

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

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



FILED
11/30/2018

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	2
Independent Auditor's Report	3-5
Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statement Performed in Accordance with <i>Government Auditing Standards</i>	6-7
Financial Statement and Accompanying Notes:	
Statement of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis	10-12
Notes to Financial Statement	13-17
Other Information - Unaudited:	
Combining Schedule of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis	20-48
Schedule of Payables and Receivables	49
Supplemental Audit of Federal Awards:	
Independent Auditor's Report on Compliance for the Major Federal Program and on Internal Control over Compliance	52-53
Schedule of Expenditures of Federal Awards and Accompanying Notes:	
Schedule of Expenditures of Federal Awards	56
Notes to Schedule of Expenditures of Federal Awards	57
Schedule of Findings and Questioned Costs	58-65
Auditee-Prepared Documents:	
Summary Schedule of Prior Audit Findings	68-70
Corrective Action Plan	71-74
Other Reports	75

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
County Auditor	Mary Jo Phares	01-01-15 to 12-31-18
County Treasurer	Kathy Plunkett	01-01-15 to 12-31-18
Clerk of the Circuit Court	Vicki R. Franklin	01-01-15 to 12-31-18
County Sheriff	Dennis Parks	01-01-15 to 12-31-18
County Recorder	Tawnya J. Williams	01-01-15 to 12-31-18
President of the Board of County Commissioners	Kevin Nigh	01-01-16 to 12-31-18
President of the County Council	Tony Titus	01-01-16 to 12-31-18



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF SHELBY COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of Shelby 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 (IC 5-11-1-6). Management is responsible for and has determined that the regulatory basis of accounting, as established by the Indiana State Board of Accounts, is an acceptable basis of presentation. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of a financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on this financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free 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 and Schedule of Payables and Receivables, 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 October 23, 2018, 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 solely 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 effectiveness of the County's 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

October 23, 2018



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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

TO: THE OFFICIALS OF SHELBY 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 Shelby 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 October 23, 2018, 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, 2016-002, and 2016-003, 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 item 2016-001.

Shelby 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

October 23, 2018

(This page intentionally left blank.)

FINANCIAL STATEMENT AND ACCOMPANYING NOTES

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

SHELBY 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
Sheriffs Commissary	\$ 742	\$ 22,500	\$ 23,782	\$ (540)
County General	88,365	9,210,100	8,923,354	375,111
Sheriff Special Accident	20,779	5,810	2,363	24,226
LOIT 2016 Special Distribution	-	1,088,555	1,088,555	-
CAGIT County Certified Shares	(162,194)	3,253,055	3,562,014	(471,153)
Campaign Finance Enforcement	200	-	-	200
County Share Edit	2,650,809	1,037,752	1,335,548	2,353,013
City / Town Court Cost	-	14,963	-	14,963
Clerk Perpetuation	119,100	44,934	51,686	112,348
Community Corrections	50,912	207,604	256,679	1,837
CTP Community Correction	50,366	43,367	20,433	73,300
Disclosure / Assessor	7,008	5,403	3,780	8,631
Cumulative Bridge	2,117,805	859,889	572,278	2,405,416
Cum Cap Development	229,029	368,337	634,730	(37,364)
Cumulative Courthouse	41,696	-	-	41,696
Co. Drug Free Community Fund	77,871	82,686	77,871	82,686
Emergency Planning	37,922	5,356	4,164	39,114
Extradition Expenses	100	-	-	100
Firearms Training	90,574	35,261	17,895	107,940
Food & Beverage Tax	686,768	458,590	300,000	845,358
Health	19,628	440,172	492,455	(32,655)
ID Security Protect	35,982	3,952	7,695	32,239
Excess Levy	188,488	-	-	188,488
Health Maintenance	17,387	33,400	49,405	1,382
Local Road & Street	2,405,199	675,667	337,949	2,742,917
PUBLIC SAFETY-COUNTY SHARE	-	910,184	854,582	55,602
Medical Care/Inmates	33,042	3,421	-	36,463
Misdemeanant - Sheriff	103,081	28,680	82	131,679
Highway	1,606,591	4,366,611	4,206,677	1,766,525
Plat Book Fees	60,786	12,745	25,000	48,531
Rainy Day	231,975	680,519	472,025	440,469
Cum Reassessment 1999	-	158,734	158,734	-
Reassessment 2017	5,818	285,141	171,736	119,223
Recorders Records Perpetuation	90,957	81,356	61,137	111,176
Shelby Co. Sex & Violent Offen	20,353	3,983	2,896	21,440
ADR	1,479	9,784	8,933	2,330
Excess Taxes	19,914	109,316	43,708	85,522
Surveyor Cornerstone	20,240	8,984	1,243	27,981
Tax Sale Redemption	38,889	44,886	51,216	32,559
Tax Sale Surplus	366,012	369,840	240,963	494,889
Tobacco Settlement-Local Healt	97,163	24,255	37,000	84,418
Unsafe Building Fund	1,300	-	-	1,300
E-911 Wireless	63	-	-	63
GAL/Court	-	30,051	30,051	-
GAL/CAPTA	2,500	-	-	2,500
County Auditor Ineligible Dedu	8,494	11,593	-	20,087
Education Fund (Recorder)	16,513	3,952	2,256	18,209
County 911	852,473	764,961	714,183	903,251
Adult Community Corrections	-	27,500	13,052	14,448
Juvenile Probation	7,911	-	-	7,911
Adult Probation Services	259,290	208,541	203,883	263,948
GDIF	262,633	-	36,722	225,911
Ditch Maintenance	618,939	82,518	97,177	604,280
Foundation Grant EMA	-	39,001	8,015	30,986
FBI Justice Funds	895	-	895	-
Sheriff - K-9	50	878	-	928
800 MHz Rebanding	15,492	-	-	15,492
Payroll	(12,010)	2,530,366	2,478,143	40,213
Insurance	389,966	4,186,632	4,598,209	(21,611)

SHELBY 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
Sheriff Retirement	7,000	-	-	7,000
Settlement	(100)	41,662,226	41,662,226	(100)
County Wheel Tax	(307)	254,580	239,834	14,439
CVET	-	170,579	170,579	-
FIT	-	483,151	483,151	-
EDIT	-	1,197,060	1,305,884	(108,824)
HEA 1001 State Homestead Credi	50	-	-	50
LOIT Special Distribution	-	680,519	680,519	-
State Fines & Forfeitures	38	26,248	22,510	3,776
Infraction Judgements	2,802	60,570	58,668	4,704
State Highway Fund	-	53	53	-
Special Death Benefit	335	5,565	5,763	137
State Disclosure Fee	515	5,313	4,130	1,698
Coroners Training & Cont Ed	272	3,306	4,283	(705)
Interstate Compact-State Share	250	885	1,135	-
State Mortgage Fee	293	8,493	8,471	315
DLGF Homestead Property Data	-	609	232	377
Sex and Violent Offender Admin	41	443	606	(122)
Youth Asst. Program	-	75,250	65,224	10,026
Education Plate Fee	-	263	244	19
Innkeepers Tax	364,905	298,326	213,212	450,019
County CAGIT	-	5,208,814	5,682,343	(473,529)
93.563 Prosecutor PCA	1,986	672	403	2,255
Prosecutors ARRA Fund	11,553	-	-	11,553
County IV-D Incentive	101,658	18,948	40,536	80,070
Pros IV-D Incentive	41	-	-	41
93.563 Prosecutor IV-D Oct 99	176,769	28,505	25,938	179,336
93.563 Clerk IV-D Incentive- P	145,126	18,948	11,395	152,679
Public Safety LOIT	-	1,151,263	1,255,923	(104,660)
93.074 Ebola Grant	10,063	-	544	9,519
9168- Edwold Byrne / Prob & Community Corrections	(490)	1,890	1,260	140
Probation Grant SC Drug Free	2,419	-	2,419	-
Clerk's Trust	778,022	5,548,573	5,658,919	667,676
County Treasurer	1,155,259	957,181	1,155,259	957,181
Sheriff's Inmate trust 5642159	106	-	-	106
Sheriff's Food Account	60,181	368,471	400,526	28,126
Sheriff's Cashbook	116,396	318,849	242,884	192,361
Inmate Trust Fund acct#6674456	4,648	343,863	341,199	7,312
Community Corrections - 1122	21,677	418,928	361,197	79,408
Medical Assist Wards	101,814	-	-	101,814
Welfare Child / Special Needs	12,980	-	-	12,980
Settlement Fund	(4,252)	4,353	-	101
Misc. Distributions	234,621	-	-	234,621
Health Services Fund	12,623	6,161	4,180	14,604
Assessment & Referral	72,910	115,333	104,623	83,620
Informal Adjustment	43,265	11,916	43,115	12,066
Pre-Trial Diversion	300,551	62,742	26,917	336,376
Law Enforcement Fund	21,907	13,337	10,953	24,291
Jury Pay Fund	10,553	7,173	14,588	3,138
Donation/Sheriff Dept	17,613	-	-	17,613
Sheriff Defib Donationa	70	-	-	70
Prosecutor Donation	1,857	-	-	1,857
Automotive Safety	2	-	-	2
Sheriffs Restitution	12,438	921	1,650	11,709
Sheriff Work Release	19,802	30,489	25,107	25,184
Seized Property	204	-	214	(10)
Pros Law Enforcement	30,867	127,223	69,626	88,464
Public Defender Service	66,200	66,310	54,668	77,842
Sheriff Surety Bonds	1,895	20	-	1,915

SHELBY 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
Project Inc. House Arrest	96,123	536,683	494,634	138,172
Civil Process Fees	(2,355)	50,191	45,688	2,148
MADD Impact Fees	2,640	-	-	2,640
CTP Funding	10,651	-	-	10,651
JISP	8,479	-	-	8,479
DOC -Juv	-	33,609	38,756	(5,147)
Community Correction Juv	(2,250)	-	-	(2,250)
Willow Park HMGP	983	-	-	983
Court Reform Grant (Odyssey)	8,343	1,695	9,866	172
Health Dept. BHP Grant 172-2	2,123	-	-	2,123
Sheriff Drug Free	17,717	10,780	22,262	6,235
Assessor Data Entry Fee	13,660	1,136	-	14,796
Sheriff Range Fund	110	7,865	6,977	998
Sheriff Training Fund	(466)	923	83	374
Tindall Farm	372,241	73,057	66,095	379,203
Hendricks Street Rentals	42,220	10,763	4,177	48,806
Vending Machine	510	24	232	302
Racino - County	8,294,558	3,998,774	5,921,098	6,372,234
Racino Tax	-	3,603,961	3,603,961	-
Co. Interstate Fees/ Off. Tra	4,725	885	-	5,610
Prosecutor - Notary Fund	1,382	112	-	1,494
Clerk - Passport Envelopes	35	1,573	1,627	(19)
County Fair Grandstands	-	100,000	-	100,000
SHERIFF - COMMUNICATION TOWER	2,500	-	-	2,500
Bail Alternative Building	2,070	-	-	2,070
Sheriff Continuing Ed	5,859	5,000	3,953	6,906
Build Indiana Fund	193,498	-	-	193,498
Welfare HCI	11,891	-	-	11,891
Youth Substance Abuse Proventi	(27,559)	163,052	129,323	6,170
93.008 NACCHO MRC	3,122	-	1,904	1,218
Drug Free - STOP Grant	5,111	62,270	40,506	26,875
93.069 Public Health Emergency	3,489	-	1,077	2,412
93.041 Adult Protective Srvc	94,625	113,483	244,864	(36,756)
93.041 Adult Protective Servic	(128,730)	128,730	-	-
HD-013-008 IHCDA	-	5,064	5,064	-
Race & Gender Fairness	20,013	13,500	30,064	3,449
JABG Flow Through Grant CC	808	-	-	808
SHRAB - Archival Assessment &	7,086	-	1,695	5,391
Drug Free Coalition	(54,959)	77,871	14,933	7,979
TSF Drug Free Coalition	62,604	11,216	-	73,820
H1N1 Vaccination	492	-	-	492
Edward Byrne Memorial-Sheriff	228	-	-	228
Victim Assistance 16.575	51,485	69,324	68,078	52,731
2013 MRC Supplement	(1,035)	-	-	(1,035)
Competitive EMA	(736)	-	-	(736)
DUI Task Force	11,157	5,142	20,421	(4,122)
BCC Traffic Enforcement 20.600	(7,585)	26,970	20,388	(1,003)
4-H/TFC Drug Free Grant	145	-	-	145
Homeland Security Program-Com	143	-	-	143
CRI Grant (Health Dept.) 97.05	2,564	-	504	2,060
Pass Thru - Marion County	676	-	5,500	(4,824)
16.803 JAG Edward Byrne Grant	208,334	-	-	208,334
97.730201 Act Juv Justice Gran	6,715	-	-	6,715
Totals	\$ 27,160,213	\$ 101,759,760	\$ 103,547,994	\$ 25,371,979

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

SHELBY COUNTY
NOTES TO FINANCIAL STATEMENT

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

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

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

B. Basis of Accounting

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

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

C. Cash and Investments

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

D. Receipts

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

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

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

SHELBY COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

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

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

E. Disbursements

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

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

Supplies. Amounts disbursed for articles and commodities that are entirely consumed and materially altered when used and/or show rapid depreciation after use for a short period of time. Examples of supplies include, but are not limited to, the following: office supplies, operating supplies, and repair and maintenance supplies.

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

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

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

SHELBY 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.

SHELBY 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.

SHELBY 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 the funds being set up for reimbursable grants. The reimbursements for expenditures made by the County were not received by December 31, 2016. Additionally, some funds (CAGIT County Certified Shares, EDIT, County CAGIT, and Public Safety LOIT) had posting errors that were not detected and corrected by December 31, 2016. Lastly, some of the funds (Cum Cap Development, Health, Insurance, Coroners Training & Cont Ed, Sex and Violent Offender Admin, and Seized Property) were overspent as a result of disbursements exceeding revenues.

(This page intentionally left blank.)

OTHER INFORMATION - UNAUDITED

The County's Annual Financial Report information can be found on the Indiana Gateway for Government Units 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.

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

	Sheriffs Commissary	County General	Sheriff Special Accident	LOIT 2016 Special Distribution	CAGIT County Certified Shares	Campaign Finance Enforcement
Cash and investments - beginning	\$ 742	\$ 88,365	\$ 20,779	\$ -	\$ (162,194)	\$ 200
Receipts:						
Taxes	-	5,943,032	-	1,088,555	2,538,982	-
Licenses and permits	-	95,810	-	-	-	-
Intergovernmental receipts	-	1,368,951	-	-	198,185	-
Charges for services	-	717,099	-	-	-	-
Fines and forfeits	-	215,044	-	-	-	-
Other receipts	22,500	870,164	5,810	-	515,888	-
Total receipts	22,500	9,210,100	5,810	1,088,555	3,253,055	-
Disbursements:						
Personal services	23,782	6,997,633	-	5,863	2,542,563	-
Supplies	-	193,970	-	-	563,677	-
Other services and charges	-	1,608,455	-	1,082,692	455,774	-
Capital outlay	-	123,296	2,363	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	23,782	8,923,354	2,363	1,088,555	3,562,014	-
Excess (deficiency) of receipts over disbursements	(1,282)	286,746	3,447	-	(308,959)	-
Cash and investments - ending	\$ (540)	\$ 375,111	\$ 24,226	\$ -	\$ (471,153)	\$ 200

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

	County Share Edit	City / Town Court Cost	Clerk Perpetuation	Community Corrections	CTP Community Correction	Disclosure / Assessor
Cash and investments - beginning	\$ 2,650,809	\$ -	\$ 119,100	\$ 50,912	\$ 50,366	\$ 7,008
Receipts:						
Taxes	64,318	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	14,963	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	973,434	-	44,934	207,604	43,367	5,403
Total receipts	1,037,752	14,963	44,934	207,604	43,367	5,403
Disbursements:						
Personal services	119,900	-	48,751	183,421	-	-
Supplies	2,692	-	1,274	2,670	1,792	-
Other services and charges	228,773	-	-	70,588	5,147	3,780
Capital outlay	984,183	-	1,661	-	13,494	-
Other disbursements	-	-	-	-	-	-
Total disbursements	1,335,548	-	51,686	256,679	20,433	3,780
Excess (deficiency) of receipts over disbursements	(297,796)	14,963	(6,752)	(49,075)	22,934	1,623
Cash and investments - ending	\$ 2,353,013	\$ 14,963	\$ 112,348	\$ 1,837	\$ 73,300	\$ 8,631

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

	Cumulative Bridge	Cum Cap Development	Cumulative Courthouse	Co. Drug Free Community Fund	Emergency Planning	Extradition Expenses
Cash and investments - beginning	\$ 2,117,805	\$ 229,029	\$ 41,696	\$ 77,871	\$ 37,922	\$ 100
Receipts:						
Taxes	515,458	332,625	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	54,567	35,212	-	-	5,356	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	289,864	500	-	82,686	-	-
Total receipts	859,889	368,337	-	82,686	5,356	-
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	20,387	71,077	-	-	-	-
Other services and charges	220,295	165,205	-	77,871	4,164	-
Capital outlay	331,596	398,448	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	572,278	634,730	-	77,871	4,164	-
Excess (deficiency) of receipts over disbursements	287,611	(266,393)	-	4,815	1,192	-
Cash and investments - ending	\$ 2,405,416	\$ (37,364)	\$ 41,696	\$ 82,686	\$ 39,114	\$ 100

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

	Firearms Training	Food & Beverage Tax	Health	ID Security Protect	Excess Levy	Health Maintenance
Cash and investments - beginning	\$ 90,574	\$ 686,768	\$ 19,628	\$ 35,982	\$ 188,488	\$ 17,387
Receipts:						
Taxes	-	-	352,450	-	-	-
Licenses and permits	-	-	14,075	-	-	-
Intergovernmental receipts	-	-	37,311	-	-	33,139
Charges for services	-	-	34,716	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	35,261	458,590	1,620	3,952	-	261
Total receipts	35,261	458,590	440,172	3,952	-	33,400
Disbursements:						
Personal services	-	-	389,490	-	-	10,105
Supplies	15,000	-	16,839	-	-	278
Other services and charges	1,760	300,000	86,126	-	-	14,022
Capital outlay	1,135	-	-	7,695	-	25,000
Other disbursements	-	-	-	-	-	-
Total disbursements	17,895	300,000	492,455	7,695	-	49,405
Excess (deficiency) of receipts over disbursements	17,366	158,590	(52,283)	(3,743)	-	(16,005)
Cash and investments - ending	\$ 107,940	\$ 845,358	\$ (32,655)	\$ 32,239	\$ 188,488	\$ 1,382

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

	Local Road & Street	PUBLIC SAFETY- COUNTY SHARE	Medical Care/Inmates	Misdemeanant - Sheriff	Highway	Plat Book Fees
Cash and investments - beginning	\$ 2,405,199	\$ -	\$ 33,042	\$ 103,081	\$ 1,606,591	\$ 60,786
Receipts:						
Taxes	-	-	-	-	1,125,023	-
Licenses and permits	-	-	-	-	10,465	-
Intergovernmental receipts	421,794	-	-	-	3,143,219	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	253,873	910,184	3,421	28,680	87,904	12,745
Total receipts	675,667	910,184	3,421	28,680	4,366,611	12,745
Disbursements:						
Personal services	-	75,047	-	-	1,229,452	25,000
Supplies	-	7,013	-	-	209,852	-
Other services and charges	60,495	669,266	-	82	366,350	-
Capital outlay	277,454	103,256	-	-	2,401,023	-
Other disbursements	-	-	-	-	-	-
Total disbursements	337,949	854,582	-	82	4,206,677	25,000
Excess (deficiency) of receipts over disbursements	337,718	55,602	3,421	28,598	159,934	(12,255)
Cash and investments - ending	\$ 2,742,917	\$ 55,602	\$ 36,463	\$ 131,679	\$ 1,766,525	\$ 48,531

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

	Rainy Day	Cum Reassessment 1999	Reassessment 2017	Recorders Records Perpetuation	Shelby Co. Sex & Violent Offen	ADR
Cash and investments - beginning	\$ 231,975	\$ -	\$ 5,818	\$ 90,957	\$ 20,353	\$ 1,479
Receipts:						
Taxes	-	148,398	257,729	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	10,336	27,283	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	680,519	-	129	81,356	3,983	9,784
Total receipts	680,519	158,734	285,141	81,356	3,983	9,784
Disbursements:						
Personal services	-	-	-	39,329	-	3,389
Supplies	-	-	-	21,237	1,012	-
Other services and charges	-	158,734	171,671	-	-	5,544
Capital outlay	472,025	-	65	571	1,884	-
Other disbursements	-	-	-	-	-	-
Total disbursements	472,025	158,734	171,736	61,137	2,896	8,933
Excess (deficiency) of receipts over disbursements	208,494	-	113,405	20,219	1,087	851
Cash and investments - ending	\$ 440,469	\$ -	\$ 119,223	\$ 111,176	\$ 21,440	\$ 2,330

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

	Excess Taxes	Surveyor Cornerstone	Tax Sale Redemption	Tax Sale Surplus	Tobacco Settlement-Local Healt	Unsafe Building Fund
Cash and investments - beginning	\$ 19,914	\$ 20,240	\$ 38,889	\$ 366,012	\$ 97,163	\$ 1,300
Receipts:						
Taxes	109,316	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	8,984	44,886	369,840	24,255	-
Total receipts	109,316	8,984	44,886	369,840	24,255	-
Disbursements:						
Personal services	318	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	43,390	982	51,216	240,963	37,000	-
Capital outlay	-	261	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	43,708	1,243	51,216	240,963	37,000	-
Excess (deficiency) of receipts over disbursements	65,608	7,741	(6,330)	128,877	(12,745)	-
Cash and investments - ending	\$ 85,522	\$ 27,981	\$ 32,559	\$ 494,889	\$ 84,418	\$ 1,300

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

	E-911 Wireless	GAL/Court	GAL/CAPTA	County Auditor Ineligible Dedu	Education Fund (Recorder)	County 911
Cash and investments - beginning	\$ 63	\$ -	\$ 2,500	\$ 8,494	\$ 16,513	\$ 852,473
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	30,051	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	-	11,593	3,952	764,961
Total receipts	-	30,051	-	11,593	3,952	764,961
Disbursements:						
Personal services	-	-	-	-	-	461,656
Supplies	-	-	-	-	-	9,282
Other services and charges	-	30,051	-	-	2,256	38,915
Capital outlay	-	-	-	-	-	204,330
Other disbursements	-	-	-	-	-	-
Total disbursements	-	30,051	-	-	2,256	714,183
Excess (deficiency) of receipts over disbursements	-	-	-	11,593	1,696	50,778
Cash and investments - ending	\$ 63	\$ -	\$ 2,500	\$ 20,087	\$ 18,209	\$ 903,251

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

	Adult Community Corrections	Juvenile Probation	Adult Probation Services	GDIF	Ditch Maintenance	Foundation Grant EMA
Cash and investments - beginning	\$ -	\$ 7,911	\$ 259,290	\$ 262,633	\$ 618,939	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	39,001
Charges for services	-	-	19,435	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	27,500	-	189,106	-	82,518	-
Total receipts	27,500	-	208,541	-	82,518	39,001
Disbursements:						
Personal services	-	-	166,304	-	-	-
Supplies	-	-	1,407	-	-	-
Other services and charges	13,052	-	36,172	36,722	97,177	-
Capital outlay	-	-	-	-	-	8,015
Other disbursements	-	-	-	-	-	-
Total disbursements	13,052	-	203,883	36,722	97,177	8,015
Excess (deficiency) of receipts over disbursements	14,448	-	4,658	(36,722)	(14,659)	30,986
Cash and investments - ending	\$ 14,448	\$ 7,911	\$ 263,948	\$ 225,911	\$ 604,280	\$ 30,986

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

	FBI Justice Funds	Sheriff - K-9	800 MHz Rebanding	Payroll	Insurance	Sheriff Retirement
Cash and investments - beginning	\$ 895	\$ 50	\$ 15,492	\$ (12,010)	\$ 389,966	\$ 7,000
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	878	-	2,530,366	4,186,632	-
Total receipts	-	878	-	2,530,366	4,186,632	-
Disbursements:						
Personal services	-	-	-	2,477,143	4,332,017	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	1,000	266,192	-
Capital outlay	895	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	895	-	-	2,478,143	4,598,209	-
Excess (deficiency) of receipts over disbursements	(895)	878	-	52,223	(411,577)	-
Cash and investments - ending	\$ -	\$ 928	\$ 15,492	\$ 40,213	\$ (21,611)	\$ 7,000

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

	Settlement	County Wheel Tax	CVET	FIT	EDIT	HEA 1001 State Homestead Credi
Cash and investments - beginning	\$ (100)	\$ (307)	\$ -	\$ -	\$ -	\$ 50
Receipts:						
Taxes	41,383,956	254,580	170,579	483,151	1,197,060	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	216,165	-	-	-	-	-
Charges for services	62,105	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total receipts	41,662,226	254,580	170,579	483,151	1,197,060	-
Disbursements:						
Personal services	-	-	1,981	4,564	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	239,834	168,598	478,587	1,305,884	-
Capital outlay	-	-	-	-	-	-
Other disbursements	41,662,226	-	-	-	-	-
Total disbursements	41,662,226	239,834	170,579	483,151	1,305,884	-
Excess (deficiency) of receipts over disbursements	-	14,746	-	-	(108,824)	-
Cash and investments - ending	\$ (100)	\$ 14,439	\$ -	\$ -	\$ (108,824)	\$ 50

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

	LOIT Special Distribution	State Fines & Forfeitures	Infraction Judgements	State Highway Fund	Special Death Benefit	State Disclosure Fee
Cash and investments - beginning	\$ -	\$ 38	\$ 2,802	\$ -	\$ 335	\$ 515
Receipts:						
Taxes	545,593	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	134,926	26,248	60,570	53	5,565	5,313
Total receipts	680,519	26,248	60,570	53	5,565	5,313
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	680,519	22,510	58,668	53	5,763	4,130
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	680,519	22,510	58,668	53	5,763	4,130
Excess (deficiency) of receipts over disbursements	-	3,738	1,902	-	(198)	1,183
Cash and investments - ending	\$ -	\$ 3,776	\$ 4,704	\$ -	\$ 137	\$ 1,698

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

	Coroners Training & Cont Ed	Interstate Compact-State Share	State Mortgage Fee	DLGF Homestead Property Data	Sex and Violent Offender Admin	Youth Asst. Program
Cash and investments - beginning	\$ 272	\$ 250	\$ 293	\$ -	\$ 41	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	3,306	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	885	8,493	609	443	75,250
Total receipts	3,306	885	8,493	609	443	75,250
Disbursements:						
Personal services	-	-	-	-	-	51,539
Supplies	-	-	-	-	-	-
Other services and charges	4,283	1,135	8,471	232	606	13,685
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	4,283	1,135	8,471	232	606	65,224
Excess (deficiency) of receipts over disbursements	(977)	(250)	22	377	(163)	10,026
Cash and investments - ending	\$ (705)	\$ -	\$ 315	\$ 377	\$ (122)	\$ 10,026

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

	Education Plate Fee	Innkeepers Tax	County CAGIT	93.563 Prosecutor PCA	Prosecutors ARRA Fund	County IV-D Incentive
Cash and investments - beginning	\$ -	\$ 364,905	\$ -	\$ 1,986	\$ 11,553	\$ 101,658
Receipts:						
Taxes	-	278,124	5,208,814	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	9,600	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	263	10,602	-	672	-	18,948
Total receipts	263	298,326	5,208,814	672	-	18,948
Disbursements:						
Personal services	-	51,500	35,720	-	-	40,536
Supplies	-	8,343	-	-	-	-
Other services and charges	244	113,808	5,646,623	403	-	-
Capital outlay	-	39,561	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	244	213,212	5,682,343	403	-	40,536
Excess (deficiency) of receipts over disbursements	19	85,114	(473,529)	269	-	(21,588)
Cash and investments - ending	\$ 19	\$ 450,019	\$ (473,529)	\$ 2,255	\$ 11,553	\$ 80,070

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

	Pros IV-D Incentive	93.563 Prosecutor IV-D Oct 99	93.563 Clerk IV-D Incentive- P	Public Safety LOIT	93.074 Ebola Grant	9168- Edward Byrne / Prob & Community Corrections
Cash and investments - beginning	\$ 41	\$ 176,769	\$ 145,126	\$ -	\$ 10,063	\$ (490)
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	1,151,263	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	28,505	18,948	-	-	1,890
Total receipts	-	28,505	18,948	1,151,263	-	1,890
Disbursements:						
Personal services	-	10,567	-	-	-	-
Supplies	-	12,696	1,695	-	-	-
Other services and charges	-	2,675	9,137	-	544	1,260
Capital outlay	-	-	563	-	-	-
Other disbursements	-	-	-	1,255,923	-	-
Total disbursements	-	25,938	11,395	1,255,923	544	1,260
Excess (deficiency) of receipts over disbursements	-	2,567	7,553	(104,660)	(544)	630
Cash and investments - ending	\$ 41	\$ 179,336	\$ 152,679	\$ (104,660)	\$ 9,519	\$ 140

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

	Probation Grant SC Drug Free	Clerk's Trust	County Treasurer	Sheriff's Inmate trust 5642159	Sheriff's Food Account	Sheriff's Cashbook
Cash and investments - beginning	\$ 2,419	\$ 778,022	\$ 1,155,259	\$ 106	\$ 60,181	\$ 116,396
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	5,548,573	957,181	-	368,471	318,849
Total receipts	-	5,548,573	957,181	-	368,471	318,849
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	2,419	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	5,658,919	1,155,259	-	400,526	242,884
Total disbursements	2,419	5,658,919	1,155,259	-	400,526	242,884
Excess (deficiency) of receipts over disbursements	(2,419)	(110,346)	(198,078)	-	(32,055)	75,965
Cash and investments - ending	\$ -	\$ 667,676	\$ 957,181	\$ 106	\$ 28,126	\$ 192,361

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

	Inmate Trust Fund acct#6674456	Community Corrections - 1122	Medical Assist Wards	Welfare Child / Special Needs	Settlement Fund	Misc. Distributions
Cash and investments - beginning	\$ 4,648	\$ 21,677	\$ 101,814	\$ 12,980	\$ (4,252)	\$ 234,621
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	343,863	418,928	-	-	4,353	-
Total receipts	343,863	418,928	-	-	4,353	-
Disbursements:						
Personal services	-	216,427	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	341,199	144,770	-	-	-	-
Total disbursements	341,199	361,197	-	-	-	-
Excess (deficiency) of receipts over disbursements	2,664	57,731	-	-	4,353	-
Cash and investments - ending	\$ 7,312	\$ 79,408	\$ 101,814	\$ 12,980	\$ 101	\$ 234,621

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

	Health Services Fund	Assessment & Referral	Informal Adjustment	Pre-Trial Diversion	Law Enforcement Fund	Jury Pay Fund
Cash and investments - beginning	\$ 12,623	\$ 72,910	\$ 43,265	\$ 300,551	\$ 21,907	\$ 10,553
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	6,161	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	115,333	11,916	62,742	13,337	7,173
Total receipts	6,161	115,333	11,916	62,742	13,337	7,173
Disbursements:						
Personal services	-	101,541	-	-	-	14,588
Supplies	4,180	1,408	11,495	1,622	-	-
Other services and charges	-	1,479	20,159	21,739	10,953	-
Capital outlay	-	195	11,461	3,556	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	4,180	104,623	43,115	26,917	10,953	14,588
Excess (deficiency) of receipts over disbursements	1,981	10,710	(31,199)	35,825	2,384	(7,415)
Cash and investments - ending	\$ 14,604	\$ 83,620	\$ 12,066	\$ 336,376	\$ 24,291	\$ 3,138

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

	Donation/Sheriff Dept	Sheriff Defib Donationa	Prosecutor Donation	Automotive Safety	Sheriffs Restitution	Sheriff Work Release
Cash and investments - beginning	\$ 17,613	\$ 70	\$ 1,857	\$ 2	\$ 12,438	\$ 19,802
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	-	-	921	30,489
Total receipts	-	-	-	-	921	30,489
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	6,113
Other services and charges	-	-	-	-	1,650	4,021
Capital outlay	-	-	-	-	-	14,973
Other disbursements	-	-	-	-	-	-
Total disbursements	-	-	-	-	1,650	25,107
Excess (deficiency) of receipts over disbursements	-	-	-	-	(729)	5,382
Cash and investments - ending	\$ 17,613	\$ 70	\$ 1,857	\$ 2	\$ 11,709	\$ 25,184

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

	Seized Property	Pros Law Enforcement	Public Defender Service	Sheriff Surety Bonds	Project Inc. House Arrest	Civil Process Fees
Cash and investments - beginning	\$ 204	\$ 30,867	\$ 66,200	\$ 1,895	\$ 96,123	\$ (2,355)
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	67,371	-
Other receipts	-	127,223	66,310	20	469,312	50,191
Total receipts	-	127,223	66,310	20	536,683	50,191
Disbursements:						
Personal services	-	-	19,884	-	267,971	45,688
Supplies	-	-	-	-	33,382	-
Other services and charges	-	58,860	29,730	-	193,281	-
Capital outlay	214	10,766	5,054	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	214	69,626	54,668	-	494,634	45,688
Excess (deficiency) of receipts over disbursements	(214)	57,597	11,642	20	42,049	4,503
Cash and investments - ending	\$ (10)	\$ 88,464	\$ 77,842	\$ 1,915	\$ 138,172	\$ 2,148

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

	MADD Impact Fees	CTP Funding	JISP	DOC -Juv	Community Correction Juv	Willow Park HMGP
Cash and investments - beginning	\$ 2,640	\$ 10,651	\$ 8,479	\$ -	\$ (2,250)	\$ 983
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	25,641	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	-	7,968	-	-
Total receipts	-	-	-	33,609	-	-
Disbursements:						
Personal services	-	-	-	21,796	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	16,960	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	-	-	-	38,756	-	-
Excess (deficiency) of receipts over disbursements	-	-	-	(5,147)	-	-
Cash and investments - ending	\$ 2,640	\$ 10,651	\$ 8,479	\$ (5,147)	\$ (2,250)	\$ 983

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

	Court Reform Grant (Odyssey)	Health Dept. BHP Grant 172-2	Sheriff Drug Free	Assessor Data Entry Fee	Sheriff Range Fund	Sheriff Training Fund
Cash and investments - beginning	\$ 8,343	\$ 2,123	\$ 17,717	\$ 13,660	\$ 110	\$ (466)
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	900	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	1,695	-	10,780	1,136	6,965	923
Total receipts	1,695	-	10,780	1,136	7,865	923
Disbursements:						
Personal services	9,866	-	22,262	-	-	-
Supplies	-	-	-	-	12	83
Other services and charges	-	-	-	-	6,965	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	9,866	-	22,262	-	6,977	83
Excess (deficiency) of receipts over disbursements	(8,171)	-	(11,482)	1,136	888	840
Cash and investments - ending	\$ 172	\$ 2,123	\$ 6,235	\$ 14,796	\$ 998	\$ 374

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

	Tindall Farm	Hendricks Street Rentals	Vending Machine	Racino - County	Racino Tax	Co. Interstate Fees/ Off. Tra
Cash and investments - beginning	\$ 372,241	\$ 42,220	\$ 510	\$ 8,294,558	\$ -	\$ 4,725
Receipts:						
Taxes	-	-	-	-	3,603,961	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	3,906,913	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	73,057	10,763	24	91,861	-	885
Total receipts	73,057	10,763	24	3,998,774	3,603,961	885
Disbursements:						
Personal services	-	-	-	1,250,059	-	-
Supplies	-	-	-	-	-	-
Other services and charges	66,095	4,177	232	2,116,800	3,603,961	-
Capital outlay	-	-	-	2,554,239	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	66,095	4,177	232	5,921,098	3,603,961	-
Excess (deficiency) of receipts over disbursements	6,962	6,586	(208)	(1,922,324)	-	885
Cash and investments - ending	\$ 379,203	\$ 48,806	\$ 302	\$ 6,372,234	\$ -	\$ 5,610

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

	Prosecutor - Notary Fund	Clerk - Passport Envelopes	County Fair Grandstands	SHERIFF - COMMUNICATION TOWER	Bail Alternative Building	Sheriff Continuing Ed
Cash and investments - beginning	\$ 1,382	\$ 35	\$ -	\$ 2,500	\$ 2,070	\$ 5,859
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	112	1,573	100,000	-	-	5,000
Total receipts	112	1,573	100,000	-	-	5,000
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	1,627	-	-	-	152
Other services and charges	-	-	-	-	-	3,801
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	-	1,627	-	-	-	3,953
Excess (deficiency) of receipts over disbursements	112	(54)	100,000	-	-	1,047
Cash and investments - ending	\$ 1,494	\$ (19)	\$ 100,000	\$ 2,500	\$ 2,070	\$ 6,906

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

	Build Indiana Fund	Welfare HCI	Youth Substance Abuse Proventi	93.008 NACCHO MRC	Drug Free - STOP Grant	93.069 Public Health Emergency
Cash and investments - beginning	\$ 193,498	\$ 11,891	\$ (27,559)	\$ 3,122	\$ 5,111	\$ 3,489
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	52,831	-	38,000	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	110,221	-	24,270	-
Total receipts	-	-	163,052	-	62,270	-
Disbursements:						
Personal services	-	-	64,556	-	17,136	-
Supplies	-	-	3,122	585	552	25
Other services and charges	-	-	61,645	1,319	22,135	1,052
Capital outlay	-	-	-	-	683	-
Other disbursements	-	-	-	-	-	-
Total disbursements	-	-	129,323	1,904	40,506	1,077
Excess (deficiency) of receipts over disbursements	-	-	33,729	(1,904)	21,764	(1,077)
Cash and investments - ending	\$ 193,498	\$ 11,891	\$ 6,170	\$ 1,218	\$ 26,875	\$ 2,412

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

	93.041 Adult Protective Svc	93.041 Adult Protective Servic	HD-013-008 IHCDA	Race & Gender Fairness	JABG Flow Through Grant CC	SHRAB - Archival Assessment &
Cash and investments - beginning	\$ 94,625	\$ (128,730)	\$ -	\$ 20,013	\$ 808	\$ 7,086
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	113,483	-	-	13,500	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	128,730	5,064	-	-	-
Total receipts	113,483	128,730	5,064	13,500	-	-
Disbursements:						
Personal services	105,595	-	-	-	-	-
Supplies	2,802	-	-	-	-	-
Other services and charges	134,675	-	5,064	30,064	-	1,695
Capital outlay	1,792	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	244,864	-	5,064	30,064	-	1,695
Excess (deficiency) of receipts over disbursements	(131,381)	128,730	-	(16,564)	-	(1,695)
Cash and investments - ending	\$ (36,756)	\$ -	\$ -	\$ 3,449	\$ 808	\$ 5,391

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

	Drug Free Coalition	TSF Drug Free Coalition	H1N1 Vaccination	Edward Byrne Memorial-Sheriff	Victim Assistance 16,575	2013 MRC Supplement
Cash and investments - beginning	\$ (54,959)	\$ 62,604	\$ 492	\$ 228	\$ 51,485	\$ (1,035)
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	69,324	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	77,871	11,216	-	-	-	-
Total receipts	77,871	11,216	-	-	69,324	-
Disbursements:						
Personal services	-	-	-	-	67,510	-
Supplies	145	-	-	-	373	-
Other services and charges	14,788	-	-	-	130	-
Capital outlay	-	-	-	-	65	-
Other disbursements	-	-	-	-	-	-
Total disbursements	14,933	-	-	-	68,078	-
Excess (deficiency) of receipts over disbursements	62,938	11,216	-	-	1,246	-
Cash and investments - ending	\$ 7,979	\$ 73,820	\$ 492	\$ 228	\$ 52,731	\$ (1,035)

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

	Competitive EMA	DUI Task Force	BCC Traffic Enforcement 20,600	4-H/TFC Drug Free Grant	Homeland Security Program-Com
Cash and investments - beginning	\$ (736)	\$ 11,157	\$ (7,585)	\$ 145	\$ 143
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	5,142	18,398	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	-	-	8,572	-	-
Total receipts	-	5,142	26,970	-	-
Disbursements:					
Personal services	-	11,849	20,388	-	-
Supplies	-	-	-	-	-
Other services and charges	-	8,572	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	-	20,421	20,388	-	-
Excess (deficiency) of receipts over disbursements	-	(15,279)	6,582	-	-
Cash and investments - ending	\$ (736)	\$ (4,122)	\$ (1,003)	\$ 145	\$ 143

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

	CRI Grant (Health Dept.) 97.05	Pass Thru - Marion County	16.803 JAG Edward Byrne Grant	97.730201 Act Juv Justice Gran	Totals
Cash and investments - beginning	\$ 2,564	\$ 676	\$ 208,334	\$ 6,715	\$ 27,160,213
Receipts:					
Taxes	-	-	-	-	65,601,704
Licenses and permits	-	-	-	-	120,350
Intergovernmental receipts	-	-	-	-	11,015,065
Charges for services	-	-	-	-	868,285
Fines and forfeits	-	-	-	-	282,415
Other receipts	-	-	-	-	23,871,941
Total receipts	-	-	-	-	101,759,760
Disbursements:					
Personal services	-	-	-	-	21,584,686
Supplies	-	-	-	-	1,229,871
Other services and charges	504	-	-	-	21,864,459
Capital outlay	-	5,500	-	-	8,007,272
Other disbursements	-	-	-	-	50,861,706
Total disbursements	504	5,500	-	-	103,547,994
Excess (deficiency) of receipts over disbursements	(504)	(5,500)	-	-	(1,788,234)
Cash and investments - ending	\$ 2,060	\$ (4,824)	\$ 208,334	\$ 6,715	\$ 25,371,979

SHELBY 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>\$ 890,576</u>	<u>\$ 169,633</u>

(This page intentionally left blank.)

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 SHELBY COUNTY, INDIANA

Report on Compliance for the Major Federal Program

We have audited Shelby 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 and, therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified certain deficiencies in internal control over compliance, as described in the accompanying Schedule of Findings and Questioned Costs as item 2016-004, that we consider to be a material weakness.

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

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


Paul D. Joyce, CPA
State Examiner

October 23, 2018

(This page intentionally left blank.)

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND ACCOMPANYING NOTES

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

SHELBY 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	Passed Through to Subrecipient	Total Federal Awards Expended
<u>Department of Justice</u>					
Crime Victim Assistance Victim Assistance	Indiana Criminal Justice Institute	16.575	D3-16-10529	\$ -	\$ 20,132
Edward Byrne Memorial Justice Assistance Grant Program	Indiana Criminal Justice Institute	16.738	D3-15-9841	-	1,890
Total - Department of Justice				-	22,022
<u>Department of Transportation</u>					
Highway Planning and Construction Cluster Highway Planning and Construction	Indiana Department of Transportation	20.205	DES #0100361 DES #100447 DES #600117 DES #600118 DES #1382080 DES #9380756	- - - - - -	186,380 44,232 68,374 120,892 73,616 26,824
Total - Highway Planning and Construction Cluster				-	520,318
Highway Safety Cluster State and Community Highway Safety OPO	Indiana Criminal Justice Institute	20.600	D3-16-10189	-	18,398
Alcohol Impaired Driving Countermeasures Incentive Grants I DUI Task Force	Indiana Criminal Justice Institute	20.601	D3-16-10239	-	5,142
Total - Highway Safety Cluster				-	23,540
Interagency Hazardous Materials Public Sector Training and Planning Grants Homeland Security Program	Indiana Department of Homeland Security	20.703	HM-HMP-0498-15-01-00	-	4,150
Total - Department of Transportation				-	548,008
<u>Department of Health and Human Services</u>					
Child Support Enforcement Prosecutor Expenditures Clerk Expenditures Court Expenditures Indirect Costs IV-D Incentive Prosecutor Incentive Clerk Incentive	Indiana Department of Child Services	93.563	FY 2016 FY 2016 FY 2016 FY 2016 FY 2016 FY 2016 FY 2016	- - - - - - -	112,337 34,628 16,704 37,339 40,536 25,938 11,395
Total - Child Support Enforcement				-	278,877
Total - Department of Health and Human Services				-	278,877
<u>Department of Homeland Security</u>					
Emergency Management Performance Grants	Indiana Department of Homeland Security	97.042	16420 RFE 58060	-	25,852
Homeland Security Grant Program	Indiana Department of Homeland Security	97.067	14904 RFE 57504	-	5,500
Total - Department of Homeland Security				-	31,352
Total federal awards expended				\$ -	\$ 880,259

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

SHELBY 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.

SHELBY 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?	yes
Significant deficiency identified?	none reported
Any audit findings disclosed that is required to be reported in accordance with section 2 CFR 200.516(a)?	yes

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: Preparation of the Schedule of Expenditures of Federal Awards
Audit Findings: Material Weakness, Noncompliance

Repeat Finding

This is a repeat finding from the immediately prior audit. The prior audit finding number was 2015-001.

Condition

The County had not established effective internal controls over the financial information entered into the Indiana Gateway for Government Units financial reporting system, which was the source for the Schedule of Expenditures of Federal Awards (SEFA). One employee prepared the SEFA without evidence of a review or approval process, or other compensating controls.

SHELBY COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Context

Due to the lack of controls, the SEFA contained the following errors:

1. Seven state-funded grants were included, which overstated federal expenditures by \$503,467.
2. Two federal grants were reported in error, which overstated federal expenditures by \$1,621.
3. The Crime Victim Assistance expenditures were overstated by \$47,946.
4. The Edward Byrne Memorial Justice Assistance Grant Program expenditures were understated by \$630.
5. The Highway Planning and Construction Cluster was omitted, which understated federal expenditures by \$520,318.
6. The Highway Safety Cluster expenditures were overstated by \$8,572.
7. The Interagency Hazardous Materials Public Sector Training and Planning Grants expenditures were overstated by \$1,206.
8. The Child Support Enforcement program was omitted, which understated federal expenditures by \$278,877.
9. The Emergency Management Performance Grants program was omitted, which understated federal expenditures by \$25,852.
10. The Homeland Security Grant Program was omitted, which understated federal expenditures by \$5,500.

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

Criteria

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

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

SHELBY COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

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. . . ."

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."

SHELBY COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Cause

The County's management had not established a system of internal control that would have ensured proper reporting of the SEFA.

Effect

The failure to establish and properly implement internal controls enabled material misstatements to go undetected. The SEFA contained the error identified in the *Context*.

Recommendation

We recommended that the County's management establish controls to ensure accurate 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 Transactions and Reporting - County Auditor
Audit Finding: Material Weakness

Repeat Finding

This is a repeat of finding from the immediately prior audit. The prior audit finding number was 2015-002.

Condition

There were deficiencies in the internal control system of the County related to receipts and financial transactions and reporting. The County had not separated incompatible activities related to these areas of the financial statement.

Receipts

One employee collected and recorded the funds in the records without an oversight, review, or approval process.

Financial Transactions and Reporting

One employee prepared and submitted the County's financial information into the Indiana Gateway for Government Units financial reporting system, which was the source for the Annual Financial Report and financial statement, without an oversight, review, or approval process.

Context

The lack of controls was a systemic issue throughout the audit period.

SHELBY COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

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. . . ."

Cause

Management of the County had not established a proper system of internal control that segregated key functions.

Effect

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

Recommendation

We recommended that the County establish a system of internal controls related to receipts and financial transactions and reporting.

Views of Responsible Officials

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

FINDING 2016-003

Subject: Financial Transactions and Reporting - County Treasurer
Audit Finding: Material Weakness

Condition

There were deficiencies in the internal control system of the County Treasurer related to financial transactions and reporting. The County had not separated incompatible activities related to the cash and investments area of the financial statement.

SHELBY COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

One employee performed the reconcilements of the depository account balance with the record balance. There were no controls in place, such as an oversight, review, or approval process over the bank reconcilements.

Context

The lack of controls was a systemic issue 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. . . ."

Cause

Management of the County had not established a proper system of internal control that segregated key functions.

Effect

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

Recommendation

We recommended that the County Treasurer establish a system of internal controls related to financial transactions and reporting of cash and investments.

Views of Responsible Officials

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

SHELBY COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Section III - Federal Award Findings and Questioned Costs

FINDING 2016-004

Subject: Highway Planning and Construction Cluster - Cash
Management, Matching, Period of Performance

Federal Agency: Department of Transportation

Federal Program: Highway Planning and Construction

CFDA Number: 20.205

Federal Award Numbers and Years (or Other Identifying Numbers): DES #0100361, DES #100447,
DES #600117, DES #600118,
DES #1382080, DES #9380756

Pass-Through Entity: Indiana Department of Transportation

Compliance Requirements: Cash Management; Matching, Level of Effort,
Earmarking; Period of Performance

Audit Finding: Material Weakness

Repeat Finding

This is a repeat of finding from the immediately prior audit. The prior audit finding number was 2015-003.

Condition

An effective internal control system was not in place at the County in order to ensure compliance with requirements related to the grant agreement and the cash management, matching, and period of performance requirements.

The County had not designed or implemented adequate policies and procedures to ensure compliance with the cash management requirement that program costs be paid before reimbursement of those costs is requested. One employee was primarily responsible for monitoring that program costs were paid by the entity prior to requesting reimbursement without an oversight, review, or approval process.

Additionally, the County had not designed or implemented adequate policies and procedures to ensure that the required local match was met or that expenditures were made within the period of performance. One employee was primarily responsible for ensuring compliance without an oversight, review, or approval process.

Context

The lack of controls was a systemic issue throughout the audit period.

Criteria

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

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

SHELBY COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

2 CFR 200.303 states in part:

"The non-Federal entity must:

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

Cause

Management had not developed a system of internal controls to ensure compliance with the compliance requirements listed above.

Effect

The failure to establish an effective internal control system placed the County at risk of noncompliance with the grant agreement and the compliance requirements listed above. A lack of segregation of duties within an internal control system could have also allowed noncompliance with the compliance requirements and allowed the misuse and mismanagement of federal funds and assets by not having proper oversight, reviews, and approvals over the activities of the program.

Questioned Costs

There were no questioned costs identified.

Recommendation

We recommended that the County's management establish controls related to the grant agreement and the compliance requirements listed above.

Views of Responsible Officials

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

(This page intentionally left blank.)

AUDITEE-PREPARED DOCUMENTS

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



MARY JO PHARES SHELBY COUNTY AUDITOR

25 W Polk Street Room 104, Shelbyville, IN 46176
Phone: (317) 392-6310 Fax: (317) 392-6382

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2015-001

Fiscal year in which the finding initially occurred: 2015
Contact Person Responsible for Corrective Action: Mary Jo Phares
Contact Phone Number: (317) 392-6310

Status of finding: We are currently working on it for the year 2018

FINDING 2015-002

Fiscal year in which the finding initially occurred: 2015
Contact Person Responsible for Corrective Action: Mary Jo Phares
Contact Phone Number: (317) 392-6310

Status of finding: We are currently working on it for the year 2018

FINDING 2015-004

Fiscal year in which the finding initially occurred: 2015
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana Housing and
Community Development Authority
Contact Person Responsible for Corrective Action: Mary Jo Phares
Contact Phone Number: (317) 392-6310

Status of Audit Finding: We are currently working on it for the year 2018

Board of Commissioners

Kevin Nigh
Donald Parker
Chris Ross
John C. DePrez, IV, Attorney



Shelby County, Indiana

25 West Polk Street, Room 206
Shelbyville, Indiana 46176
Office (317) 392-6330
Fax (317) 392-6393

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2015-003

Fiscal year in which the finding initially occurred: 2015
Pass-Through Entity: Indiana Department of Transportation
Contact Person Responsible for Corrective Action: Kevin Nigh
Contact Phone Number: 317-398-9574

Status of Audit Finding:

The attached sheet will be reviewed, approved and signed by one of the Shelby County Commissioners or the 2nd Deputy for each claim sent to INDOT for reimbursement. This is a work in progress.

Kevin Nigh
(Signature)

Commissioner
(Title)

10-2-2018
(Date)

Mary Jo Phares
(Signature)

County Auditor
(Title)

9-27-18
(Date)



MARY JO PHARES
SHELBY COUNTY
AUDITOR

25 W Polk Street Room 104, Shelbyville, IN 46176
Phone: (317) 392-6310 Fax: (317) 392-6382

CORRECTIVE ACTION PLAN

FINDING 2016-001

Contact Person Responsible for Corrective Action: Mary Jo Phares
Contact Phone Number: (317) 392-6310

Views of Responsible Official: We concur with the finding

Description of Corrective Action Plan: We will start having all work double checked before submitting the data in Gateway

Anticipated Completion Date: February 2017 for the year of 2016

FINDING 2016-002

Contact Person Responsible for Corrective Action: Mary Jo Phares
Contact Phone Number: (317) 392-6310

Views of Responsible Official: We concur with the finding

Description of Corrective Action Plan: We will start having all work double checked before submitting the data in Gateway

Anticipated Completion Date: February 2017 for the year of 2016

Mary Jo Phares
(Signature)

Auditor
(Title)

10/23/2018

Kathy A. Plunkett

Shelby County Treasurer

25 West Polk Street, Room 102

Shelbyville, IN 46176

(317) 392-6375

Fax (317) 392-6342

kplunkett@co.shelby.in.us

www.shelbycounty73.us

CORRECTIVE ACTION PLAN

FINDING 2016-003

Contact Person Responsible for Corrective Action: Kathy A. Plunkett


Contact Phone Number: (317) 392-6375

Views of Responsible Official: We concur with the finding

Description of Corrective Action Plan: We have always double and triple checked each person's work but did not document with approval with initials on the documents. We will now document that the work has been checked and verified by a different person. We do balance daily between the Auditor's records and the Treasurer's records but we have not written approved initials or signed those reports. We will initial and or sign the reports going forward when they have been reviewed.

I have submitted the Treasurer's office internal controls to the Auditor's office in September of 2018, I will insert the requirement for initialing documents for approval going forward.


Anticipated Completion Date: October 2018 for the year of 2016



(Signature)

Shelby County Treasurer

(Title)



(Date)

Board of Commissioners

Kevin Nigh
Donald Parker
Chris Ross
John C. DePrez, IV, Attorney



Shelby County, Indiana

25 West Polk Street, Room 206
Shelbyville, Indiana 46176
Office (317) 392-6330
Fax (317) 392-6393

CORRECTIVE ACTION PLAN

FINDING 2016-004

Contact Person Responsible for Corrective Action: Kevin Nigh
Contact Phone Number: 317-392-6330

Views of Responsible Official: We concur with the finding.

Description of Corrective Action Plan:

The attached sheet will be reviewed and signed by one of the Shelby County Commissioners for each claim sent to INDOT.

Anticipated Completion Date:

February of 2017

Kevin Nigh

(Signature)

Commissioner

(Title)

10/22/2018

(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/>.