

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

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



FILED
12/20/2017

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SCHEDULE OF OFFICIALS

| <u>Office</u> | <u>Official</u> | <u>Term</u> |
|---|---|--|
| County Auditor | Deanna Willhoite Carla Newcomer Heather Myers | 01-01-13 to 04-30-16 05-01-16 to 09-04-16 09-05-16 to 12-31-20 |
| County Treasurer | Deborah Ottinger | 01-01-13 to 12-31-20 |
| Clerk of the Circuit Court | Jessica Fouts | 01-01-15 to 12-31-18 |
| County Sheriff | Mike Nielsen | 01-01-15 to 12-31-18 |
| County Recorder | Nikki Baldwin | 01-01-13 to 12-31-20 |
| President of the Board of County Commissioners | Jeff Wolfe Donald Lawson | 01-01-16 to 12-31-16 01-01-17 to 12-31-17 |
| President of the County Council | Steve Jacob | 01-01-16 to 12-31-17 |



STATE OF INDIANA
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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF BOONE COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of Boone 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 Payables and Receivables, Schedule of Leases and Debt, and Schedule of Capital Assets, as listed in the Table of Contents, are presented for additional analysis and are not required parts of the financial statement. They have not been subjected to the auditing procedures applied by us in the audit of the financial statement and, accordingly, we express no opinion on them.

INDEPENDENT AUDITOR'S REPORT
(Continued)

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated December 18, 2017, on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.


Paul D. Joyce, CPA
State Examiner

December 18, 2017



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

TO: THE OFFICIALS OF BOONE 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 Boone 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 December 18, 2017, wherein we noted the County followed accounting practices the Indiana State Board of Accounts prescribes rather than accounting principles generally accepted in the United States of America.

Internal Control over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify certain deficiencies in internal control, described in the accompanying Schedule of Findings and Questioned Costs as items 2016-001 and 2016-002, that we consider to be material weaknesses.

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

Compliance and Other Matters


As part of obtaining reasonable assurance about whether the County's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2016-001 and 2016-002.

Boone 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

December 18, 2017

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FINANCIAL STATEMENT AND ACCOMPANYING NOTES

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

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

| Fund | Cash and Investments | | Cash and Investments | |
|---------------------------------------|----------------------|------------|----------------------|-----------|
| | 01-01-16 | Receipts | Disbursements | 12-31-16 |
| SHERIFF INMATE TRUST | \$ 33,646 | \$ 493,222 | \$ 451,252 | \$ 75,616 |
| SHERIFF COMMISSARY FUND | 74,834 | 208,820 | 182,293 | 101,361 |
| CLERKS TRUST ACCOUNT | 1,072,528 | 6,118,533 | 5,607,833 | 1,583,228 |
| CLERKS TRUST ACCT STATE FUNDS | 34,428 | 456,082 | 452,311 | 38,199 |
| BCSO YOUTH PROGRAMS | - | 1,300 | 947 | 353 |
| GENERAL | 1,473,047 | 11,479,930 | 10,560,672 | 2,392,305 |
| ACCIDENT REPORT | 12,804 | 7,186 | 5,458 | 14,532 |
| CAMPAIGN FINANCE ENFORCEMENT | 1,550 | 750 | - | 2,300 |
| CITY AND TOWN COURT COSTS | 226,795 | 10,300 | - | 237,095 |
| CLERK'S RECORDS PERPETUATION | 10,792 | 35,788 | 15,113 | 31,467 |
| COIT BOND FUND 2016 | - | 126,151 | 46,348 | 79,803 |
| COIT CNTY DISTRIB SHARES | 2,113,400 | 9,792,636 | 10,223,874 | 1,682,162 |
| COMMUNITY CORRECTIONS | 77,044 | 637,976 | 585,806 | 129,214 |
| CONVENT VIS AND TOURISM PROM | 280,537 | 353,141 | 400,000 | 233,678 |
| SALES DISCLOSURE-COUNTY SHARE | 53,563 | 10,960 | 4,283 | 60,240 |
| CUMULATIVE BRIDGE | 3,188,498 | 721,258 | 549,109 | 3,360,647 |
| CUMULATIVE CAPITAL DEVELOPMENT | 912,103 | 1,588,932 | 1,507,431 | 993,604 |
| DRUG FREE COMMUNITY | 33,848 | 30,136 | 45,705 | 18,279 |
| ECONOMIC DEVELOPMENT FEE | 4,575 | 22,875 | 25,875 | 1,575 |
| EMERG PLANNING/RIGHT TO KNOW | 28,918 | 5,301 | 3,868 | 30,351 |
| EXTRADITION AND SHERIFF'S ASST | 1,400 | - | - | 1,400 |
| FIREARMS TRAINING | 5,238 | 37,586 | 35,902 | 6,922 |
| FOOD AND BEVERAGE TAX | 831,440 | 639,358 | 975,102 | 495,696 |
| GENERAL DRAIN IMPROVEMENT | 375,986 | 5,549 | 151,743 | 229,792 |
| HEALTH | 336,468 | 626,415 | 585,484 | 377,399 |
| IDENTIFICATION SECURITY PROT | 140,210 | 6,393 | 6,110 | 140,493 |
| LEVY EXCESS | 5,532 | - | - | 5,532 |
| LOCAL HEALTH MAINTENANCE | 58,948 | 73,288 | 34,874 | 97,362 |
| LOCAL ROAD AND STREET | 355,696 | 416,083 | 549,640 | 222,139 |
| MISDEMEANANT | 85,908 | 27,761 | 66,630 | 47,039 |
| MOTOR VEHICLE HIGHWAY | 2,577,473 | 3,276,968 | 3,106,317 | 2,748,124 |
| PLAT BOOK | 69,483 | 17,741 | - | 87,224 |
| RAINY DAY | 2,746,635 | 43 | 165,360 | 2,581,318 |
| REASSESSMENT 2015 | 323,501 | 168,329 | 442,877 | 48,953 |
| RECORDER'S RECORDS PERPET | 151,282 | 142,585 | 155,392 | 138,475 |
| RIVERBOAT | 25,982 | 458,578 | 384,271 | 100,289 |
| SEX AND VIOLENT OFFENDER ADMIN | 7,155 | 5,582 | 2,422 | 10,315 |
| SUPPL PUBLIC DEFENDER SERVICES | 88,634 | 11,056 | - | 99,690 |
| SURPLUS TAX | 294,907 | 234,982 | 51,916 | 477,973 |
| SURVEYOR'S CORNER PERPETUATION | 30,109 | 14,925 | 8,480 | 36,554 |
| TAX SALE REDEMPTION | 10,220 | 48,197 | 53,974 | 4,443 |
| TAX SALE SURPLUS | 495,827 | 1,080,791 | 376,643 | 1,199,975 |
| GUARDIAN AD LITEM | 52,292 | 14,773 | 26,957 | 40,108 |
| CASH CIRCUIT COURT ADMINISTRATION | - | - | 952 | (952) |
| AUDITORS INELIGIBLE DEDUCTIONS | 38,385 | - | 4,303 | 34,082 |
| COUNTY ELECTED OFFICIALS TRNG | 25,796 | 6,501 | 1,620 | 30,677 |
| STATEWIDE 911 | 682,306 | 829,600 | 1,145,393 | 366,513 |
| CASH 2006 REASSMNT | - | - | 500 | (500) |
| CASH - LOIT 2016 SPECIAL DISTRIBUTION | - | 13,044,770 | 13,044,770 | - |
| CASH FINES AND FORFETURES | 52,587 | 90,497 | 124,871 | 18,213 |
| ADULT PROBATION ADMINISTRATIVE | 271,383 | 172,396 | 216,854 | 226,925 |
| JUVENILE PROBATION ADMIN | 99,161 | 6,755 | 10,000 | 95,916 |
| SUPPL ADULT PROBATION SERVICES | 127,072 | 28,782 | - | 155,854 |
| ALTERNATIVE DISPUTE RESOLUTION | 9,227 | 5,745 | 6,479 | 8,493 |
| COUNTY USER FEE | 2,086 | 5,590 | 7,240 | 436 |
| DRAINAGE MAINTENANCE | 4,180,726 | 695,399 | 410,400 | 4,465,725 |
| DRUG BUY MONEY | 10,493 | - | - | 10,493 |

BOONE 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 |
|--|-------------------------------------|-------------|---------------|-------------------------------------|
| CASH DRUG TASK FORCE GRANT MONEY | - | 4,000 | 4,000 | - |
| DUI TASK FORCE | - | 16,230 | 15,850 | 380 |
| SHARPS PROGRAM GRANT | - | 4,711 | 2,120 | 2,591 |
| CASH FELONY DIVERSION PROGRAM | - | 2,993 | - | 2,993 |
| DONATIONS-BD HEALTH GIFT FUND | 2,250 | 3,112 | 3,613 | 1,749 |
| PARKING ORDINANCE VIOLATIONS | 40 | - | - | 40 |
| PAYROLL CLEARING | 101,520 | 4,270,843 | 4,196,223 | 176,140 |
| PAYROLL WITHHOLDING-INSURANCE | 5,885 | - | - | 5,885 |
| SHERIFF PENSION HOLDING | 49,443 | 57,644 | 70,231 | 36,856 |
| SETTLEMENT | - | 106,449,799 | 106,449,799 | - |
| CVET AGENCY | - | 296,743 | 296,743 | - |
| WEED LIEN COLLECTIONS | 29,425 | 68,292 | 68,883 | 28,834 |
| SEWAGE COLLECTIONS | 32,446 | 7,993 | 9,527 | 30,912 |
| FINANCIAL INSTITUTION TAX | - | 148,782 | 148,782 | - |
| COIT PROJ FUND | - | 1,840,700 | 1,430,766 | 409,934 |
| HOMESTEAD CREDIT REBATE | 25,585 | - | - | 25,585 |
| CASH INFRACTION JUDGEMENTS | 3,330 | 86,936 | 77,724 | 12,542 |
| SPECIAL DEATH BENEFIT | 860 | 6,960 | 6,710 | 1,110 |
| SALES DISCLOSURE - STATE SHARE | 930 | 10,860 | 10,730 | 1,060 |
| CORONERS TRAINING AND CON'T ED | 554 | 5,611 | 5,733 | 432 |
| MORT RECOR FEES-STATE SHARE | 690 | 11,445 | 11,154 | 981 |
| TREASURER | 2,522,893 | 2,475,968 | 2,522,893 | 2,475,968 |
| SEX AND VIOL OFFNDR ADMIN-ST | 39 | 495 | 482 | 52 |
| INHERITANCE TAX | 131,433 | - | 138 | 131,295 |
| EDUCATION PLATE FEES AGENCY | 169 | 1,763 | 1,613 | 319 |
| COIT DISTRIBUTION | - | 38,630,529 | 38,630,529 | - |
| 2016 COIT SPECIAL DISTRIBUTION | - | 3,080,189 | - | 3,080,189 |
| CASH FELONY DIVERSION PRGRM COORD | - | 59,150 | 25,077 | 34,073 |
| CASH TITLE 4D - CLK | - | 20,404 | 8,320 | 12,084 |
| CASH - PROS ARRA IV-D INVENTIVE | - | 49,393 | 49,393 | - |
| ISETS | 2,812 | 703,733 | 704,316 | 2,229 |
| CASH - CLERK ARRA IV-D INVENTIVE | - | 16,526 | 12,941 | 3,585 |
| CLERK-COURT ORDERED INTEREST BEARING ACCTS 2015 | - | 66,046 | 52,203 | 13,843 |
| CASH TITLE IV-D REGULAR INCENTIVE | - | 118,453 | 175 | 118,278 |
| CLERK-COURT ORDERED INTEREST BEARING ACCTS 2016 06D01-1004-ES-54 | 13,019 | 3,796 | - | 16,815 |
| SHERIFF DEPT GIFT/DON FUND | 2,747 | 124 | - | 2,871 |
| DEBT SERVICE - B | 251,950 | 523,778 | - | 775,728 |
| REDEVELOPMENT BOND | 1,641,820 | - | 630,575 | 1,011,245 |
| ANSON BOND | 6,252,047 | 19,120,025 | 9,029,649 | 16,342,423 |
| ANSON CONSTRUCTION | 11,842 | 25 | 7,240 | 4,627 |
| I-65 WEST/EAST REDEV | 376,365 | 288,981 | 361,574 | 303,772 |
| BOND NO.2 0182 | 3,400,522 | 7,302 | 1,147,523 | 2,260,301 |
| COIT REVENUE BONDS OF 2014 | 9,844 | - | - | 9,844 |
| JTOWN EDA1TIF BND 2014-CAP INT | 211,794 | - | - | 211,794 |
| JTOWN EDA1 TIF BND 2015-CONST | 186,009 | - | 153,104 | 32,905 |
| JTOWN EDA1TIF BND 2015-CAP INT | 44,468 | - | - | 44,468 |
| CASH-2015 A CONSTRUCTION | 4,479 | 17 | 4,480 | 16 |
| TX EXMPT DISPUTE RESOLUTION | 100,000 | 4,690 | - | 104,690 |
| JURY FEES | 87,155 | 10,057 | 6,371 | 90,841 |
| BOONE CO COURTS INTERVNT SVCS | 41,054 | 84,018 | 36,874 | 88,198 |
| COMM CORRECTIONS PROJ INCOME | 484,253 | 347,698 | 461,941 | 370,010 |
| OUTPAT AND ALCOHOL PREV PROG. | 5,044 | - | - | 5,044 |
| CO CORRECTIONS FUND | 53,658 | 13,872 | 46,958 | 20,572 |
| INTERSTATE COMP FEES- CO SHARE | 1,164 | 699 | - | 1,863 |
| ASSET SEIZURE AND FORFEITURE | 2,830 | - | - | 2,830 |
| PROS PRE-TRIAL DIVERSION | 29,998 | 39,758 | 53,366 | 16,390 |
| JUVENILE TASK FORCE | 5,000 | - | - | 5,000 |

BOONE 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 |
|-----------------------------------|-------------------------------------|----------------|----------------|-------------------------------------|
| PROS DEFERRAL USER | 87,222 | 214,157 | 250,266 | 51,113 |
| PROS SPECIAL FEE | 7,359 | 865 | 1,814 | 6,410 |
| LITTER ENFORCEMENT | 475 | - | - | 475 |
| CO SHERIFF TRAINING | 23,276 | 1,347 | 2,972 | 21,651 |
| INVESTIGATION SHERIFF | 325 | 523 | 413 | 435 |
| FACT- FATAL ALCOHOL CRASH TEAM | 503 | - | - | 503 |
| CHILD RESTRAINT GRANT | 3 | - | - | 3 |
| ILLEGAL WEED CONTROL | 115 | 50 | - | 165 |
| DRUG AWARENESS | 2,794 | 422 | - | 3,216 |
| SHERIFF SIEZURE | 3,533 | - | 1,320 | 2,213 |
| DOG LEASH FUND | 900 | 250 | - | 1,150 |
| ECONOMIC DEVELOPMENT | 1,794,662 | 767,648 | 1,396,089 | 1,166,221 |
| EMPLOYEE HEALTH FUND | 75,921 | 4,155,094 | 4,673,379 | (442,364) |
| TMA- PERSONAL PROP ASSESSMENTS | 38,893 | 1,908 | - | 40,801 |
| INDIANA HOUSING FINANCE | 9,500 | - | - | 9,500 |
| CONV VISITR AND TOURISM INVEST | 22,843 | 221 | - | 23,064 |
| SURPLUS REPLACE HMSTD (2000) | 733 | - | - | 733 |
| INDIANA JUDGE RETIREMENT | 2 | - | - | 2 |
| COUNTY FAMILY AND CHILDREN | 270 | - | - | 270 |
| LOCAL PLANNING COUNCIL | 1,474 | - | - | 1,474 |
| POLICE PENSION | 1,127 | - | - | 1,127 |
| PILOT PAYMENT | 13,622 | 4,487 | - | 18,109 |
| INTERSTATE COMP-STATE SHARE | - | 700 | 620 | 80 |
| CHILD RESTR VIOLATIONS FINES | 25 | 650 | 675 | - |
| SENIOR SERVICES TRANSIT SYSTEM | 100,705 | 331,705 | 331,705 | 100,705 |
| INDIANA CRIM JUSTICE GRANTS | 14,542 | - | - | 14,542 |
| CLERK IV-D ARRA | 9,435 | - | 9,435 | - |
| CLERK IV-D NO 2 | 6,675 | 3,900 | 10,575 | - |
| COMM. CORR. CTP FUND (0549) | 27,900 | 7,025 | 1,980 | 32,945 |
| TITLE IV-D | 102,715 | - | 102,715 | - |
| HIGH RISK MULTIPLE GRANT | 2,080 | - | - | 2,080 |
| PROSECUTOR IV-D NO 2 | 43,947 | - | 43,947 | - |
| STOP DOM. VIOLENCE/PROS | 22,492 | 22,492 | 22,492 | 22,492 |
| VICTIMS ASSISTANCE COORD. | 29,000 | 31,467 | 33,828 | 26,639 |
| JUV DETENTION ALT INITIAT | 54,839 | 79,023 | 102,488 | 31,374 |
| COURT INTERPRETER GRANT | 4,953 | 2,700 | 3,706 | 3,947 |
| BOONE CO YOUTH ASSIS+C42T PROGRAM | 18,925 | 25,604 | 27,958 | 16,571 |
| HAVA HELP AMERICA VT ACT 1071 | 101,446 | - | 101,446 | - |
| JARC GRANT | (1,513) | - | - | (1,513) |
| TOBACCO PREVENT AND CESSATION | 398 | 40,842 | 39,972 | 1,268 |
| OWI | 115 | - | - | 115 |
| BIG CITY/BIG CO ENFORCEMENT | - | 29,431 | 27,361 | 2,070 |
| AGGRESSIVE DRIVING | (41) | - | - | (41) |
| SEATBELT GRANT | 827 | - | - | 827 |
| BULLETPROOF VEST GRANT | - | 10,500 | 1,185 | 9,315 |
| CITIES READINESS INITIATIVE | 29,652 | - | - | 29,652 |
| EMERGENCY RESPONSE DELIVERABLE | (573) | 785 | - | 212 |
| CHILDHOOD AUTO SAFETY (0812) | 12 | - | 12 | - |
| PUBLIC HEALTH EMERGENCY PREPAR | 1,612 | 61,053 | 49,754 | 12,911 |
| BOONE CO. HEALTHY COALITION | 1,441 | - | - | 1,441 |
| HEALTH DEPT TRUST ACCOUNT | 17,827 | 42,256 | 27,859 | 32,224 |
| MEDICAL RESERVE CORP (0809) | 8,061 | - | 2,038 | 6,023 |
| COMMUNITY PREPAREDNESS GRANT | 8,055 | - | 1,471 | 6,584 |
| Totals | \$ 43,020,928 | \$ 239,092,543 | \$ 226,847,452 | \$ 55,266,019 |

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

BOONE 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:

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:

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.

BOONE COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

F. Interfund Transfers

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

G. Fund Accounting

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

Note 2. Budgets

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

Note 3. Property Taxes

Property taxes levied are collected by the County Treasurer and are scheduled to be distributed to the County in June and December; however, situations can arise which would delay the distributions. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's lien date (March 1 in a year ending before January 1, 2016 and January 1 in a year beginning after December 31, 2015) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100 percent of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which normally become delinquent if not paid by May 10 and November 10, respectively.

Note 4. Deposits and Investments

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

BOONE COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

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

Funding Policy and Annual Pension Cost

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

BOONE COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

B. County Police Retirement Plan

Plan Description

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

Funding Policy

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

C. County Police Benefit Plan

Plan Description

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

Funding Policy

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

Note 7. Cash Balance Deficits

The financial statement contains some funds with deficits in cash. This is a result of disbursements being made out of the incorrect fund, carrying the negative cash balance over from a previous year, and not being reimbursed by departments for health claims in 2016. The Employee Health Fund was not reimbursed by a few departments for health claims made in 2016, and is currently in an agreement with those departments for reimbursement through 2021. All other funds were corrected in 2017.

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.

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

| | SHERIFF INMATE TRUST | SHERIFF COMMISSARY FUND | CLERKS TRUST ACCOUNT | CLERKS TRUST ACCT STATE FUNDS | BCSO YOUTH PROGRAMS | GENERAL |
|---|----------------------------|-------------------------------|----------------------------|---|---------------------------|--------------|
| Cash and investments - beginning | \$ 33,646 | \$ 74,834 | \$ 1,072,528 | \$ 34,428 | \$ - | \$ 1,473,047 |
| Receipts: | | | | | | |
| Other receipts | 493,222 | 208,820 | 6,118,533 | 456,082 | 1,300 | 11,479,930 |
| Total receipts | 493,222 | 208,820 | 6,118,533 | 456,082 | 1,300 | 11,479,930 |
| Disbursements: | | | | | | |
| Other disbursements | 451,252 | 182,293 | 5,607,833 | 452,311 | 947 | 10,560,672 |
| Total disbursements | 451,252 | 182,293 | 5,607,833 | 452,311 | 947 | 10,560,672 |
| Excess (deficiency) of receipts over disbursements | 41,970 | 26,527 | 510,700 | 3,771 | 353 | 919,258 |
| Cash and investments - ending | \$ 75,616 | \$ 101,361 | \$ 1,583,228 | \$ 38,199 | \$ 353 | \$ 2,392,305 |

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

| | ACCIDENT REPORT | CAMPAIGN FINANCE ENFORCEMENT | CITY AND TOWN COURT COSTS | CLERK'S RECORDS PERPETUATION | COIT BOND FUND 2016 | COIT CNTY DISTRIB SHARES |
|---|--------------------|------------------------------------|---------------------------------------|------------------------------------|------------------------------|-----------------------------------|
| Cash and investments - beginning | \$ 12,804 | \$ 1,550 | \$ 226,795 | \$ 10,792 | \$ - | \$ 2,113,400 |
| Receipts: | | | | | | |
| Other receipts | 7,186 | 750 | 10,300 | 35,788 | 126,151 | 9,792,636 |
| Total receipts | 7,186 | 750 | 10,300 | 35,788 | 126,151 | 9,792,636 |
| Disbursements: | | | | | | |
| Other disbursements | 5,458 | - | - | 15,113 | 46,348 | 10,223,874 |
| Total disbursements | 5,458 | - | - | 15,113 | 46,348 | 10,223,874 |
| Excess (deficiency) of receipts over disbursements | 1,728 | 750 | 10,300 | 20,675 | 79,803 | (431,238) |
| Cash and investments - ending | \$ 14,532 | \$ 2,300 | \$ 237,095 | \$ 31,467 | \$ 79,803 | \$ 1,682,162 |

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

| | COMMUNITY CORRECTIONS | CONVENT VIS AND TOURISM PROM | SALES DISCLOSURE- COUNTY SHARE | CUMULATIVE BRIDGE | CUMULATIVE CAPITAL DEVELOPMENT | DRUG FREE COMMUNITY |
|---|--------------------------|--|---|----------------------|--------------------------------------|---------------------------|
| Cash and investments - beginning | \$ 77,044 | \$ 280,537 | \$ 53,563 | \$ 3,188,498 | \$ 912,103 | \$ 33,848 |
| Receipts: | | | | | | |
| Other receipts | 637,976 | 353,141 | 10,960 | 721,258 | 1,588,932 | 30,136 |
| Total receipts | 637,976 | 353,141 | 10,960 | 721,258 | 1,588,932 | 30,136 |
| Disbursements: | | | | | | |
| Other disbursements | 585,806 | 400,000 | 4,283 | 549,109 | 1,507,431 | 45,705 |
| Total disbursements | 585,806 | 400,000 | 4,283 | 549,109 | 1,507,431 | 45,705 |
| Excess (deficiency) of receipts over disbursements | 52,170 | (46,859) | 6,677 | 172,149 | 81,501 | (15,569) |
| Cash and investments - ending | \$ 129,214 | \$ 233,678 | \$ 60,240 | \$ 3,360,647 | \$ 993,604 | \$ 18,279 |

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

| | ECONOMIC DEVELOPMENT FEE | EMERG PLANNING/ RIGHT TO KNOW | EXTRADITION AND SHERIFF'S ASST | FIREARMS TRAINING | FOOD AND BEVERAGE TAX | GENERAL DRAIN IMPROVEMENT |
|---|--------------------------------|--|---|----------------------|--------------------------------|---------------------------------|
| Cash and investments - beginning | \$ 4,575 | \$ 28,918 | \$ 1,400 | \$ 5,238 | \$ 831,440 | \$ 375,986 |
| Receipts: | | | | | | |
| Other receipts | 22,875 | 5,301 | - | 37,586 | 639,358 | 5,549 |
| Total receipts | 22,875 | 5,301 | - | 37,586 | 639,358 | 5,549 |
| Disbursements: | | | | | | |
| Other disbursements | 25,875 | 3,868 | - | 35,902 | 975,102 | 151,743 |
| Total disbursements | 25,875 | 3,868 | - | 35,902 | 975,102 | 151,743 |
| Excess (deficiency) of receipts over disbursements | (3,000) | 1,433 | - | 1,684 | (335,744) | (146,194) |
| Cash and investments - ending | \$ 1,575 | \$ 30,351 | \$ 1,400 | \$ 6,922 | \$ 495,696 | \$ 229,792 |

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

| | <u>HEALTH</u> | <u>IDENTIFICATION SECURITY PROT</u> | <u>LEVY EXCESS</u> | <u>LOCAL HEALTH MAINTENANCE</u> | <u>LOCAL ROAD AND STREET</u> | <u>MISDEMEANANT</u> |
|--|-------------------|---|------------------------|---|--|---------------------|
| Cash and investments - beginning | \$ 336,468 | \$ 140,210 | \$ 5,532 | \$ 58,948 | \$ 355,696 | \$ 85,908 |
| Receipts: | | | | | | |
| Other receipts | 626,415 | 6,393 | - | 73,288 | 416,083 | 27,761 |
| Total receipts | <u>626,415</u> | <u>6,393</u> | <u>-</u> | <u>73,288</u> | <u>416,083</u> | <u>27,761</u> |
| Disbursements: | | | | | | |
| Other disbursements | 585,484 | 6,110 | - | 34,874 | 549,640 | 66,630 |
| Total disbursements | <u>585,484</u> | <u>6,110</u> | <u>-</u> | <u>34,874</u> | <u>549,640</u> | <u>66,630</u> |
| Excess (deficiency) of receipts over disbursements | <u>40,931</u> | <u>283</u> | <u>-</u> | <u>38,414</u> | <u>(133,557)</u> | <u>(38,869)</u> |
| Cash and investments - ending | <u>\$ 377,399</u> | <u>\$ 140,493</u> | <u>\$ 5,532</u> | <u>\$ 97,362</u> | <u>\$ 222,139</u> | <u>\$ 47,039</u> |

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

| | MOTOR VEHICLE HIGHWAY | PLAT BOOK | RAINY DAY | REASSESSMENT 2015 | RECORDER'S RECORDS PERPET | RIVERBOAT |
|---|-----------------------------|--------------|--------------|----------------------|---------------------------------|------------|
| Cash and investments - beginning | \$ 2,577,473 | \$ 69,483 | \$ 2,746,635 | \$ 323,501 | \$ 151,282 | \$ 25,982 |
| Receipts: | | | | | | |
| Other receipts | 3,276,968 | 17,741 | 43 | 168,329 | 142,585 | 458,578 |
| Total receipts | 3,276,968 | 17,741 | 43 | 168,329 | 142,585 | 458,578 |
| Disbursements: | | | | | | |
| Other disbursements | 3,106,317 | - | 165,360 | 442,877 | 155,392 | 384,271 |
| Total disbursements | 3,106,317 | - | 165,360 | 442,877 | 155,392 | 384,271 |
| Excess (deficiency) of receipts over disbursements | 170,651 | 17,741 | (165,317) | (274,548) | (12,807) | 74,307 |
| Cash and investments - ending | \$ 2,748,124 | \$ 87,224 | \$ 2,581,318 | \$ 48,953 | \$ 138,475 | \$ 100,289 |

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

| | SEX AND VIOLENT OFFENDER ADMIN | SUPPL PUBLIC DEFENDER SERVICES | SURPLUS TAX | SURVEYOR'S CORNER PERPETUATION | TAX SALE REDEMPTION | TAX SALE SURPLUS |
|---|--|---|----------------|--------------------------------------|---------------------------|------------------------|
| Cash and investments - beginning | \$ 7,155 | \$ 88,634 | \$ 294,907 | \$ 30,109 | \$ 10,220 | \$ 495,827 |
| Receipts: | | | | | | |
| Other receipts | 5,582 | 11,056 | 234,982 | 14,925 | 48,197 | 1,080,791 |
| Total receipts | 5,582 | 11,056 | 234,982 | 14,925 | 48,197 | 1,080,791 |
| Disbursements: | | | | | | |
| Other disbursements | 2,422 | - | 51,916 | 8,480 | 53,974 | 376,643 |
| Total disbursements | 2,422 | - | 51,916 | 8,480 | 53,974 | 376,643 |
| Excess (deficiency) of receipts over disbursements | 3,160 | 11,056 | 183,066 | 6,445 | (5,777) | 704,148 |
| Cash and investments - ending | \$ 10,315 | \$ 99,690 | \$ 477,973 | \$ 36,554 | \$ 4,443 | \$ 1,199,975 |

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

| | GUARDIAN AD LITEM | CASH CIRCUIT COURT ADMINISTRATION | AUDITORS INELIGIBLE DEDUCTIONS | COUNTY ELECTED OFFICIALS TRNG | STATEWIDE 911 | CASH 2006 REASSMNT |
|---|-------------------------|--|--------------------------------------|--|------------------|--------------------------|
| Cash and investments - beginning | \$ 52,292 | \$ - | \$ 38,385 | \$ 25,796 | \$ 682,306 | \$ - |
| Receipts: | | | | | | |
| Other receipts | 14,773 | - | - | 6,501 | 829,600 | - |
| Total receipts | 14,773 | - | - | 6,501 | 829,600 | - |
| Disbursements: | | | | | | |
| Other disbursements | 26,957 | 952 | 4,303 | 1,620 | 1,145,393 | 500 |
| Total disbursements | 26,957 | 952 | 4,303 | 1,620 | 1,145,393 | 500 |
| Excess (deficiency) of receipts over disbursements | (12,184) | (952) | (4,303) | 4,881 | (315,793) | (500) |
| Cash and investments - ending | \$ 40,108 | \$ (952) | \$ 34,082 | \$ 30,677 | \$ 366,513 | \$ (500) |

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

| | <u>CASH - LOIT 2016 SPECIAL DISTRIBUTION</u> | <u>CASH FINES AND FORFETURES</u> | <u>ADULT PROBATION ADMINISTRATIVE</u> | <u>JUVENILE PROBATION ADMIN</u> | <u>SUPL ADULT PROBATION SERVICES</u> | <u>ALTERNATIVE DISPUTE RESOLUTION</u> |
|--|--|--|---|---|--|---|
| Cash and investments - beginning | \$ - | \$ 52,587 | \$ 271,383 | \$ 99,161 | \$ 127,072 | \$ 9,227 |
| Receipts: | | | | | | |
| Other receipts | <u>13,044,770</u> | <u>90,497</u> | <u>172,396</u> | <u>6,755</u> | <u>28,782</u> | <u>5,745</u> |
| Total receipts | <u>13,044,770</u> | <u>90,497</u> | <u>172,396</u> | <u>6,755</u> | <u>28,782</u> | <u>5,745</u> |
| Disbursements: | | | | | | |
| Other disbursements | <u>13,044,770</u> | <u>124,871</u> | <u>216,854</u> | <u>10,000</u> | <u>-</u> | <u>6,479</u> |
| Total disbursements | <u>13,044,770</u> | <u>124,871</u> | <u>216,854</u> | <u>10,000</u> | <u>-</u> | <u>6,479</u> |
| Excess (deficiency) of receipts over disbursements | <u>-</u> | <u>(34,374)</u> | <u>(44,458)</u> | <u>(3,245)</u> | <u>28,782</u> | <u>(734)</u> |
| Cash and investments - ending | <u>\$ -</u> | <u>\$ 18,213</u> | <u>\$ 226,925</u> | <u>\$ 95,916</u> | <u>\$ 155,854</u> | <u>\$ 8,493</u> |

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

| | COUNTY USER FEE | DRAINAGE MAINTENANCE | DRUG BUY MONEY | CASH DRUG TASK FORCE GRANT MONEY | DUI TASK FORCE | SHARPS PROGRAM GRANT |
|---|-----------------------|-------------------------|----------------------|--|----------------------|----------------------------|
| Cash and investments - beginning | \$ 2,086 | \$ 4,180,726 | \$ 10,493 | \$ - | \$ - | \$ - |
| Receipts: | | | | | | |
| Other receipts | 5,590 | 695,399 | - | 4,000 | 16,230 | 4,711 |
| Total receipts | 5,590 | 695,399 | - | 4,000 | 16,230 | 4,711 |
| Disbursements: | | | | | | |
| Other disbursements | 7,240 | 410,400 | - | 4,000 | 15,850 | 2,120 |
| Total disbursements | 7,240 | 410,400 | - | 4,000 | 15,850 | 2,120 |
| Excess (deficiency) of receipts over disbursements | (1,650) | 284,999 | - | - | 380 | 2,591 |
| Cash and investments - ending | \$ 436 | \$ 4,465,725 | \$ 10,493 | \$ - | \$ 380 | \$ 2,591 |

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

| | CASH FELONY DIVERSION PROGRAM | DONATIONS-BD HEALTH GIFT FUND | PARKING ORDINANCE VIOLATIONS | PAYROLL CLEARING | PAYROLL WITHHOLDING- INSURANCE | SHERIFF PENSION HOLDING |
|---|--|--|------------------------------------|---------------------|--------------------------------------|-------------------------------|
| Cash and investments - beginning | \$ - | \$ 2,250 | \$ 40 | \$ 101,520 | \$ 5,885 | \$ 49,443 |
| Receipts: | | | | | | |
| Other receipts | 2,993 | 3,112 | - | 4,270,843 | - | 57,644 |
| Total receipts | 2,993 | 3,112 | - | 4,270,843 | - | 57,644 |
| Disbursements: | | | | | | |
| Other disbursements | - | 3,613 | - | 4,196,223 | - | 70,231 |
| Total disbursements | - | 3,613 | - | 4,196,223 | - | 70,231 |
| Excess (deficiency) of receipts over disbursements | 2,993 | (501) | - | 74,620 | - | (12,587) |
| Cash and investments - ending | \$ 2,993 | \$ 1,749 | \$ 40 | \$ 176,140 | \$ 5,885 | \$ 36,856 |

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

| | <u>SETTLEMENT</u> | <u>CVET AGENCY</u> | <u>WEED LIEN COLLECTIONS</u> | <u>SEWAGE COLLECTIONS</u> | <u>FINANCIAL INSTITUTION TAX</u> | <u>COIT PROJ FUND</u> |
|--|--------------------|------------------------|--------------------------------------|-------------------------------|--|-------------------------------|
| Cash and investments - beginning | \$ - | \$ - | \$ 29,425 | \$ 32,446 | \$ - | \$ - |
| Receipts: | | | | | | |
| Other receipts | <u>106,449,799</u> | <u>296,743</u> | <u>68,292</u> | <u>7,993</u> | <u>148,782</u> | <u>1,840,700</u> |
| Total receipts | <u>106,449,799</u> | <u>296,743</u> | <u>68,292</u> | <u>7,993</u> | <u>148,782</u> | <u>1,840,700</u> |
| Disbursements: | | | | | | |
| Other disbursements | <u>106,449,799</u> | <u>296,743</u> | <u>68,883</u> | <u>9,527</u> | <u>148,782</u> | <u>1,430,766</u> |
| Total disbursements | <u>106,449,799</u> | <u>296,743</u> | <u>68,883</u> | <u>9,527</u> | <u>148,782</u> | <u>1,430,766</u> |
| Excess (deficiency) of receipts over disbursements | - | - | (591) | (1,534) | - | 409,934 |
| Cash and investments - ending | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 28,834</u> | <u>\$ 30,912</u> | <u>\$ -</u> | <u>\$ 409,934</u> |

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

| | HOMESTEAD CREDIT REBATE | CASH INFRACTION JUDGEMENTS | SPECIAL DEATH BENEFIT | SALES DISCLOSURE- STATE SHARE | CORONERS TRAINING AND CON'T ED | MORT RECOR FEES-STATE SHARE |
|---|-------------------------------|----------------------------------|-----------------------------|--|--|--------------------------------------|
| Cash and investments - beginning | \$ 25,585 | \$ 3,330 | \$ 860 | \$ 930 | \$ 554 | \$ 690 |
| Receipts: | | | | | | |
| Other receipts | - | 86,936 | 6,960 | 10,860 | 5,611 | 11,445 |
| Total receipts | - | 86,936 | 6,960 | 10,860 | 5,611 | 11,445 |
| Disbursements: | | | | | | |
| Other disbursements | - | 77,724 | 6,710 | 10,730 | 5,733 | 11,154 |
| Total disbursements | - | 77,724 | 6,710 | 10,730 | 5,733 | 11,154 |
| Excess (deficiency) of receipts over disbursements | - | 9,212 | 250 | 130 | (122) | 291 |
| Cash and investments - ending | \$ 25,585 | \$ 12,542 | \$ 1,110 | \$ 1,060 | \$ 432 | \$ 981 |

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

| | TREASURER | SEX AND VIOL OFFNDR ADMIN-ST | INHERITANCE TAX | EDUCATION PLATE FEES AGENCY | COIT DISTRIBUTION | 2016 COIT SPECIAL DISTRIBUTION |
|---|--------------|--|--------------------|--------------------------------------|----------------------|---|
| Cash and investments - beginning | \$ 2,522,893 | \$ 39 | \$ 131,433 | \$ 169 | \$ - | \$ - |
| Receipts: | | | | | | |
| Other receipts | 2,475,968 | 495 | - | 1,763 | 38,630,529 | 3,080,189 |
| Total receipts | 2,475,968 | 495 | - | 1,763 | 38,630,529 | 3,080,189 |
| Disbursements: | | | | | | |
| Other disbursements | 2,522,893 | 482 | 138 | 1,613 | 38,630,529 | - |
| Total disbursements | 2,522,893 | 482 | 138 | 1,613 | 38,630,529 | - |
| Excess (deficiency) of receipts over disbursements | (46,925) | 13 | (138) | 150 | - | 3,080,189 |
| Cash and investments - ending | \$ 2,475,968 | \$ 52 | \$ 131,295 | \$ 319 | \$ - | \$ 3,080,189 |

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

| | CASH FELONY DIVERSION PRGRM COORD | CASH TITLE 4D - CLK | CASH - PROS ARRA IV-D INVENTIVE | ISETS | CASH - CLERK ARRA IV-D INVENTIVE | CLERK-COURT ORDERED INTEREST BEARING ACCTS 2015 |
|---|---|---------------------------|--|----------|---|--|
| Cash and investments - beginning | \$ - | \$ - | \$ - | \$ 2,812 | \$ - | \$ - |
| Receipts: | | | | | | |
| Other receipts | 59,150 | 20,404 | 49,393 | 703,733 | 16,526 | 66,046 |
| Total receipts | 59,150 | 20,404 | 49,393 | 703,733 | 16,526 | 66,046 |
| Disbursements: | | | | | | |
| Other disbursements | 25,077 | 8,320 | 49,393 | 704,316 | 12,941 | 52,203 |
| Total disbursements | 25,077 | 8,320 | 49,393 | 704,316 | 12,941 | 52,203 |
| Excess (deficiency) of receipts over disbursements | 34,073 | 12,084 | - | (583) | 3,585 | 13,843 |
| Cash and investments - ending | \$ 34,073 | \$ 12,084 | \$ - | \$ 2,229 | \$ 3,585 | \$ 13,843 |

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

| | CASH TITLE IV-D REGULAR INCENTIVE | CLERK-COURT ORDERED INTEREST BEARING ACCTS 2016 06D01- 1004-ES-54 | SHERIFF DEPT GIFT/DON FUND | DEBT SERVICE - B | REDEVELOPMENT BOND | ANSON BOND |
|---|---|---|-------------------------------------|---------------------|-----------------------|---------------|
| Cash and investments - beginning | \$ - | \$ 13,019 | \$ 2,747 | \$ 251,950 | \$ 1,641,820 | \$ 6,252,047 |
| Receipts: | | | | | | |
| Other receipts | 118,453 | 3,796 | 124 | 523,778 | - | 19,120,025 |
| Total receipts | 118,453 | 3,796 | 124 | 523,778 | - | 19,120,025 |
| Disbursements: | | | | | | |
| Other disbursements | 175 | - | - | - | 630,575 | 9,029,649 |
| Total disbursements | 175 | - | - | - | 630,575 | 9,029,649 |
| Excess (deficiency) of receipts over disbursements | 118,278 | 3,796 | 124 | 523,778 | (630,575) | 10,090,376 |
| Cash and investments - ending | \$ 118,278 | \$ 16,815 | \$ 2,871 | \$ 775,728 | \$ 1,011,245 | \$ 16,342,423 |

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

| | <u>ANSON CONSTRUCTION</u> | <u>I-65 WEST/EAST REDEV</u> | <u>BOND NO.2 0182</u> | <u>COIT REVENUE BONDS OF 2014</u> | <u>JTOWN EDA1TIF BND 2014-CAP INT</u> | <u>JTOWN EDA1 TIF BND 2015-CONST</u> |
|--|-------------------------------|-------------------------------------|-------------------------------|---|---|--|
| Cash and investments - beginning | \$ 11,842 | \$ 376,365 | \$ 3,400,522 | \$ 9,844 | \$ 211,794 | \$ 186,009 |
| Receipts: | | | | | | |
| Other receipts | 25 | 288,981 | 7,302 | - | - | - |
| Total receipts | 25 | 288,981 | 7,302 | - | - | - |
| Disbursements: | | | | | | |
| Other disbursements | 7,240 | 361,574 | 1,147,523 | - | - | 153,104 |
| Total disbursements | 7,240 | 361,574 | 1,147,523 | - | - | 153,104 |
| Excess (deficiency) of receipts over disbursements | (7,215) | (72,593) | (1,140,221) | - | - | (153,104) |
| Cash and investments - ending | \$ 4,627 | \$ 303,772 | \$ 2,260,301 | \$ 9,844 | \$ 211,794 | \$ 32,905 |

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

| | JTOWN EDA1TIF BND 2015-CAP INT | CASH-2015 A CONSTRUCTION | TX EXMPT DISPUTE RESOLUTION | JURY FEES | BOONE CO COURTS INTERVNT SVCS | COMM CORRECTIONS PROJ INCOME |
|--|--|--------------------------------|--------------------------------------|--------------|---|---------------------------------------|
| Cash and investments - beginning | \$ 44,468 | \$ 4,479 | \$ 100,000 | \$ 87,155 | \$ 41,054 | \$ 484,253 |
| Receipts: | | | | | | |
| Other receipts | - | 17 | 4,690 | 10,057 | 84,018 | 347,698 |
| Total receipts | - | 17 | 4,690 | 10,057 | 84,018 | 347,698 |
| Disbursements: | | | | | | |
| Other disbursements | - | 4,480 | - | 6,371 | 36,874 | 461,941 |
| Total disbursements | - | 4,480 | - | 6,371 | 36,874 | 461,941 |
| Excess (deficiency) of receipts over disbursements | - | (4,463) | 4,690 | 3,686 | 47,144 | (114,243) |
| Cash and investments - ending | \$ 44,468 | \$ 16 | \$ 104,690 | \$ 90,841 | \$ 88,198 | \$ 370,010 |

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

| | OUTPAT AND ALCOHOL PREV PROG. | CO CORRECTIONS FUND | INTERSTATE COMP FEES- CO SHARE | ASSET SEIZURE AND FORFEITURE | PROS PRE-TRIAL DIVERSION | JUVENILE TASK FORCE |
|---|---|---------------------------|--|---------------------------------------|--------------------------------|---------------------------|
| Cash and investments - beginning | \$ 5,044 | \$ 53,658 | \$ 1,164 | \$ 2,830 | \$ 29,998 | \$ 5,000 |
| Receipts: | | | | | | |
| Other receipts | - | 13,872 | 699 | - | 39,758 | - |
| Total receipts | - | 13,872 | 699 | - | 39,758 | - |
| Disbursements: | | | | | | |
| Other disbursements | - | 46,958 | - | - | 53,366 | - |
| Total disbursements | - | 46,958 | - | - | 53,366 | - |
| Excess (deficiency) of receipts over disbursements | - | (33,086) | 699 | - | (13,608) | - |
| Cash and investments - ending | \$ 5,044 | \$ 20,572 | \$ 1,863 | \$ 2,830 | \$ 16,390 | \$ 5,000 |

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

| | PROS DEFERRAL USER | PROS SPECIAL FEE | LITTER ENFORCEMENT | CO SHERIFF TRAINING | INVESTIGATION SHERIFF | FACT- FATAL ALCOHOL CRASH TEAM |
|---|--------------------------|------------------------|-----------------------|---------------------------|--------------------------|--|
| Cash and investments - beginning | \$ 87,222 | \$ 7,359 | \$ 475 | \$ 23,276 | \$ 325 | \$ 503 |
| Receipts: | | | | | | |
| Other receipts | 214,157 | 865 | - | 1,347 | 523 | - |
| Total receipts | 214,157 | 865 | - | 1,347 | 523 | - |
| Disbursements: | | | | | | |
| Other disbursements | 250,266 | 1,814 | - | 2,972 | 413 | - |
| Total disbursements | 250,266 | 1,814 | - | 2,972 | 413 | - |
| Excess (deficiency) of receipts over disbursements | (36,109) | (949) | - | (1,625) | 110 | - |
| Cash and investments - ending | \$ 51,113 | \$ 6,410 | \$ 475 | \$ 21,651 | \$ 435 | \$ 503 |

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

| | CHILD RESTRAINT GRANT | ILLEGAL WEED CONTROL | DRUG AWARENESS | SHERIFF SIEZURE | DOG LEASH FUND | ECONOMIC DEVELOPMENT |
|--|-----------------------------|----------------------------|-------------------|--------------------|----------------------|-------------------------|
| Cash and investments - beginning | \$ 3 | \$ 115 | \$ 2,794 | \$ 3,533 | \$ 900 | \$ 1,794,662 |
| Receipts: | | | | | | |
| Other receipts | - | 50 | 422 | - | 250 | 767,648 |
| Total receipts | - | 50 | 422 | - | 250 | 767,648 |
| Disbursements: | | | | | | |
| Other disbursements | - | - | - | 1,320 | - | 1,396,089 |
| Total disbursements | - | - | - | 1,320 | - | 1,396,089 |
| Excess (deficiency) of receipts over disbursements | - | 50 | 422 | (1,320) | 250 | (628,441) |
| Cash and investments - ending | \$ 3 | \$ 165 | \$ 3,216 | \$ 2,213 | \$ 1,150 | \$ 1,166,221 |

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

| | EMPLOYEE HEALTH FUND | TMA- PERSONAL PROP ASSESSMENTS | INDIANA HOUSING FINANCE | CONV VISITR AND TOURISM INVEST | SURPLUS REPLACE HMSTD (2000) | INDIANA JUDGE RETIREMENT |
|---|----------------------------|---|-------------------------------|--|---------------------------------------|--------------------------------|
| Cash and investments - beginning | \$ 75,921 | \$ 38,893 | \$ 9,500 | \$ 22,843 | \$ 733 | \$ 2 |
| Receipts: | | | | | | |
| Other receipts | 4,155,094 | 1,908 | - | 221 | - | - |
| Total receipts | 4,155,094 | 1,908 | - | 221 | - | - |
| Disbursements: | | | | | | |
| Other disbursements | 4,673,379 | - | - | - | - | - |
| Total disbursements | 4,673,379 | - | - | - | - | - |
| Excess (deficiency) of receipts over disbursements | (518,285) | 1,908 | - | 221 | - | - |
| Cash and investments - ending | \$ (442,364) | \$ 40,801 | \$ 9,500 | \$ 23,064 | \$ 733 | \$ 2 |

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

| | COUNTY FAMILY AND CHILDREN | LOCAL PLANNING COUNCIL | POLICE PENSION | PILOT PAYMENT | INTERSTATE COMP-STATE SHARE | CHILD RESTR VIOLATIONS FINES |
|--|-------------------------------------|------------------------------|-------------------|------------------|-----------------------------------|---------------------------------------|
| Cash and investments - beginning | \$ 270 | \$ 1,474 | \$ 1,127 | \$ 13,622 | \$ - | \$ 25 |
| Receipts: | | | | | | |
| Other receipts | - | - | - | 4,487 | 700 | 650 |
| Total receipts | - | - | - | 4,487 | 700 | 650 |
| Disbursements: | | | | | | |
| Other disbursements | - | - | - | - | 620 | 675 |
| Total disbursements | - | - | - | - | 620 | 675 |
| Excess (deficiency) of receipts over disbursements | - | - | - | 4,487 | 80 | (25) |
| Cash and investments - ending | \$ 270 | \$ 1,474 | \$ 1,127 | \$ 18,109 | \$ 80 | \$ - |

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

| | SENIOR SERVICES TRANSIT SYSTEM | INDIANA GRIM JUSTICE GRANTS | CLERK IV-D ARRA | CLERK IV-D NO 2 | COMM. CORR. CTP FUND (0549) | TITLE IV-D |
|---|---|--------------------------------------|-----------------------|--------------------------|---|---------------|
| Cash and investments - beginning | \$ 100,705 | \$ 14,542 | \$ 9,435 | \$ 6,675 | \$ 27,900 | \$ 102,715 |
| Receipts: | | | | | | |
| Other receipts | 331,705 | - | - | 3,900 | 7,025 | - |
| Total receipts | 331,705 | - | - | 3,900 | 7,025 | - |
| Disbursements: | | | | | | |
| Other disbursements | 331,705 | - | 9,435 | 10,575 | 1,980 | 102,715 |
| Total disbursements | 331,705 | - | 9,435 | 10,575 | 1,980 | 102,715 |
| Excess (deficiency) of receipts over disbursements | - | - | (9,435) | (6,675) | 5,045 | (102,715) |
| Cash and investments - ending | \$ 100,705 | \$ 14,542 | \$ - | \$ - | \$ 32,945 | \$ - |

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

| | HIGH RISK MULTIPLE GRANT | PROSECUTOR IV-D NO 2 | STOP DOM. VIOLENCE/ PROS | VICTIMS ASSISTANCE COORD. | JUV DETENTION ALT INITIAT | COURT INTERPRETER GRANT |
|---|-----------------------------------|-------------------------------|--------------------------------|---------------------------------|------------------------------------|-------------------------------|
| Cash and investments - beginning | \$ 2,080 | \$ 43,947 | \$ 22,492 | \$ 29,000 | \$ 54,839 | \$ 4,953 |
| Receipts: | | | | | | |
| Other receipts | - | - | 22,492 | 31,467 | 79,023 | 2,700 |
| Total receipts | - | - | 22,492 | 31,467 | 79,023 | 2,700 |
| Disbursements: | | | | | | |
| Other disbursements | - | 43,947 | 22,492 | 33,828 | 102,488 | 3,706 |
| Total disbursements | - | 43,947 | 22,492 | 33,828 | 102,488 | 3,706 |
| Excess (deficiency) of receipts over disbursements | - | (43,947) | - | (2,361) | (23,465) | (1,006) |
| Cash and investments - ending | \$ 2,080 | \$ - | \$ 22,492 | \$ 26,639 | \$ 31,374 | \$ 3,947 |

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

| | BOONE CO YOUTH ASSIS+C42T PROGRAM | HAVA HELP AMERICA VT ACT 1071 | JARC GRANT | TOBACCO PREVENT AND CESSATION | OWI | BIG CITY/BIG CO ENFORCEMENT |
|--|---|---|---------------|--|--------|--------------------------------------|
| Cash and investments - beginning | \$ 18,925 | \$ 101,446 | \$ (1,513) | \$ 398 | \$ 115 | \$ - |
| Receipts: | | | | | | |
| Other receipts | 25,604 | - | - | 40,842 | - | 29,431 |
| Total receipts | 25,604 | - | - | 40,842 | - | 29,431 |
| Disbursements: | | | | | | |
| Other disbursements | 27,958 | 101,446 | - | 39,972 | - | 27,361 |
| Total disbursements | 27,958 | 101,446 | - | 39,972 | - | 27,361 |
| Excess (deficiency) of receipts over disbursements | (2,354) | (101,446) | - | 870 | - | 2,070 |
| Cash and investments - ending | \$ 16,571 | \$ - | \$ (1,513) | \$ 1,268 | \$ 115 | \$ 2,070 |

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

| | AGGRESSIVE DRIVING | SEATBELT GRANT | BULLET PROOF VEST GRANT | CITIES READINESS INITIATIVE | EMERGENCY RESPONSE DELIVERABLE | CHILDHOOD AUTO SAFETY (0812) |
|---|-----------------------|-------------------|----------------------------------|-----------------------------------|--------------------------------------|---------------------------------------|
| Cash and investments - beginning | \$ (41) | \$ 827 | \$ - | \$ 29,652 | \$ (573) | \$ 12 |
| Receipts: | | | | | | |
| Other receipts | - | - | 10,500 | - | 785 | - |
| Total receipts | - | - | 10,500 | - | 785 | - |
| Disbursements: | | | | | | |
| Other disbursements | - | - | 1,185 | - | - | 12 |
| Total disbursements | - | - | 1,185 | - | - | 12 |
| Excess (deficiency) of receipts over disbursements | - | - | 9,315 | - | 785 | (12) |
| Cash and investments - ending | \$ (41) | \$ 827 | \$ 9,315 | \$ 29,652 | \$ 212 | \$ - |

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

| | PUBLIC HEALTH EMERGENCY PREPAR | BOONE CO. HEALTHY COALITION | HEALTH DEPT TRUST ACCOUNT | MEDICAL RESERVE CORP (0809) | COMMUNITY PREPAREDNESS GRANT | Totals |
|---|---|--------------------------------------|------------------------------------|--------------------------------------|------------------------------------|---------------|
| Cash and investments - beginning | \$ 1,612 | \$ 1,441 | \$ 17,827 | \$ 8,061 | \$ 8,055 | \$ 43,020,928 |
| Receipts: | | | | | | |
| Other receipts | 61,053 | - | 42,256 | - | - | 239,092,543 |
| Total receipts | 61,053 | - | 42,256 | - | - | 239,092,543 |
| Disbursements: | | | | | | |
| Other disbursements | 49,754 | - | 27,859 | 2,038 | 1,471 | 226,847,452 |
| Total disbursements | 49,754 | - | 27,859 | 2,038 | 1,471 | 226,847,452 |
| Excess (deficiency) of receipts over disbursements | 11,299 | - | 14,397 | (2,038) | (1,471) | 12,245,091 |
| Cash and investments - ending | \$ 12,911 | \$ 1,441 | \$ 32,224 | \$ 6,023 | \$ 6,584 | \$ 55,266,019 |

BOONE COUNTY
SCHEDULE OF PAYABLES AND RECEIVABLES
December 31, 2016

| <u>Government or Enterprise</u> | <u>Accounts Payable</u> | <u>Accounts Receivable</u> |
|---------------------------------|-----------------------------|--------------------------------|
| Governmental activities | <u>\$ 3,095,899</u> | <u>\$ -</u> |

BOONE COUNTY
SCHEDULE OF LEASES AND DEBT
December 31, 2016

| Lessor | Purpose | Annual Lease Payment | Lease Beginning Date | Lease Ending Date |
|--------------------------------|-----------------------------------|----------------------------|----------------------------|-------------------------|
| Governmental activities: | | | | |
| Eastern L | Surveyor Office Lease Plotter | \$ 3,468 | 04/01/14 | 03/01/17 |
| Energy Systems Group | HVAC System | 224,773 | 01/01/09 | 01/01/18 |
| Putnam Industries INC | Sharp Business Systems of Indiana | 909 | 07/01/14 | 03/30/16 |
| Star Equipment Finance | Copier Lease (Nov and Dec) | 23,672 | 11/01/15 | 12/31/16 |
| Star Property Group | Probation Office Lease | <u>30,010</u> | 09/15/14 | 05/30/16 |
| Total of annual lease payments | | <u>\$ 282,832</u> | | |

| Type | Description of Debt Purpose | Ending Principal Balance | Principal and Interest Due Within One Year |
|--------------------------|---|--------------------------------|---|
| Governmental activities: | | | |
| General obligation bonds | Refunding bond for Motorola Lease | \$ 1,885,000 | \$ 458,938 |
| Revenue bonds | Redevelopment District Tax Increment Refunding 2004 | 425,000 | 151,982 |
| Revenue bonds | Redevelopment District Tax Increment Capital Apprec 2008 | 4,083,610 | 654,960 |
| Revenue bonds | Redevelopment District Bond of 2007 Reamortized & extended-l65 West | 60,000 | 848 |
| Revenue bonds | Redevelopment District Bonds of 2013 | 5,500,000 | 357,500 |
| Revenue bonds | COIT Revenue Bonds of 2014 | 7,180,000 | 538,544 |
| Revenue bonds | Tax Increment Revenue Bonds of 2014 (Jamestown) | 3,225,000 | 140,126 |
| Revenue bonds | Tax Increment Revenue Bonds of 2015 | 1,020,000 | 36,860 |
| Revenue bonds | Economic Development Revenue Bond Series 2015A | 170,000 | 11,050 |
| Revenue bonds | Redevelopment District Tax Increment Refunding Revenue Bonds 2015 | 11,920,000 | 1,281,470 |
| Revenue bonds | Economic Development Revenue Bonds Series 2015B | 740,000 | 48,100 |
| Revenue bonds | Redevelopment District Tax Increment Refund Revenue Bond 2016 | 11,240,000 | 644,956 |
| Revenue bonds | Tax Increment Revenue Bonds 2016 | 4,140,000 | 240,043 |
| Revenue bonds | Taxable County Option Income Tax Revenue Bonds of 2016 | 1,850,000 | 118,339 |
| Notes and loans payable | Interact CAD 911 Loan | <u>637,654</u> | <u>150,990</u> |
| Totals | | <u>\$ 54,076,264</u> | <u>\$ 4,834,706</u> |

BOONE 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 | \$ 4,450,300 |
| Infrastructure | 125,494,414 |
| Buildings | 10,093,770 |
| Improvements other than buildings | 48,900 |
| Machinery, equipment, and vehicles | <u>2,202,410</u> |
| Total capital assets | <u>\$ 142,289,794</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 BOONE COUNTY, INDIANA

Report on Compliance for the Major Federal Program

We have audited Boone 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

December 18, 2017

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND ACCOMPANYING NOTES

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

BOONE 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 |
|---|---|---------------------------|--|--------------------------------------|--|
| <u>Department of Justice</u> | | | | | |
| Crime Victim Assistance Boone County Victim Assistance Program | Indiana Criminal Justice Institute | 16.575 | 2011-VA-GX-0039 | \$ - | \$ 31,468 |
| Violence Against Women Formula Grants Stop Domestic Violence | Indiana Criminal Justice Institute | 16.588 | 11-STPR-045 | - | 22,492 |
| Total - Department of Justice | | | | - | 53,960 |
| <u>Department of Transportation</u> | | | | | |
| Highway Planning and Construction Cluster Highway Planning and Construction New Bridge CR 400 S Over Fishback Creek Boone County Bridge Inspections CR 400 S /CR 300 Connector Bridge 309 Reconstruction | Indiana Department of Transportation | 20.205 | 1005333 1382012 1383408 9982510 | - - - - | 22,789 91,062 754,463 1,736 |
| Total - Highway Planning and Construction | | | | - | 870,050 |
| Formula Grants for Rural Areas Public Transit Boone Co Senior Services | Indiana Department of Transportation | 20.509 | IN-18X032-00 | - | 243,392 |
| Highway Safety Cluster State and Community Highway Safety Operation Pullover | Indiana Department of Transportation | 20.600 | D3-15-8907 | - | 45,280 |
| Alcohol Impaired Driving Countermeasures Incentive Grants I DUI Task Force | Indiana Department of Transportation | 20.601 | 3123 | - | 380 |
| Total - Highway Safety Cluster | | | | - | 45,660 |
| Total - Department of Transportation | | | | - | 1,159,102 |
| <u>Department of Health and Human Services</u> | | | | | |
| Public Health Emergency Preparedness Emergency Response Deliverable Cities Readiness Initiative Additional Support for MRC Ebola | Indiana State Department of Health | 93.069 | A70-5-0532364 | - | 45,389 |
| Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements Emergency Response Deliverable Cities Readiness Initiative Additional Support for MRC Ebola | Indiana State Department of Health | 93.074 | 5U90TP000521-04 | - | 15,092 |
| Child Support Enforcement Title IV-D Incentive Shared Clerk Child Support Co General Prosecutor Co General Child Support Indirect Cost Clerk IV-D Prosecutor IV-D County Share Child Support | Indiana Department of Child Services | 93.563 | FY2014 FY2014 FY2015 FY2016 FY2016 FY2016 FY2016 FY2016 | - - - - - - - - | 175 42,552 222,507 88,262 15,738 17,912 54,171 |
| Total - Child Support Enforcement | | | | - | 441,317 |
| Total - Department of Health and Human Services | | | | - | 501,798 |
| <u>Department of Homeland Security</u> | | | | | |
| Emergency Management Performance Grants 2014 EMPG Grant | Indiana Department of Homeland Security | 97.042 | C44P-5-699B | - | 48,870 |
| Homeland Security Grant Program 2014 SHSP County Based Grant | Indiana Department of Homeland Security | 97.067 | C44P-5-570B | - | 14,491 |
| Total - Department of Homeland Security | | | | - | 63,361 |
| Total federal awards expended | | | | \$ - | \$ 1,778,221 |

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

BOONE 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.

BOONE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I - Summary of Auditor's Results

Financial Statement:

| | |
|--|---|
| Type of auditor's report issued: | Adverse as to GAAP; Unmodified as to Regulatory Basis |
| Internal control over financial reporting: | |
| Material weaknesses identified? | yes |
| Significant deficiency identified? | none reported |
| 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 findings 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: Schedule of Expenditures of Federal Awards
Audit Findings: Material Weakness, Noncompliance

Repeat Finding

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

Condition

The County did not have a proper system of internal control in place to prevent, or detect and correct, errors on the Schedule of Expenditures of Federal Awards (SEFA). Although the County had procedures in place that provided for a review and approval of information reported on the SEFA, the controls were not effective.

BOONE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

The SEFA presented for audit contained the following errors in reported federal expenditures:

1. The Highway Planning and Construction grant (CFDA #20.205) was understated by \$2,134.
2. The Formula Grants for Rural Areas (CFDA #20.509) were overstated by \$88,313.
3. The State and Community Highway Safety grant (CFDA #20.600) was understated by \$45,280.
4. The Alcohol Impaired Driving Countermeasures Incentive Grants I (CFDA #20.601) were overstated by \$15,850.
5. The Occupant Protection Incentive Grants (CFDA #20.602) were included in error, resulting in an overstatement of \$29,431.
6. The Public Health Emergency Preparedness grant (CFDA #93.069) was understated by \$45,389.
7. The Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements grant (CFDA #93.074) was overstated by \$45,390.
8. The Child Support Enforcement grant (CFDA #93.563) was overstated by \$48,134.
9. The Homeland Security Grant Program (CFDA #97.067) was overstated by \$5,000.
10. The Bulletproof Vest Partnership Program (CFDA #16.607) was included in error, resulting in an overstatement of \$10,500.

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

Context

The lack of effective controls was a systemic issue throughout the audit period. The federal expenditures reported on the SEFA presented for audit were materially incorrect.

Criteria

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

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

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

BOONE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

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; the list is by no means all inclusive, but is reproduced here for reference purposes: . . .

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

BOONE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Cause

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

Effect

Because a proper system of internal control was not in place, material misstatements of the SEFA remained undetected.

Recommendation

We recommended that the County's management establish effective control procedures to ensure proper reporting of the SEFA.

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: Financial Close and Reporting
Audit Findings: Material Weakness, Noncompliance

Repeat Finding

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

Condition

There were deficiencies in the internal control system of the County related to financial reporting. The County Auditor had not implemented effective internal controls over the activities related to financial statement reporting. The County Auditor prepared and submitted its financial information in the Indiana Gateway for government units financial reporting system (Gateway) without oversight or review to verify the accuracy prior to submission. The information in Gateway is the basis for the Annual Financial Report (AFR) and the financial statement.

The AFR and financial statement presented for audit included the following errors:

1. The financial information for the County Treasurer was not accurate. The Treasurer fund included the amount for settlements, which resulted in an overstatement of \$102,593,170 for receipts, an overstatement of \$102,596,579 for disbursements, and an understatement of the ending cash and investments balance of \$3,409.
2. The Community Corrections fund receipts and disbursements were understated by \$206,690 and \$206,689, respectively.
3. The Comm Corrections Proj Income fund receipts and disbursements were understated by \$22,067 and \$22,067, respectively.

BOONE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

4. The Juv Detention Alt Initiat fund receipts and disbursements were overstated by \$153 and \$152, respectively.

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

Context

The lack of controls was a systemic problem 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:

"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; the list is by no means all inclusive, but is reproduced here for reference purposes: . . .

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

Indiana Code 5-11-1-4(a) states:

"The state examiner shall require from every municipality and every state or local governmental unit, entity, or instrumentality financial reports covering the full period of each fiscal year. These reports shall be prepared, verified, and filed with the state examiner not later than sixty (60) days after the close of each fiscal year. The reports must be in the form and content prescribed by the state examiner and filed electronically in the manner prescribed under IC 5-14-3.8-7."

Cause

Management of the County had not established a proper system of internal control related to financial close and reporting.

Effect

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

BOONE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Recommendation

We recommended that the County's management establish effective control procedures in order to ensure proper financial 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.

**Office of the Auditor
Boone County
201 Courthouse Square
Lebanon, IN 46052**

**Heather R. Myers
Auditor**

(765) 482-2940
Fax: (765) 483-4434

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2015-001 FINANCIAL REPORTING

Fiscal year in which the finding initially occurred: 2015
Contact Person Responsible for Corrective Action: Heather Myers
Contact Phone Number: 765-482-2940

Status of Audit Finding:

Current administration has implemented additional Internal Controls to be in place to ensure more accuracy checking as well as placing additional Controls on all county departments with their reporting and submitting on the Supplemental Reports to safeguard controls for better checks and balances accounting for the financial receipts and disbursements necessary for proper reporting.

FINDING 2015-002 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Fiscal year in which the finding initially occurred: 2015
Contact Person Responsible for Corrective Action: Heather Myers
Contact Phone Number: 765-482-2940

Status of Audit Finding:

Current administration has more Internal Controls in place to effectively maintain a higher level of reporting and tracking any Grants as well as better checks and balances in place to provide more accurate financial statements when completing the information needed for the SEFA.

FINDING 2015-003 CASH MANAGEMENT AND MATCHING

Fiscal year in which the finding initially occurred: 2015
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana Department of Transportation
Contact Person Responsible for Corrective Action: Heather Myers
Contact Phone Number: 765-482-2940

Status of Audit Finding:

New management at the County Highway Department as well as monthly meetings with the new Auditor has established proper Internal Controls providing a system in place to review, oversee, approve claims and vouchers. Better checks and balances in place for reimbursements, cash management as well as Grant controls in place for maintaining control of any and all Federal programs.

FINDING 2015-004 ALLOWABLE COSTS/COST PRINCIPLES

Fiscal year in which the finding initially occurred: 2015

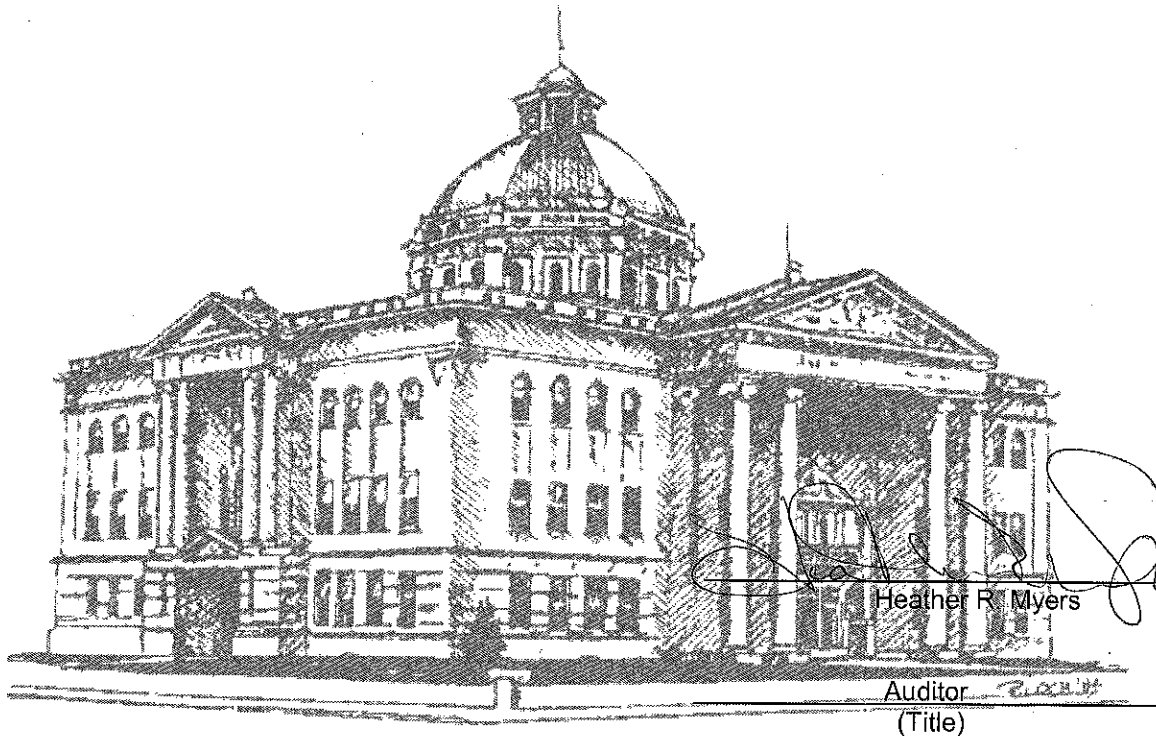
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana Department of Child Services

Contact Person Responsible for Corrective Action: Heather Myers

Contact Phone Number: 765-482-2940

Status of Audit Finding:

Current Auditor continues to implement additional controls to maintain and establish compliance to monitor grant agreements, record keeping and allowable cost principal's compliance requirements to ensure better safeguarding and reporting.



Heather R. Myers

Auditor
(Title)

12/18/2017
(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).)

**Office of the Auditor
Boone County
201 Courthouse Square
Lebanon, IN 46052**

**Heather R. Myers
Auditor**

(765) 482-2940
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CORRECTIVE ACTION PLAN

FINDING 2016-001

Contact Person Responsible for Corrective Action: Heather Myers, County Auditor
Contact Phone Number: 765-482-2940

Views of Responsible Official: We concur with the finding.

Description of Corrective Action Plan: Errors on the Schedule of Expenditures of Federal Awards for 2016 of Material Weakness. For 2017 we have hired an additional person in order to implement additional controls to review, approve and increase the reporting details with the county departments for better checks and balance to identify and reduce the risk of achieving the most accurate financial information, Local Project Name, Federal Program/Title, Agency, Pass Through Agency, CFDA Number, Award Number, Grant Type, Local Fund, Receipts, Disbursements is being prepared and reported on the Annual Financial Report.

Anticipated Completion Date: April 30th, 2018

FINDING 2016-002

Contact Person Responsible for Corrective Action: Heather Myers, County Auditor
Contact Phone Number: 765-482-2940

Views of Responsible Official: We concur with the finding.

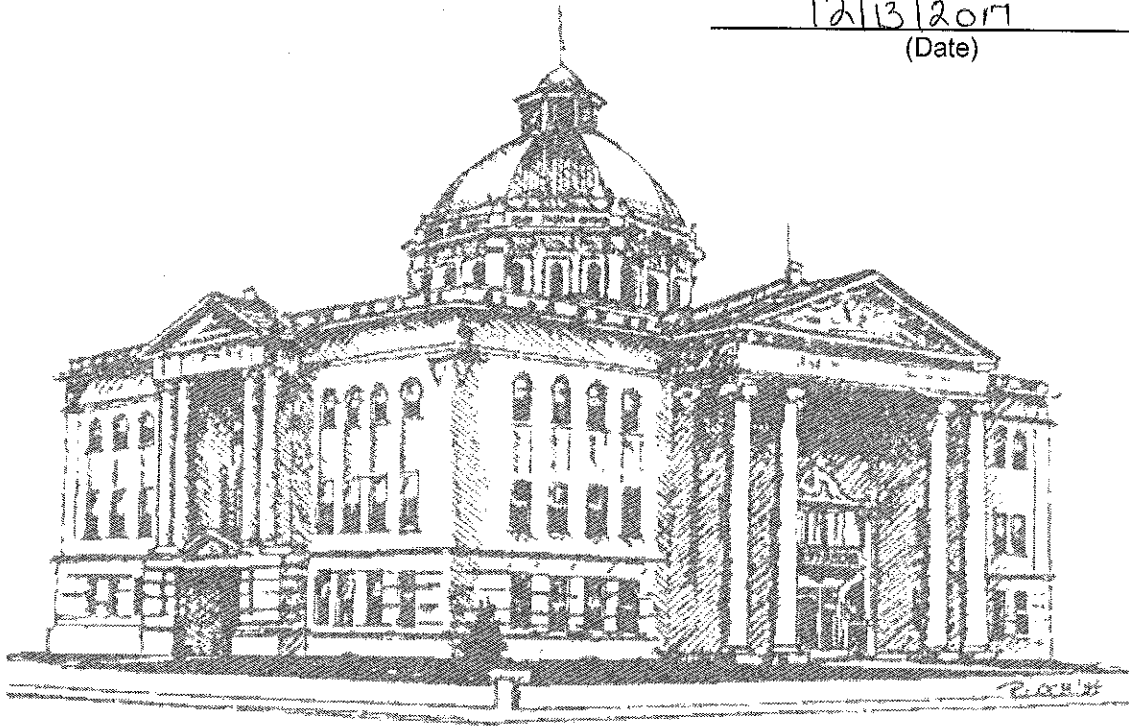
Description of Corrective Action Plan: Financial Close and Reporting material weakness. For 2017 we continue to put in place additional Internal Controls to reduce the risk of deficiencies in reporting, to improve and verify the accuracy that the departments are reporting to drill down and compare and audit with our reports on the accuracy of this information prepared and turned in by these departments to provide controls that account for more accurate receipts and disbursements as to eliminate the overstating and understating of these Funds on the Annual Financial Report.

Anticipated Completion Date: April 30th, 2018


Heather R. Myers

Auditor
(Title)

12/13/2017
(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/>.