70,859)	\$ 292,152	\$ 64,892
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	10,000	-	-	143,447	-
Charges for services	-	-	-	-	324,907	-	82,248
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	17,835	758	17,835	-	-	-	1,800
Total receipts	17,835	758	27,835	-	324,907	143,447	84,048
Disbursements:							
Personal services	-	-	-	-	289,850	169,162	36,659
Supplies	-	758	-	-	698	952	1,998
Other services and charges	5,984	-	26,344	-	24,009	3,529	74,113
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	2,600
Other disbursements	-	-	-	-	-	-	-
Total disbursements	5,984	758	26,344	-	314,557	173,643	115,370
Excess (deficiency) of receipts over disbursements	11,851	-	1,491	-	10,350	(30,196)	(31,322)
Cash and investments - ending	<u>\$ 13,617</u>	<u>\$ -</u>	<u>\$ 8,193</u>	<u>\$ 30</u>	<u>\$ (60,509)</u>	<u>\$ 261,956</u>	<u>\$ 33,570</u>

ST. JOSEPH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016
 (Continued)

	Community Based Correct.	Community Transition Prog.	Court Reform Grant	Court Interpreter Grant	Polling Place ADA Compliance	P.E.P.S.A. Grant	D. A. R.E.
Cash and investments - beginning	\$ 344,146	\$ 51,453	\$ (10,000)	\$ 5,121	\$ -	\$ 3,850	\$ 18,264
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	10,000	-	7,100	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	60,588	-	-	-	-	-	23,478
Total receipts	60,588	-	10,000	-	7,100	-	23,478
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	3,850	14,876
Other services and charges	60,000	-	-	5,042	6,900	-	878
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	94,914	19,100	-	-	-	-	-
Total disbursements	154,914	19,100	-	5,042	6,900	3,850	15,754
Excess (deficiency) of receipts over disbursements	(94,326)	(19,100)	10,000	(5,042)	200	(3,850)	7,724
Cash and investments - ending	\$ 249,820	\$ 32,353	\$ -	\$ 79	\$ 200	\$ -	\$ 25,988

ST. JOSEPH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016
 (Continued)

	S. U. D. S.	Real Services Grant	Comm. Based Correction- Ducomb	Comm. Transition Prog.-Ducomb	Project Income-C.B.C./ Ducomb	Project Income-C.T.P./ Ducomb	J.J.C.-D.O.C. Grant (C.B.C.)
Cash and investments - beginning	\$ 2,000	\$ 25,000	\$ 34,381	\$ (7,373)	\$ 306,481	\$ (24,252)	\$ 15,548
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	101,000	1,974,729	123,950	-	-	296,194
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	3,740	10,100	946,872	19,329	15,265
Total receipts	-	101,000	1,978,469	134,050	946,872	19,329	311,459
Disbursements:							
Personal services	-	-	1,440,185	73,806	657,726	36,151	268,574
Supplies	-	-	130,966	-	141,973	-	-
Other services and charges	-	88,500	220,461	-	237,450	-	225
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	67,486	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	-	88,500	1,791,612	73,806	1,104,635	36,151	268,799
Excess (deficiency) of receipts over disbursements	-	12,500	186,857	60,244	(157,763)	(16,822)	42,660
Cash and investments - ending	\$ 2,000	\$ 37,500	\$ 221,238	\$ 52,871	\$ 148,718	\$ (41,074)	\$ 58,208

ST. JOSEPH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016
 (Continued)

	J.J.C.-Project Income (C.T.P.)	Com. Correction Adult Services	Probation - Adult Services Grt	CASA Capacity Bldg Grant	Cooking Healthy Program	Big Box Appeals Fund	Drug Prosecution Fund
Cash and investments - beginning	\$ (37,571)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	266,500	25,000	68,296	-	-	-
Charges for services	17,155	-	-	-	-	-	10,000
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	32,552	-	-	-	1,000	75,000	-
Total receipts	49,707	266,500	25,000	68,296	1,000	75,000	10,000
Disbursements:							
Personal services	114,679	42,852	-	15,497	-	-	-
Supplies	4,531	-	-	-	-	-	-
Other services and charges	33,916	-	-	-	125	1,418	10,000
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	1,966	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	155,092	42,852	-	15,497	125	1,418	10,000
Excess (deficiency) of receipts over disbursements	(105,385)	223,648	25,000	52,799	875	73,582	-
Cash and investments - ending	\$ (142,956)	\$ 223,648	\$ 25,000	\$ 52,799	\$ 875	\$ 73,582	\$ -

ST. JOSEPH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016
 (Continued)

	Veteran's Court Grant	Adult IDOC 1006 Add/Ducomb	Prosecutor/IDOC Pretrial FY17	IDOC - CRRP FY17	Adult Prob/IDOC-Pretrial FY17	Totals
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 110,762,868
Receipts:						
Taxes	-	-	-	-	-	444,361,007
Licenses and permits	-	-	-	-	-	26,345
Intergovernmental receipts	3,600	150,500	76,875	77,187	105,000	51,758,074
Charges for services	-	-	-	-	-	26,539,684
Fines and forfeits	-	-	-	-	-	1,791,670
Other receipts	-	-	3,976	-	-	166,307,782
Total receipts	<u>3,600</u>	<u>150,500</u>	<u>80,851</u>	<u>77,187</u>	<u>105,000</u>	<u>690,784,562</u>
Disbursements:						
Personal services	-	25,218	51,149	8,542	16,900	70,676,688
Supplies	-	-	-	-	-	5,492,463
Other services and charges	-	16	4,584	-	-	272,098,416
Debt service - principal and interest	-	-	-	-	-	4,626,718
Capital outlay	-	-	-	-	-	16,507,089
Other disbursements	-	-	-	-	-	316,112,827
Total disbursements	<u>-</u>	<u>25,234</u>	<u>55,733</u>	<u>8,542</u>	<u>16,900</u>	<u>685,514,201</u>
Excess (deficiency) of receipts over disbursements	<u>3,600</u>	<u>125,266</u>	<u>25,118</u>	<u>68,645</u>	<u>88,100</u>	<u>5,270,361</u>
Cash and investments - ending	<u>\$ 3,600</u>	<u>\$ 125,266</u>	<u>\$ 25,118</u>	<u>\$ 68,645</u>	<u>\$ 88,100</u>	<u>\$ 116,033,229</u>

ST. JOSEPH COUNTY
SCHEDULE OF LEASES AND DEBT
December 31, 2016

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
Motorola	Communication Equipment	\$ 1,095,486	01/01/2010	01/15/2017
St. Joseph County Jail Building Corporation	St. Joseph County Jail	<u>3,225,000</u>	06/11/2015	12/31/2018
Total of annual lease payments		<u>\$ 4,320,486</u>		

Type	Description of Debt	Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:				
General obligation bonds	Limited Tax Bridge Refunding Bonds of 2014 (Old Logan)		\$ 2,045,000	\$ 1,045,769
Revenue bonds	AM General TIF		4,450,000	3,100,213
Revenue bonds	Mental Health		2,295,000	558,850
Revenue bonds	CEDIT Revenue Bond of 2014 (PASP)		8,295,000	689,331
Revenue bonds	Special Taxing District Bonds of 2016		8,730,000	196,716
Notes and loans payable	Main Street Bridge Separation		<u>3,000,000</u>	<u>500,000</u>
Totals			<u>\$ 28,815,000</u>	<u>\$ 6,090,879</u>

ST. JOSEPH COUNTY
SCHEDULE OF CAPITAL ASSETS
December 31, 2016

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

	<u>Ending Balance</u>
Governmental activities:	
Land	\$ 10,084,685
Infrastructure	593,929,370
Buildings	106,974,664
Machinery, equipment, and vehicles	<u>31,118,630</u>
Total capital assets	<u>\$ 742,107,349</u>

SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



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

TO: THE OFFICIALS OF ST. JOSEPH COUNTY, INDIANA

Report on Compliance for the Major Federal Program

We have audited St. Joseph 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 its major federal program for the year ended December 31, 2016. The County's major federal program is 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 the County's major federal program 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 the major federal program. However, our audit does not provide a legal determination of the County's compliance.

Opinion on the 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 its major federal program for the year ended December 31, 2016.

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR THE 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 the major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for the 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

August 10, 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 approved by management of the County. The schedule and notes are presented as intended by the County.

ST. JOSEPH COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2016

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	Indiana Department of Education	10.553			
School Breakfast Program			2016	\$ -	\$ 34,746
National School Lunch Program	Indiana Department of Education	10.555			
National School Lunch Program			2016	-	70,675
National School Lunch Program - Commodities			2016	-	5,109
Total - National School Lunch Program				-	75,784
Total - Child Nutrition Cluster				-	110,530
Total - Department of Agriculture				-	110,530
Department of Housing and Urban Development					
Lead-Based Paint Hazard Control in Privately-Owned Housing Health H.U.D.	South Bend Housing Authority	14.900	INLHB0540-12	-	758
Total - Department of Housing and Urban Development				-	758
Department of Justice					
Juvenile Accountability Block Grants	Indiana Criminal Justice Institute	16.523		-	9,952
Juvenile Accountability Block Grants				-	-
Missing Children's Assistance	Indiana State Police	16.543		-	16,890
Cyber Crimes/ Internet Crimes Against Children Task Force			2014-MC-FX-K018	-	-
Crime Victim Assistance	Indiana Criminal Justice Institute	16.575		-	14,575
V.O.C.A. One-Time Grant			4907	-	-
Victim Assistance Program			4230 & 5453	-	81,799
Total - Crime Victim Assistance				-	96,374
Violence Against Women Formula Grants	Indiana Criminal Justice Institute	16.588		-	153,146
Special Victims Unit			4016 & 5040	-	-
Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program	Direct grant	16.590		-	83,842
Family Justice Center			2014-WE-AX-0017	-	-
Total - Department of Justice				-	360,204
Department of Transportation					
Highway Planning and Construction Cluster					
Highway Planning and Construction					
Bridge #65 Replacement Tyler over Yellow Bark Creek	Indiana Department of Transportation	20.205	DES #1005674	-	183
Bridge #62 Replacement Walnut Over Yellow Bank Creek			DES #1383398	-	91,828
Countywide Bridge Inventory & Inspection 2012-2014			DES #1173271	-	96,051
Fir Rd At Brick Rd Roundabout Intersection Improvement			DES #1400640	-	105,971
Auten Trail & Lighting from Laurel to Sr 933			DES #1400638	-	36,869
Gumwood Road Reconstruction Phase I			DES #0600452 & 0101182	-	76,718
Gumwood Road Reconstruction Phase II			DES #0600453 & 0710357	-	225,125
Bridge #203 Rehabilitation Mishawaka Ave Over Sj River			DES #0600665 & 0800046	-	685
Adams Trail Phase I			DES #0902236 & 1006373	-	59,463
Edison at Ash Roundabout Intersection Improvement			DES #1382759	-	75,207
Traffic Calming			DES #1382796	-	1,223
Adams Trail Phase II			DES #1382797	-	59,114
Lasalle Trail Phase I			DES #1382798	-	39,737
Douglas Rd Corridor Reconstruction- Ivy to Sr 23 & Intersection Improvement At Ironwood			DES #14000639	-	214,012
Lasalle Trail Extension Phase II From Darden to Auten			DES #1400641	-	96,316
Bridge #58 Replacement Underwood Over Pine Creek			DES #1400780	-	44,887
Lasalle Trail Extension Phase III From Auten To IN/MI State Line			DES #1401807	-	24,900
Intersection Improvement at Ironwood and Auten			DES #0710360	-	38,752
Mckinley at Ash Rd Intersection Improvement & Added Travel Lanes from Birch to Ash			DES #0902286 & 1400296	-	1,128,245
Intersection Improvement at Cleveland and Ash			DES #1005762	-	189
Olive-Sample Overpass Reconstruction			DES #129857, 1401191, 1401192	-	59,508
Total - Highway Planning and Construction				-	2,474,983
Total - Highway Planning and Construction Cluster				-	2,474,983

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

ST. JOSEPH COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2016
(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 Transportation (continued)					
Interagency Hazardous Materials Public Sector Training and Planning Grant	Indiana Department of Homeland Security	20.703		-	12,500
2016 Hazardous Materials Emergency Preparedness Planning			HM-HMP-0498-15-01	-	6,573
2016 Hazardous Materials Emergency Preparedness Training			HM-HMP-0498-15-01	-	6,573
Total - Interagency Hazardous Materials Public Sector Training and Planning Grant				-	19,073
Total - Department of Transportation				-	2,494,056
Department of Health and Human Services					
Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements	Indiana State Department of Health	93.074		-	16,703
Health Bioterrorism			U90TP000521	-	5,822
Health P.H.E.P.C.A. Grant			U90TP000521	-	16,068
Health Ebola Grant			U90TP000521	-	16,068
Total - Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements				-	38,593
Immunization Cooperative Agreements	Indiana State Department of Health	93.268		-	81,723
Health Immunization CoAg Grant			H23IP000723	-	81,723
Total - Immunization Cooperative Agreements				-	81,723
Child Support Enforcement	Indiana Department of Child Services	93.563		-	100,621
Clerk Child Support			1504INCSES	-	126,801
County Child Support (Incentive)			1504INCSES	-	1,242,298
Prosecutor Child Support			1504INCSES	-	190,775
Incentive			1504INCSES	-	82,899
Probate Court Child Support			1504INCSES	-	559,240
County Child Support (Indirect)			1504INCSES	-	559,240
Total - Child Support Enforcement				-	2,302,634
Voting Access for Individuals with Disabilities_Grants to States	Indiana State Department of Health	93.617		-	7,100
Voting Access				-	7,100
Assistance Programs for Chronic Disease Prevention and Control	Indiana State Department of Health	93.945		-	19,515
Health Physical Activity Grant				-	19,515
Maternal and Child Health Services Block Grant to the States	Indiana State Department of Health	93.994		-	24,870
F.I.M.R. Program/SJC Health			14457	-	24,870
Total - Department of Health and Human Services				-	2,474,435
Department of Homeland Security					
Emergency Management Performance Grants	Indiana Department of Homeland Security	97.042		-	58,598
EMPG Competitive Grant Program (EMPG Competitive)			EMC-2016-EP-00006-S01	-	6,004
2015 Emergency Management Performance Grant Competitive			EMW-2015-EP-00037	-	6,004
Total - Emergency Management Performance Grants				-	64,602
Homeland Security Grant Program	Indiana Department of Homeland Security	97.067		-	25,900
2015 State Homeland Security Grant Program		97.067	EMW-2015-SS-00049	-	978
IDHS Races Sustainment			EMW-2015-SS-00049	-	978
Total - Homeland Security Grant Program				-	26,878
Total - Department of Homeland Security				-	91,480
Total federal awards expended				\$ -	\$ 5,531,463

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

ST. JOSEPH 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, 2016. 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.

ST. JOSEPH 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 weakness identified?	yes
Significant deficiency identified?	yes
Noncompliance material to financial statement noted?	yes

Federal Awards:

Internal control over major program:	
Material weakness identified?	no
Significant deficiency identified?	none reported
Any audit finding disclosed that are required to be reported in accordance with section 2 CFR 200.516(a)?	no

Identification of Major Program and type of auditor's report issued on compliance for it:

<u>Name of Federal Program or Cluster</u>	<u>Opinion Issued</u>
Highway Planning and Construction Cluster	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 2016-001

Subject: Internal Controls over Financial Transactions and Reporting
Audit Findings: Material Weakness, Other Matters

Repeat Finding

This is a repeat of finding number 2015-001 from the immediate prior year.

Condition

There were deficiencies in the internal control system of the County related to financial transactions and the input of financial information entered into the Indiana Gateway for Government Units financial reporting system (Gateway), which is the source for the Annual Financial Report (AFR), the financial statement, and the Schedule of Expenditures of Federal Awards (SEFA). Financial information was prepared and submitted into Gateway without effective oversight, review, approval, or other compensating control to ensure the accuracy of the information prior to submission.

ST. JOSEPH COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Context

Due to the lack of controls over the input of financial information entered into Gateway, the financial statement and SEFA presented for audit included the following errors:

Financial Statement

1. The transactions of the County Sheriff's Cash Book were included in error, which overstated the receipts and disbursements by \$6,646,277 and \$6,646,338, respectively.
2. The Clerk Judge Ordered Accounts fund was omitted, which understated disbursements by \$13,314.
3. The Treasurer After Settlement Collections fund receipts and disbursements were each overstated by \$278,262,230.
4. The Community Based Corrections fund disbursements were understated by \$3,500.
5. The J.J.C.-D.O.C. Grant (C.B.C.) fund receipts and disbursements were each overstated by \$12,867.

SEFA

1. The Child Nutrition Cluster expenditures were overstated by \$3,910.
2. The Juvenile Accountability Block Grants expenditures were understated by \$2,433.
3. The Child Support Enforcement expenditures were understated by \$254,182.
4. The Emergency Management Performance Grants expenditures were understated by \$46,756.
5. The Voting Access for Individuals with Disabilities_Grants to States was omitted which understated expenditures by \$7,100.
6. The 2017 Hazardous Materials Emergency Preparedness Grant was included in error, which overstated expenditures by \$40,989.
7. The Crime Victim Assistance and Violence Against Women Formula Grants both erroneously included amounts passed through to subrecipients.
8. Several grants were not titled correctly.

Audit adjustments were proposed, accepted by the County Auditor, and made to the financial statement and 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:

ST. JOSEPH COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

"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. . . .

The Green Book identifies a list of control activity categories that are meant only to illustrate the range and variety of control activities. . . .

- Accurate and timely recording of transactions. . . ."

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.

ST. JOSEPH COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

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 of the County had not established a proper system of internal control that would have ensured proper reporting of the financial statement and the SEFA.

Effect

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

Recommendation

We recommended that the County's management establish controls to ensure complete and accurate financial transactions and reporting.

Views of Responsible Officials

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

FINDING 2016-002

Subject: Internal Controls over Financial Transactions and Reporting - Clerk of the Circuit Court
Audit Finding: Significant Deficiency

Repeat Finding

This is a repeat of finding number 2015-002 from the immediate prior year.

Condition

There were deficiencies in the internal control system of the Clerk of the Circuit Court's (Clerk) office related to financial transactions and reporting. The Clerk had not separated incompatible activities related to some disbursements which constituted a significant deficiency. Disbursements for bonds, restitution, and refunds were prepared by one individual with no oversight, review, or other compensating control.

Context

The control deficiencies were systemic issues, which occurred throughout the audit period.

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:

ST. JOSEPH COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

"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. . . ."

Cause

Management of the County had not established a proper system of internal control.

Effect

The failure to establish controls could have enabled 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, misstatements in a timely manner.

Recommendation

We recommended that the County's management establish controls, including segregation of duties to ensure accurate financial transactions and reporting.

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.

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AUDITEE-PREPARED DOCUMENTS

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

ST. JOSEPH COUNTY AUDITOR

227 W. Jefferson Blvd. Second Floor

County City Building

South Bend, IN 46601

Telephone 574-235-9668

Fax 574-235-5024

Michael J. Hamann

Auditor

Teresa M. Shuter

Chief Deputy Auditor

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2015-001 PREPARATION OF THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Fiscal year in which the finding initially occurred: 2015

Federal Programs: Various

Contact Person Responsible for Corrective Action: Kathy Gregorich

Contact Phone Number: 574-235-9398

Status of Audit Finding: The problems that we have had with the preparation of the SEFA report has been complicated by the fact that we no longer have a grant coordinator as of mid-year in 2016. That coupled with the fact that we are still receiving misinformation from the departments that handle the grants directly. Kathy Gregorich took over the preparation of that report with no training. As such, we are hoping to secure guidance from State Board of Accounts to move forward.

FINDING 2015-003 REPORTING

Fiscal year in which the finding initially occurred: 2015

Federal Program: Child Support Enforcement

CFDA Number: 93.563

Federal Award Number/Year: 2015

Contact Person Responsible for Corrective Action Plan: Kathie Sobecki

Contact Phone Number 574-235-9394

Quarterly Incentive Balance reports are prepared by the Budget Administrator, signed and approved by the Auditor. The file is now maintained by the Budget Administrator.

Signed: *Teresa M. Shuter*
Chief Deputy Auditor
St. Joseph County

Terri J. Rethlake
St. Joseph County Clerk
EX-OFFICIO CLERK ST JOSEPH SUPERIOR & PROBATE COURTS
101 S. Main St
South Bend, IN 46601
Telephone: 574-235-9635 Fax: 574-235-9838

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2015-002 FINANCIAL TRANSACTIONS & REPORTING, CLERK OF CIRCUIT COURT

Fiscal year in which the finding initially occurred: 2015
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct:
Contact Person Responsible for Corrective Action: Terri J. Rethlake, Clerk
Contact Phone Number: 574-235-9635

Status of Audit Finding:

Per Corrective Action Plan sent to SBOA in August, 2016, one of the three findings have been completed and two are a work in progress.

1. Compensating control of double checking and signing off of Small Claims and Upper Court checks that are disbursed began August 16, 2016. Compensating control of double checking and signing off of Bond disbursements began July 19, 2017.
2. CAR-1 report was amended and sent to the Auditor before 2015 audit was completed.
3. Outstanding trust items from Odyssey and Old Low Trust are being researched and escheated to Attorney General. This is being done as time and staff is available.

/s/Terri J. Rethlake
(Signature)

Clerk of Circuit Court, St. Joseph County
(Title)

6/10/2017
(Date)

(Note to Officials: To determine what audit findings are required to be reported in the Summary Schedule of Prior Audit Findings, please see U.S. Office of Management and Budget (OMB), Circular A-133, Subpart C, section .315(b) for audit periods beginning before December 26, 2014. For audit periods beginning after December 26, 2014, please see 2 CFR §200.511(b).)

ST. JOSEPH COUNTY AUDITOR

227 W. Jefferson Blvd. Second Floor
County City Building
South Bend, IN 46601
Telephone 574-235-9668
Fax 574-235-5024

Michael J. Hamann
Auditor

Teresa M. Shuter
Chief Deputy Auditor

CORRECTIVE ACTION PLAN

FINDING 2016-001

Contact Person: Kathy Gregorich

(574)235-9398

Responsible Officer: Michael J. Hamann

We concur with the findings regarding grants.

We are still working on putting proper procedures in place to insure information provided to our office is accurate.

Anticipated Completion date: December 31, 2017. New personnel will be assuming these duties.

We concur with the findings regarding financial statements.

We have taken steps to address those problems.

Terri J. Rethlake
St. Joseph County Clerk
EX-OFFICIO CLERK ST JOSEPH SUPERIOR & PROBATE COURTS
101 S. Main St
South Bend, IN 46601
Telephone: 574-235-9635 Fax: 574-235-9838

CORRECTIVE ACTION PLAN

FINDING 2016-002

Contact Person Responsible for Corrective Action: Terri J. Rethlake, County Clerk
Contact Phone Number: 574-235-9635

Views of Responsible Official:

Internal Controls were put in place last year for the disbursements of prepared Small Claims and Upper Court trust checks. Since we do not release any bonds without a judicial order as to the payment of all Probate, criminal fines/costs; and refunds, we thought that was sufficient paperwork to track those disbursements. All clerk staff that are involved in the financial aspects of this office have participated in, prior to audit, the required SBOA internal controls video.

Description of Corrective Action Plan:

On July 19, 2017, the following plan was put into place for disbursement of all Circuit, Superior and Probate Court trust funds:

- Deputy clerk disbursing the check(s) calls the bookkeeping department to print checks they have disbursed in Odyssey. Bookkeeping clerk prints check and compares the judicial order to the amount of the check. Person receiving refund signs the copy of the order for verification they have received the check.
- Small Claims & Upper Court disbursement of garnishment collection checks are verified by opposite bookkeeping clerk who disburses them.

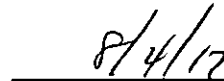
Anticipated Completion Date: Completed



(Signature)



(Title)



(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/>.