

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

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



**FILED**  
01/11/2019



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### SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
County Auditor	Kay S. Vance	01-01-15 to 12-31-18
County Treasurer	Sandra L. Vance Kathryn Shepherd	01-01-13 to 12-31-16 01-01-17 to 12-31-20
Clerk of the Circuit Court	Mary Dorsett Kilgore	01-01-15 to 12-31-18
County Sheriff	Gary M. Driver	01-01-15 to 12-31-18
County Recorder	Janice L. Ramey	01-01-15 to 12-31-18
President of the Board of County Commissioners	Matt Sporleder	01-01-16 to 12-31-18
President of the County Council	Howard L. Malcomb	01-01-16 to 12-31-18



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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF JENNINGS COUNTY, INDIANA

**Report on the Financial Statement**

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

INDEPENDENT AUDITOR'S REPORT  
(Continued)

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued a report dated November 19, 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

November 19, 2018



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

TO: THE OFFICIALS OF JENNINGS 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 Jennings 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 November 19, 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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**Jennings County's Response to Findings**

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

**Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

  
Paul D. Joyce, CPA  
State Examiner

November 19, 2018

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## FINANCIAL STATEMENT AND ACCOMPANYING NOTES

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

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

Fund	Cash and Investments 01-01-16	Receipts	Disbursements	Cash and Investments 12-31-16
Treasurer"s Cashbook	\$ 694,870	\$ 626,870	\$ 694,870	\$ 626,870
Jail Commissary	49,902	400,511	335,907	114,506
Sheriff"s Inmate Trust	59,809	432,372	421,135	71,046
Jury Fee	4,311	2,476	-	6,787
County General	241,125	5,963,515	5,603,004	601,636
Accident Report	9,265	4,283	6,113	7,435
Animal Control	(74,769)	26,949	86,368	(134,188)
CAGIT County Certified Shares	127,512	2,273,341	2,476,045	(75,192)
CEDIT County share	25,290	856,847	864,940	17,197
City & Town Court Cost	27,222	6,274	-	33,496
State Welfare Excise	2	421,621	421,621	2
Surplus County Dog Tax	442	-	-	442
Nonreverting Prisoner Reim	22,809	8,500	28,460	2,849
Transfer Fee	5,312	3,825	3,750	5,387
Covered Bridge	34,319	3,700	-	38,019
Cumulative Court House	11,948	93,026	76,501	28,473
Jennings Drug Free Community	23,337	17,774	21,360	19,751
Electronic Map Generation	2,000	-	-	2,000
Rescue 20 - FEMA	73,393	37,045	71,529	38,909
Jennings County LEPC	21,665	5,624	8,418	18,871
E911 - Landline	10,008	465,451	392,011	83,448
Security Protection	16,802	2,062	-	18,864
Firearms Training	6,568	31,159	17,907	19,820
Health	31,251	267,592	247,014	51,829
Identity Theft Protection	(6)	-	-	(6)
JC Landfill Closure	10,148	-	-	10,148
Local Road & Street	12,929	278,701	269,999	21,631
LOIT Public Safety-Co. Share	537,473	801,039	1,145,511	193,001
Inmate Med Care Reimbursement	1,207	271	-	1,478
Misdemeanant Fund	35,356	17,016	9,165	43,207
Highway	824,341	2,491,473	2,423,527	892,287
County Park Non-Reverting	28,214	57,715	18,122	67,807
Local Rainy Day	161,641	323,707	-	485,348
Reassessment	2,577	199	-	2,776
2015 Reassessment	348,544	87,224	139,550	296,218
Recorders Perpetuation	40,565	40,017	30,799	49,783
Riverboat	9,618	127,235	36,533	100,320
Sex & Violent Offender Admin	4,804	2,858	614	7,048
Superior Supplemental Public D	9,626	2,508	-	12,134
Surplus Tax	22,207	14,194	11,847	24,554
Surveyors Corner Perpetuation	34,644	5,980	4,600	36,024
Tax Sale Costs	(33,674)	80,782	48,330	(1,222)
Tax Sale Redemption	(4,490)	41,906	36,920	496
Tax Sale Surplus	246,466	521,734	444,945	323,255
IN Local Health Dept Trust	-	19,151	19,151	-
Vehicle Inspection	2,544	1,300	1,605	2,239
Community Service	9,324	-	-	9,324
E911 - Wireless	172	-	-	172
Child Abuse Prevention	15	-	-	15
GAL/CASA	(46,121)	99,619	53,498	-
Elected Officials Training	3,174	2,191	3,279	2,086
Interstate Probation Fee	3,789	1,044	-	4,833
E911 - General	26,605	263,852	274,268	16,189
LOIT Special Distribution	-	198,487	198,487	-
Juvenile Probation	48,949	1,043	5,480	44,512
Circuit Adult Probation	159,367	97,941	85,806	171,502

JENNINGS 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
Supple Juvenile Probation Svs	8,915	1,327	-	10,242
Alternate Dispute Resolution	1,784	7,713	7,586	1,911
Equitable Share Law Enforcemen	66	-	-	66
Sheriff Drug Free	43	3,000	1,069	1,974
Recycle Center	7,973	79,132	40,373	46,732
Public Health Preparedness Co	2,550	16,324	16,717	2,157
Sheriff Continuing Education	4,339	2,163	874	5,628
Wth Web Feature Service	2,000	-	-	2,000
Courthouse Security Grant	35,920	-	35,875	45
2013 GO Bond Debt Serv Paym	525,388	470,032	485,865	509,555
United Way	4,400	773	3,031	2,142
Insurance Deductions	64,614	330,174	369,128	25,660
Payroll - Child Support	172	30,117	30,117	172
Payroll Federal Tax	9,696	521,305	521,304	9,697
Payroll FICA	(16,871)	355,111	355,111	(16,871)
Unreimbursed Medical	691	5,538	5,538	691
Payroll County Tax Withholding	14,932	92,519	103,096	4,355
Payroll State Tax Withholding	(7,102)	184,281	205,424	(28,245)
Uniforms	318	1,526	1,264	580
SC Garnishee Service Fee	(800)	12,952	12,832	(680)
Sheriff's Retirement	-	24,965	24,965	-
Settlement	23,446	22,200,807	22,656,966	(432,713)
LOIT Public Safety	-	1,136,288	1,136,288	-
CVET	(35,784)	199,421	139,340	24,297
Mutc Sewer	9,606	-	-	9,606
Financial Institution Tax	-	157,414	119,762	37,652
HEA State Homestead Credit	2,025	-	2,025	-
LOIT PTRC	26,736	1,103,058	1,129,794	-
State Fines & Forfeitures	3,593	17,505	11,671	9,427
Infraction Judgement Fines	971	19,403	7,582	12,792
Special Death Benefit Fees	15,520	2,105	1,225	16,400
Sales Disclosure Fees State	315	3,731	1,733	2,313
Coroners Continuing Education	6	996	18	984
Mortgage Recording Fees	285	2,261	1,123	1,423
Sex & Violent Offender State	687	317	-	1,004
Child Restraint Fee	50	225	100	175
Inheritance Tax	16,899	84	944	16,039
Education Plate Fee	1,088	243	-	1,331
Riverboat Revenue Sharing	-	168,974	168,974	-
Innkeepers Tax	30,441	32,577	30,000	33,018
CEDIT Distributions	-	1,137,929	1,137,929	-
LOIT 2016 Special Distribution	-	1,280,576	1,280,576	-
Title IV-D Incentive Fund	107,221	14,984	5,510	116,695
Prosecutor IV-D Incentive Fund	50,401	22,687	18,850	54,238
Clerk IV-D Incentive Fund	124,294	14,984	10,113	129,165
Clerk's Trust	1,500,365	3,593,434	4,154,792	939,007
Superior Adult Probation	-	50	-	50
Supple Circuit Probation Serv	70,564	22,580	-	93,144
Donations Sheriff	2,643	10,009	10,000	2,652
2013 RDC TIF Bond Debt Reserve	41,824	-	-	41,824
2013 RDC TIF Bond Debt Service	54,693	49,848	52,552	51,989
2016 GO Bond Debt Service Paym	-	18,476	-	18,476
Corp Debt Service	2,528	-	-	2,528
Corp Police Pension	4,732	-	-	4,732
Corporation General	8,155	-	-	8,155
Fairgrounds Non-Revert	21,182	23,087	28,850	15,419

JENNINGS 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
Jennings Co Christmas Light	50	-	-	50
Sharps Fund	-	100	100	-
Circuit Supplemental Public	54,380	14,504	45,173	23,711
Deferral Fee	19,293	14,374	8,521	25,146
Court Security	(34,414)	15,913	31,635	(50,136)
Area Plan Non Revert	-	50	-	50
Document Storage Fee	4,198	20,439	658	23,979
Credit Union	2,614	-	-	2,614
Transportation	250	-	-	250
Law Enforcement Continuing Ed	37,243	4,199	2,582	38,860
Law Enforcement	2,166	11,219	589	12,796
Operation Pull Over	1,130	2,766	3,772	124
Criminal Background Check	159	-	-	159
Local DNR Law Enforcement	586	2,000	-	2,586
2013 GO Bond Project Fund	349,586	1,506	213,081	138,011
2013 RDC TIF Bond Project	91,816	-	-	91,816
NV Redevelopment - CR350N	19,773	-	-	19,773
Home Detention Fees	3,640	114	1,000	2,754
Transfer Fee	15,725	11,353	7,471	19,607
Alcohol & Drug	123,495	22,648	-	146,143
Rescue 20 - FEMA	585	-	-	585
Paramedic Training	5,988	5,910	11,048	850
Empg Competitive EMA	7,853	-	7,853	-
Health Maintenance	56,045	33,170	35,239	53,976
Health Assessment Incentive	1,000	-	-	1,000
CAGIT Distribution	1,069	4,544,083	4,545,152	-
County Misdemeanant Fund	(602)	602	-	-
Public Defender Services	197,296	106,368	97,158	206,506
November 2011 Certificate Sale	1,285	-	-	1,285
Asset Forfeiture	8,414	-	5,995	2,419
Community Service	11,192	3,559	2,561	12,190
Pretrial Diversion	25,651	38,130	29,414	34,367
North Vernon Sewer	(2,957)	-	-	(2,957)
Campbell Sewer Lien	1,856	-	-	1,856
2016 Go Bond Project Fund	-	1,550,500	367,132	1,183,368
Payroll - AFLAC	2,475	34,452	36,975	(48)
Payroll - Boston	604	10,678	10,551	731
457 Retirement	15,118	228,978	228,978	15,118
Payroll Medicare	53,302	83,052	83,052	53,302
SC Garnishee Service Fee	589	-	-	589
93.074 Ebola Supplemental Fund	3,927	4,196	8,076	47
Cumulative Bridge	517,176	627,069	492,657	651,588
15.659 Fish & Wildlife	18,799	-	18,799	-
Carnegie Library Plan Grant	(475)	570	95	-
Interpreter Grant	4,475	675	361	4,789
FEMA Disaster Fund	27,804	-	-	27,804
2008 IN Natural Disaster	146	-	-	146
EMS HSCP Grant	(7,853)	7,853	-	-
Hayden Sewer Project	-	493,617	493,617	-
Local Rd & Brge Matching Grant	-	1,108,939	1,002,355	106,584
Vest Grant	-	6,151	-	6,151
Totals	<u>\$ 8,310,367</u>	<u>\$ 59,912,746</u>	<u>\$ 59,157,525</u>	<u>\$ 9,065,588</u>

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

JENNINGS 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.

*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,

JENNINGS COUNTY  
NOTES TO FINANCIAL STATEMENT  
(Continued)

cigarette tax distributions received from the state, motor vehicle highway distributions received from the state, local road and street distributions received from the state, financial institution tax received from the state, auto excise surtax received from the state, commercial vehicle excise tax received from the state, major moves distributions received from the state, and riverboat receipts received from the County.

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

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

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

*E. Disbursements*

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

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

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

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

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

*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.

JENNINGS 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.

JENNINGS 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. 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.

*B. 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.

JENNINGS COUNTY  
NOTES TO FINANCIAL STATEMENT  
(Continued)

*Funding Policy*

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

*C. Additional Pension Plan*

The County also contributes to an additional pension plan unique to the County. Information regarding this plan may be obtained from the County.

**Note 7. Cash Balance Deficits**

The financial statement contains some funds with deficits in cash. This is a result of insufficient revenues and posting errors in the funds.

**Note 8. Subsequent Events**

The County received a \$500,000 Community Development Block Grant (CDBG) on January 25, 2018, and a \$320,000 Community Crossings Grant on November 8, 2018.

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#### 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.

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

	Treasurer's Cashbook	Jail Commissary	Sheriff's Inmate Trust	Jury Fee	County General
Cash and investments - beginning	\$ 694,870	\$ 49,902	\$ 59,809	\$ 4,311	\$ 241,125
Receipts:					
Taxes	-	-	-	-	4,389,145
Licenses and permits	-	-	-	-	133,327
Intergovernmental receipts	-	-	-	-	45,987
Charges for services	-	-	-	-	655,870
Fines and forfeits	-	-	-	-	216,774
Other receipts	626,870	400,511	432,372	2,476	522,412
Total receipts	<u>626,870</u>	<u>400,511</u>	<u>432,372</u>	<u>2,476</u>	<u>5,963,515</u>
Disbursements:					
Personal services	-	-	-	-	3,992,840
Supplies	-	-	-	-	98,770
Other services and charges	-	-	-	-	1,450,291
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	61,103
Other disbursements	694,870	335,907	421,135	-	-
Total disbursements	<u>694,870</u>	<u>335,907</u>	<u>421,135</u>	<u>-</u>	<u>5,603,004</u>
Excess (deficiency) of receipts over disbursements	<u>(68,000)</u>	<u>64,604</u>	<u>11,237</u>	<u>2,476</u>	<u>360,511</u>
Cash and investments - ending	<u>\$ 626,870</u>	<u>\$ 114,506</u>	<u>\$ 71,046</u>	<u>\$ 6,787</u>	<u>\$ 601,636</u>

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

	Accident Report	Animal Control	CAGIT County Certified Shares	CEDIT County share	City & Town Court Cost
Cash and investments - beginning	\$ 9,265	\$ (74,769)	\$ 127,512	\$ 25,290	\$ 27,222
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	4,283	26,949	2,273,341	856,847	6,274
Total receipts	4,283	26,949	2,273,341	856,847	6,274
Disbursements:					
Personal services	-	30,531	1,526,686	864,940	-
Supplies	-	-	103,494	-	-
Other services and charges	6,113	55,837	802,849	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	43,016	-	-
Other disbursements	-	-	-	-	-
Total disbursements	6,113	86,368	2,476,045	864,940	-
Excess (deficiency) of receipts over disbursements	(1,830)	(59,419)	(202,704)	(8,093)	6,274
Cash and investments - ending	\$ 7,435	\$ (134,188)	\$ (75,192)	\$ 17,197	\$ 33,496

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

	State Welfare Excise	Surplus County Dog Tax	Nonreverting Prisoner Reim	Transfer Fee	Covered Bridge
Cash and investments - beginning	\$ 2	\$ 442	\$ 22,809	\$ 5,312	\$ 34,319
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	421,621	-	8,500	3,825	3,700
Total receipts	<u>421,621</u>	<u>-</u>	<u>8,500</u>	<u>3,825</u>	<u>3,700</u>
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	3,750	-
Other services and charges	421,621	-	28,460	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	<u>421,621</u>	<u>-</u>	<u>28,460</u>	<u>3,750</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>-</u>	<u>(19,960)</u>	<u>75</u>	<u>3,700</u>
Cash and investments - ending	<u>\$ 2</u>	<u>\$ 442</u>	<u>\$ 2,849</u>	<u>\$ 5,387</u>	<u>\$ 38,019</u>

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

	Cumulative Court House	Jennings Drug Free Community	Electronic Map Generation	Rescue 20 - FEMA	Jennings County LEPC
Cash and investments - beginning	\$ 11,948	\$ 23,337	\$ 2,000	\$ 73,393	\$ 21,665
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	93,026	17,774	-	37,045	5,624
Total receipts	93,026	17,774	-	37,045	5,624
Disbursements:					
Personal services	-	-	-	14,440	-
Supplies	-	-	-	5,519	-
Other services and charges	76,501	21,360	-	51,570	8,418
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	76,501	21,360	-	71,529	8,418
Excess (deficiency) of receipts over disbursements	16,525	(3,586)	-	(34,484)	(2,794)
Cash and investments - ending	\$ 28,473	\$ 19,751	\$ 2,000	\$ 38,909	\$ 18,871

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

	E911 - Landline	Security Protection	Firearms Training	Health	Identity Theft Protection
Cash and investments - beginning	\$ 10,008	\$ 16,802	\$ 6,568	\$ 31,251	\$ (6)
Receipts:					
Taxes	-	-	-	235,260	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	465,451	2,062	31,159	32,332	-
Total receipts	<u>465,451</u>	<u>2,062</u>	<u>31,159</u>	<u>267,592</u>	<u>-</u>
Disbursements:					
Personal services	192,879	-	-	234,652	-
Supplies	-	-	-	2,442	-
Other services and charges	199,132	-	17,907	9,920	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	<u>392,011</u>	<u>-</u>	<u>17,907</u>	<u>247,014</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>73,440</u>	<u>2,062</u>	<u>13,252</u>	<u>20,578</u>	<u>-</u>
Cash and investments - ending	<u>\$ 83,448</u>	<u>\$ 18,864</u>	<u>\$ 19,820</u>	<u>\$ 51,829</u>	<u>\$ (6)</u>

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

	JC Landfill Closure	Local Road & Street	LOIT Public Safety-Co. Share	Inmate Med Care Reimbursement	Misdemeanant Fund
Cash and investments - beginning	\$ 10,148	\$ 12,929	\$ 537,473	\$ 1,207	\$ 35,356
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	-	278,701	801,039	271	17,016
Total receipts	-	278,701	801,039	271	17,016
Disbursements:					
Personal services	-	-	459,238	-	-
Supplies	-	132,780	124,303	-	-
Other services and charges	-	137,219	293,764	-	9,165
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	268,206	-	-
Other disbursements	-	-	-	-	-
Total disbursements	-	269,999	1,145,511	-	9,165
Excess (deficiency) of receipts over disbursements	-	8,702	(344,472)	271	7,851
Cash and investments - ending	\$ 10,148	\$ 21,631	\$ 193,001	\$ 1,478	\$ 43,207

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

	Highway	County Park Non-Reverting	Local Rainy Day	Reassessment	2015 Reassessment
Cash and investments - beginning	\$ 824,341	\$ 28,214	\$ 161,641	\$ 2,577	\$ 348,544
Receipts:					
Taxes	-	-	-	-	87,224
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	2,421,711	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	69,762	57,715	323,707	199	-
Total receipts	<u>2,491,473</u>	<u>57,715</u>	<u>323,707</u>	<u>199</u>	<u>87,224</u>
Disbursements:					
Personal services	1,099,206	14,790	-	-	21,309
Supplies	417,652	-	-	-	533
Other services and charges	627,391	3,332	-	-	117,708
Debt service - principal and interest	-	-	-	-	-
Capital outlay	279,278	-	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	<u>2,423,527</u>	<u>18,122</u>	<u>-</u>	<u>-</u>	<u>139,550</u>
Excess (deficiency) of receipts over disbursements	<u>67,946</u>	<u>39,593</u>	<u>323,707</u>	<u>199</u>	<u>(52,326)</u>
Cash and investments - ending	<u>\$ 892,287</u>	<u>\$ 67,807</u>	<u>\$ 485,348</u>	<u>\$ 2,776</u>	<u>\$ 296,218</u>

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

	Recorders Perpetuation	Riverboat	Sex & Violent Offender Admin	Superior Supplemental Public D	Surplus Tax
Cash and investments - beginning	\$ 40,565	\$ 9,618	\$ 4,804	\$ 9,626	\$ 22,207
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	40,017	127,235	2,858	2,508	14,194
Total receipts	40,017	127,235	2,858	2,508	14,194
Disbursements:					
Personal services	17,227	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	13,572	36,533	614	-	11,847
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	30,799	36,533	614	-	11,847
Excess (deficiency) of receipts over disbursements	9,218	90,702	2,244	2,508	2,347
Cash and investments - ending	\$ 49,783	\$ 100,320	\$ 7,048	\$ 12,134	\$ 24,554

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

	Surveyors Corner Perpetuation	Tax Sale Costs	Tax Sale Redemption	Tax Sale Surplus	IN Local Health Dept Trust
Cash and investments - beginning	\$ 34,644	\$ (33,674)	\$ (4,490)	\$ 246,466	\$ -
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	5,980	80,782	41,906	521,734	19,151
Total receipts	5,980	80,782	41,906	521,734	19,151
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	4,600	48,330	36,920	444,945	19,151
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	4,600	48,330	36,920	444,945	19,151
Excess (deficiency) of receipts over disbursements	1,380	32,452	4,986	76,789	-
Cash and investments - ending	\$ 36,024	\$ (1,222)	\$ 496	\$ 323,255	\$ -

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

	Vehicle Inspection	Community Service	E911 - Wireless	Child Abuse Prevention	GAL/CASA
Cash and investments - beginning	\$ 2,544	\$ 9,324	\$ 172	\$ 15	\$ (46,121)
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	1,300	-	-	-	99,619
Total receipts	<u>1,300</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>99,619</u>
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	1,605	-	-	-	53,498
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	<u>1,605</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>53,498</u>
Excess (deficiency) of receipts over disbursements	<u>(305)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>46,121</u>
Cash and investments - ending	<u>\$ 2,239</u>	<u>\$ 9,324</u>	<u>\$ 172</u>	<u>\$ 15</u>	<u>\$ -</u>

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

	Elected Officials Training	Interstate Probation Fee	E911 - General	LOIT Special Distribution	Juvenile Probation
Cash and investments - beginning	\$ 3,174	\$ 3,789	\$ 26,605	\$ -	\$ 48,949
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	2,191	1,044	263,852	198,487	1,043
Total receipts	2,191	1,044	263,852	198,487	1,043
Disbursements:					
Personal services	-	-	96,016	-	-
Supplies	-	-	11,284	-	-
Other services and charges	3,279	-	143,118	198,487	5,480
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	23,850	-	-
Other disbursements	-	-	-	-	-
Total disbursements	3,279	-	274,268	198,487	5,480
Excess (deficiency) of receipts over disbursements	(1,088)	1,044	(10,416)	-	(4,437)
Cash and investments - ending	\$ 2,086	\$ 4,833	\$ 16,189	\$ -	\$ 44,512

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

	Circuit Adult Probation	Supple Juvenile Probation Svs	Alternate Dispute Resolution	Equitable Share Law Enforcemen	Sheriff Drug Free
Cash and investments - beginning	\$ 159,367	\$ 8,915	\$ 1,784	\$ 66	\$ 43
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	97,941	1,327	7,713	-	3,000
Total receipts	97,941	1,327	7,713	-	3,000
Disbursements:					
Personal services	38,796	-	-	-	76
Supplies	15,172	-	-	-	-
Other services and charges	27,679	-	7,586	-	993
Debt service - principal and interest	-	-	-	-	-
Capital outlay	4,159	-	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	85,806	-	7,586	-	1,069
Excess (deficiency) of receipts over disbursements	12,135	1,327	127	-	1,931
Cash and investments - ending	\$ 171,502	\$ 10,242	\$ 1,911	\$ 66	\$ 1,974

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

	Recycle Center	Public Health Preparedness Co	Sheriff Continuing Education	Wth Web Feature Service	Courthouse Security Grant
Cash and investments - beginning	\$ 7,973	\$ 2,550	\$ 4,339	\$ 2,000	\$ 35,920
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	79,132	16,324	2,163	-	-
Total receipts	<u>79,132</u>	<u>16,324</u>	<u>2,163</u>	<u>-</u>	<u>-</u>
Disbursements:					
Personal services	30,682	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	9,691	16,717	874	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	-	-	-	-	35,875
Total disbursements	<u>40,373</u>	<u>16,717</u>	<u>874</u>	<u>-</u>	<u>35,875</u>
Excess (deficiency) of receipts over disbursements	<u>38,759</u>	<u>(393)</u>	<u>1,289</u>	<u>-</u>	<u>(35,875)</u>
Cash and investments - ending	<u>\$ 46,732</u>	<u>\$ 2,157</u>	<u>\$ 5,628</u>	<u>\$ 2,000</u>	<u>\$ 45</u>

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

	2013 GO Bond Debt Serv Paym	United Way	Insurance Deductions	Payroll - Child Support	Payroll Federal Tax
Cash and investments - beginning	\$ 525,388	\$ 4,400	\$ 64,614	\$ 172	\$ 9,696
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	470,032	773	330,174	30,117	521,305
Total receipts	470,032	773	330,174	30,117	521,305
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	1,796	-	-
Debt service - principal and interest	485,865	-	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	-	3,031	367,332	30,117	521,304
Total disbursements	485,865	3,031	369,128	30,117	521,304
Excess (deficiency) of receipts over disbursements	(15,833)	(2,258)	(38,954)	-	1
Cash and investments - ending	\$ 509,555	\$ 2,142	\$ 25,660	\$ 172	\$ 9,697

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

	Payroll FICA	Unreimbursed Medical	Payroll County Tax Withholding	Payroll State Tax Withholding	Uniforms
Cash and investments - beginning	\$ (16,871)	\$ 691	\$ 14,932	\$ (7,102)	\$ 318
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	355,111	5,538	92,519	184,281	1,526
Total receipts	<u>355,111</u>	<u>5,538</u>	<u>92,519</u>	<u>184,281</u>	<u>1,526</u>
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	355,111	5,538	103,096	205,424	1,264
Total disbursements	<u>355,111</u>	<u>5,538</u>	<u>103,096</u>	<u>205,424</u>	<u>1,264</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>-</u>	<u>(10,577)</u>	<u>(21,143)</u>	<u>262</u>
Cash and investments - ending	<u>\$ (16,871)</u>	<u>\$ 691</u>	<u>\$ 4,355</u>	<u>\$ (28,245)</u>	<u>\$ 580</u>

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

	SC Garnishee Service Fee	Sheriff's Retirement	Settlement	LOIT Public Safety	CVET
Cash and investments - beginning	\$ (800)	\$ -	\$ 23,446	\$ -	\$ (35,784)
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	12,952	24,965	22,200,807	1,136,288	199,421
Total receipts	12,952	24,965	22,200,807	1,136,288	199,421
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	22,656,966	1,136,288	139,340
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	12,832	24,965	-	-	-
Total disbursements	12,832	24,965	22,656,966	1,136,288	139,340
Excess (deficiency) of receipts over disbursements	120	-	(456,159)	-	60,081
Cash and investments - ending	\$ (680)	\$ -	\$ (432,713)	\$ -	\$ 24,297

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

	Mutc Sewer	Financial Institution Tax	HEA State Homestead Credit	LOIT PTRC	State Fines & Forfeitures
Cash and investments - beginning	\$ 9,606	\$ -	\$ 2,025	\$ 26,736	\$ 3,593
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	-	157,414	-	1,103,058	17,505
Total receipts	-	157,414	-	1,103,058	17,505
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	119,762	-	1,129,794	11,671
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	-	-	2,025	-	-
Total disbursements	-	119,762	2,025	1,129,794	11,671
Excess (deficiency) of receipts over disbursements	-	37,652	(2,025)	(26,736)	5,834
Cash and investments - ending	\$ 9,606	\$ 37,652	\$ -	\$ -	\$ 9,427

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

	Infraction Judgement Fines	Special Death Benefit Fees	Sales Disclosure Fees State	Coroners Continuing Education	Mortgage Recording Fees
Cash and investments - beginning	\$ 971	\$ 15,520	\$ 315	\$ 6	\$ 285
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	19,403	2,105	3,731	996	2,261
Total receipts	<u>19,403</u>	<u>2,105</u>	<u>3,731</u>	<u>996</u>	<u>2,261</u>
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	7,582	1,225	1,733	18	1,123
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	<u>7,582</u>	<u>1,225</u>	<u>1,733</u>	<u>18</u>	<u>1,123</u>
Excess (deficiency) of receipts over disbursements	<u>11,821</u>	<u>880</u>	<u>1,998</u>	<u>978</u>	<u>1,138</u>
Cash and investments - ending	<u>\$ 12,792</u>	<u>\$ 16,400</u>	<u>\$ 2,313</u>	<u>\$ 984</u>	<u>\$ 1,423</u>

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

	Sex & Violent Offender State	Child Restraint Fee	Inheritance Tax	Education Plate Fee	Riverboat Revenue Sharing
Cash and investments - beginning	\$ 687	\$ 50	\$ 16,899	\$ 1,088	\$ -
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	317	225	84	243	168,974
Total receipts	317	225	84	243	168,974
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	100	944	-	168,974
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	-	100	944	-	168,974
Excess (deficiency) of receipts over disbursements	317	125	(860)	243	-
Cash and investments - ending	\$ 1,004	\$ 175	\$ 16,039	\$ 1,331	\$ -

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

	Innkeepers Tax	CEDIT Distributions	LOIT 2016 Special Distribution	Title IV-D Incentive Fund	Prosecutor IV-D Incentive Fund
Cash and investments - beginning	\$ 30,441	\$ -	\$ -	\$ 107,221	\$ 50,401
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	32,577	1,137,929	1,280,576	14,984	22,687
Total receipts	<u>32,577</u>	<u>1,137,929</u>	<u>1,280,576</u>	<u>14,984</u>	<u>22,687</u>
Disbursements:					
Personal services	-	-	-	-	10,474
Supplies	-	-	-	-	-
Other services and charges	30,000	1,137,929	1,280,576	5,510	8,376
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	<u>30,000</u>	<u>1,137,929</u>	<u>1,280,576</u>	<u>5,510</u>	<u>18,850</u>
Excess (deficiency) of receipts over disbursements	<u>2,577</u>	<u>-</u>	<u>-</u>	<u>9,474</u>	<u>3,837</u>
Cash and investments - ending	<u>\$ 33,018</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 116,695</u>	<u>\$ 54,238</u>

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

	Clerk IV-D Incentive Fund	Clerk's Trust	Superior Adult Probation	Supple Circuit Probation Serv	Donations Sheriff
Cash and investments - beginning	\$ 124,294	\$ 1,500,365	\$ -	\$ 70,564	\$ 2,643
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	14,984	3,593,434	50	22,580	10,009
Total receipts	14,984	3,593,434	50	22,580	10,009
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	10,113	-	-	-	10,000
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	-	4,154,792	-	-	-
Total disbursements	10,113	4,154,792	-	-	10,000
Excess (deficiency) of receipts over disbursements	4,871	(561,358)	50	22,580	9
Cash and investments - ending	\$ 129,165	\$ 939,007	\$ 50	\$ 93,144	\$ 2,652

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

	2013 RDC TIF Bond <u>Debt Reserve</u>	2013 RDC TIF Bond <u>Debt Service</u>	2016 GO Bond Debt <u>Service Paym</u>	Corp Debt Service	Corp Police Pension
Cash and investments - beginning	\$ 41,824	\$ 54,693	\$ -	\$ 2,528	\$ 4,732
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	-	49,848	18,476	-	-
Total receipts	-	49,848	18,476	-	-
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service - principal and interest	-	52,552	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	-	52,552	-	-	-
Excess (deficiency) of receipts over disbursements	-	(2,704)	18,476	-	-
Cash and investments - ending	\$ 41,824	\$ 51,989	\$ 18,476	\$ 2,528	\$ 4,732

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

	Corporation General	Fairgrounds Non-Revert	Jennings Co Christmas Light	Sharps Fund	Circuit Supplemental Public
Cash and investments - beginning	\$ 8,155	\$ 21,182	\$ 50	\$ -	\$ 54,380
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	-	23,087	-	100	14,504
Total receipts	-	23,087	-	100	14,504
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	28,850	-	100	45,173
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	-	28,850	-	100	45,173
Excess (deficiency) of receipts over disbursements	-	(5,763)	-	-	(30,669)
Cash and investments - ending	\$ 8,155	\$ 15,419	\$ 50	\$ -	\$ 23,711

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

	Deferral Fee	Court Security	Area Plan Non Revert	Document Storage Fee	Credit Union
Cash and investments - beginning	\$ 19,293	\$ (34,414)	\$ -	\$ 4,198	\$ 2,614
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	14,374	15,913	50	20,439	-
Total receipts	<u>14,374</u>	<u>15,913</u>	<u>50</u>	<u>20,439</u>	<u>-</u>
Disbursements:					
Personal services	152	31,635	-	658	-
Supplies	-	-	-	-	-
Other services and charges	8,369	-	-	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	<u>8,521</u>	<u>31,635</u>	<u>-</u>	<u>658</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>5,853</u>	<u>(15,722)</u>	<u>50</u>	<u>19,781</u>	<u>-</u>
Cash and investments - ending	<u>\$ 25,146</u>	<u>\$ (50,136)</u>	<u>\$ 50</u>	<u>\$ 23,979</u>	<u>\$ 2,614</u>

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

	Transportation	Law Enforcement Continuing Ed	Law Enforcement	Operation Pull Over	Criminal Background Check
Cash and investments - beginning	\$ 250	\$ 37,243	\$ 2,166	\$ 1,130	\$ 159
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	-	4,199	11,219	2,766	-
Total receipts	-	4,199	11,219	2,766	-
Disbursements:					
Personal services	-	-	-	266	-
Supplies	-	-	-	-	-
Other services and charges	-	2,582	589	3,506	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	-	2,582	589	3,772	-
Excess (deficiency) of receipts over disbursements	-	1,617	10,630	(1,006)	-
Cash and investments - ending	\$ 250	\$ 38,860	\$ 12,796	\$ 124	\$ 159

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

	Local DNR Law Enforcement	2013 GO Bond Project Fund	2013 RDC TIF Bond Project	NV Redevelopment - CR350N	Home Detention Fees
Cash and investments - beginning	\$ 586	\$ 349,586	\$ 91,816	\$ 19,773	\$ 3,640
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	2,000	1,506	-	-	114
Total receipts	2,000	1,506	-	-	114
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	59,355	-	-	-
Other services and charges	-	84,951	-	-	1,000
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	68,775	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	-	213,081	-	-	1,000
Excess (deficiency) of receipts over disbursements	2,000	(211,575)	-	-	(886)
Cash and investments - ending	\$ 2,586	\$ 138,011	\$ 91,816	\$ 19,773	\$ 2,754

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

	Transfer Fee	Alcohol & Drug	Rescue 20 - FEMA	Paramedic Training	Empg Competitive EMA
Cash and investments - beginning	\$ 15,725	\$ 123,495	\$ 585	\$ 5,988	\$ 7,853
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	11,353	22,648	-	5,910	-
Total receipts	<u>11,353</u>	<u>22,648</u>	<u>-</u>	<u>5,910</u>	<u>-</u>
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	7,471	-	-	11,048	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	-	-	-	-	7,853
Total disbursements	<u>7,471</u>	<u>-</u>	<u>-</u>	<u>11,048</u>	<u>7,853</u>
Excess (deficiency) of receipts over disbursements	<u>3,882</u>	<u>22,648</u>	<u>-</u>	<u>(5,138)</u>	<u>(7,853)</u>
Cash and investments - ending	<u>\$ 19,607</u>	<u>\$ 146,143</u>	<u>\$ 585</u>	<u>\$ 850</u>	<u>\$ -</u>

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

	Health Maintenance	Health Assessment Incentive	CAGIT Distribution	County Misdemeanant Fund	Public Defender Services
Cash and investments - beginning	\$ 56,045	\$ 1,000	\$ 1,069	\$ (602)	\$ 197,296
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	33,170	-	4,544,083	602	106,368
Total receipts	<u>33,170</u>	<u>-</u>	<u>4,544,083</u>	<u>602</u>	<u>106,368</u>
Disbursements:					
Personal services	-	-	-	-	3,399
Supplies	-	-	-	-	90
Other services and charges	35,239	-	4,545,152	-	93,669
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	<u>35,239</u>	<u>-</u>	<u>4,545,152</u>	<u>-</u>	<u>97,158</u>
Excess (deficiency) of receipts over disbursements	<u>(2,069)</u>	<u>-</u>	<u>(1,069)</u>	<u>602</u>	<u>9,210</u>
Cash and investments - ending	<u>\$ 53,976</u>	<u>\$ 1,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 206,506</u>

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

	November 2011 Certificate Sale	Asset Forfeiture	Community Service	Pretrial Diversion	North Vernon Sewer
Cash and investments - beginning	\$ 1,285	\$ 8,414	\$ 11,192	\$ 25,651	\$ (2,957)
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	-	-	3,559	38,130	-
Total receipts	-	-	3,559	38,130	-
Disbursements:					
Personal services	-	-	-	28,752	-
Supplies	-	-	-	-	-
Other services and charges	-	5,995	2,561	662	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	-	5,995	2,561	29,414	-
Excess (deficiency) of receipts over disbursements	-	(5,995)	998	8,716	-
Cash and investments - ending	\$ 1,285	\$ 2,419	\$ 12,190	\$ 34,367	\$ (2,957)

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

	Campbell Sewer Lien	2016 Go Bond Project Fund	Payroll - AFLAC	Payroll - Boston	457 Retirement
Cash and investments - beginning	\$ 1,856	\$ -	\$ 2,475	\$ 604	\$ 15,118
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	-	1,550,500	34,452	10,678	228,978
Total receipts	-	1,550,500	34,452	10,678	228,978
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	367,132	-	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	-	-	36,975	10,551	228,978
Total disbursements	-	367,132	36,975	10,551	228,978
Excess (deficiency) of receipts over disbursements	-	1,183,368	(2,523)	127	-
Cash and investments - ending	\$ 1,856	\$ 1,183,368	\$ (48)	\$ 731	\$ 15,118

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

	Payroll Medicare	SC Garnishee Service Fee	93.074 Ebola Supplemental Fund	Cumulative Bridge	15,659 Fish & Wildlife
Cash and investments - beginning	\$ 53,302	\$ 589	\$ 3,927	\$ 517,176	\$ 18,799
Receipts:					
Taxes	-	-	-	413,350	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	83,052	-	4,196	213,719	-
Total receipts	83,052	-	4,196	627,069	-
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	8,076	161,966	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	330,691	-
Other disbursements	83,052	-	-	-	18,799
Total disbursements	83,052	-	8,076	492,657	18,799
Excess (deficiency) of receipts over disbursements	-	-	(3,880)	134,412	(18,799)
Cash and investments - ending	\$ 53,302	\$ 589	\$ 47	\$ 651,588	\$ -

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

	Carnegie Library Plan Grant	Interpreter Grant	FEMA Disaster Fund	2008 IN Natural Disaster	EMS HSCP Grant
Cash and investments - beginning	\$ (475)	\$ 4,475	\$ 27,804	\$ 146	\$ (7,853)
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	570	675	-	-	7,853
Total receipts	570	675	-	-	7,853
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	361	-	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	95	-	-	-	-
Total disbursements	95	361	-	-	-
Excess (deficiency) of receipts over disbursements	475	314	-	-	7,853
Cash and investments - ending	\$ -	\$ 4,789	\$ 27,804	\$ 146	\$ -

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

	Hayden Sewer Project	Local Rd & Brge Matching Grant	Vest Grant	Totals
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ 8,310,367
Receipts:				
Taxes	-	-	-	5,124,979
Licenses and permits	-	-	-	133,327
Intergovernmental receipts	-	-	-	2,467,698
Charges for services	-	-	-	655,870
Fines and forfeits	-	-	-	216,774
Other receipts	493,617	1,108,939	6,151	51,314,098
Total receipts	<u>493,617</u>	<u>1,108,939</u>	<u>6,151</u>	<u>59,912,746</u>
Disbursements:				
Personal services	-	-	-	8,709,644
Supplies	-	-	-	975,144
Other services and charges	493,617	1,002,355	-	40,194,321
Debt service - principal and interest	-	-	-	538,417
Capital outlay	-	-	-	1,079,078
Other disbursements	-	-	-	7,660,921
Total disbursements	<u>493,617</u>	<u>1,002,355</u>	<u>-</u>	<u>59,157,525</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>106,584</u>	<u>6,151</u>	<u>755,221</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 106,584</u>	<u>\$ 6,151</u>	<u>\$ 9,065,588</u>

JENNINGS 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>\$ 42,058</u>	<u>\$ -</u>

JENNINGS COUNTY  
SCHEDULE OF LEASES AND DEBT  
December 31, 2016

Type	Description of Debt Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:			
General obligation bonds	General Obligation Bond Series 2016	\$ 1,550,000	\$ 22,320
General obligation bonds	General Obligation Bonds Series 2013	720,000	486,749
Revenue bonds	Tax Increment Revenue Bonds Series 2013	480,000	51,699
Notes and loans payable	Two 2016 Dodge Chargers	62,224	28,297
Notes and loans payable	International Truck 7400	22,296	26,296
Notes and loans payable	International Truck 7400	28,375	28,375
Notes and loans payable	JCB Loader	88,604	23,747
Notes and loans payable	Pug Mill & Generator	182,729	48,691
Notes and loans payable	2012 Grade all	58,670	58,670
Notes and loans payable	2014 6103 D John Deere Tractor	34,974	11,658
Notes and loans payable	Dura Patcher	<u>8,000</u>	<u>8,000</u>
Totals		<u>\$ 3,235,872</u>	<u>\$ 794,502</u>

JENNINGS COUNTY  
 SCHEDULE OF CAPITAL ASSETS  
 December 31, 2016

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

	Ending Balance
Governmental activities:	
Land	\$ 213,989
Infrastructure	77,380,627
Buildings	10,073,966
Improvements other than buildings	995,621
Machinery, equipment, and vehicles	<u>7,817,920</u>
Total capital assets	<u>\$ 96,482,123</u>

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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 JENNINGS COUNTY, INDIANA

**Report on Compliance for the Major Federal Program**

We have audited Jennings 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

November 19, 2018

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND ACCOMPANYING NOTES

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

JENNINGS 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 Housing and Urban Development</u>					
Community Development Block Grants/State's program and Non-Entitlement Grants in Hawaii Hayden Sewer Project	Indiana Office of Community and Rural Affairs	14.228	B15DC180001WW-13-102	\$ 493,617	\$ 493,617
Total - Department of Housing and Urban Development				493,617	493,617
<u>Department of Justice</u>					
Crime Victim Assistance FY14 VOCA Victim Assistance Formula	Indiana Criminal Justice Institute	16.575	FY2016	-	21,051
Equitable Sharing Program Federal Forfeiture	Direct	16.922	FY2016	-	5,995
Total - Department of Justice				-	27,046
<u>Department of Transportation</u>					
Highway Planning and Construction Cluster Highway Planning and Construction Scipio Covered Bridge Des. 0101263 Bridge Inspection Des. 1382119 Bridge #52	Indiana Department of Transportation	20.205	Des. 0101263 Des. 1382119 Des. 1382875	-	18,078 61,409 129,410
Total - Highway Planning and Construction Cluster				-	208,897
Highway Safety Cluster State and Community Highway Safety Operation Pull Over	Indiana Criminal Justice Institute	20.600	D3-16-10884	-	2,766
Total - Department of Transportation				-	211,663
<u>Department of Health and Human Services</u>					
Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements Public Health Emergency Preparedness (PHEP) Cooperative Agreement	Indiana Department of Health	93.074	U90TP000521	-	61,627
Child Support Enforcement Prosecutor/Clerk Expenditures Child Support Incentive Expenditures Indirect Costs	Indiana Department of Child Services	93.563	FY 2016 FY 2016 FY 2016	- - -	125,020 34,472 48,907
Total - Child Support Enforcement				-	208,399
Total - Department Health and Human Service				-	270,026
<u>Department of Homeland Security</u>					
Emergency Management Performance Grants Emergency Management Performance Grant	Indiana Department of Homeland Security	97.042	C440-2-347A	-	10,895
Homeland Security Grant Program 2015 Homeland Security Grant 2014 Homeland Security Grant	Indiana Department of Homeland Security	97.067	38515SHSP 38514SHSP	- -	3,898 104
Total - Homeland Security Grant Program				-	4,002
Total - Department of Homeland Security				-	14,897
Total federal awards expended				\$ 493,617	\$ 1,017,249

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

JENNINGS 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.

JENNINGS COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

**Section I - Summary of Auditor's Results**

Financial Statement:

Type of auditor's report issued:	Adverse as to GAAP; Unmodified as to Regulatory Basis
Internal control over financial reporting:	
Material weakness identified?	yes
Significant deficiency identified?	none reported
Noncompliance material to financial statement noted?	no

Federal Awards:

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

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

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>	<u>Opinion Issued</u>
14.228	Community Development Block Grants/State's program and Non-Entitlement Grants in Hawaii	Unmodified

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

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

**FINDING 2016-001**

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

*Condition*

There were several deficiencies in the internal control system of the County Auditor related to financial transactions and reporting. There was a lack of segregation of duties, as the County Auditor had not separated incompatible activities related to receipts, disbursements, and financial reporting, including the Schedule of Expenditures of Federal Awards (SEFA).

JENNINGS COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)

*Receipts*

The County Auditor had not designed or implemented controls, including segregation of duties, related to receipts to ensure that all receipts were posted to the ledger. Reconcilements were not made between the Treasurer's Monthly Financial Statement, Form 61, and the County Auditor's Monthly Financial Statement, Form 61 for the audit period.

*Disbursements*

The County Auditor had not designed or implemented controls, including segregation of duties, over disbursements to ensure the accuracy of payroll disbursements. The Payroll Clerk processed, posted, and distributed payroll without a documented oversight, review, or approval process.

*Financial Reporting - Financial Statement*

The County Auditor had not designed or implemented controls, including segregation of duties, to ensure the accuracy of the financial statement. The County Auditor entered the County's financial information into the Indiana Gateway for Government Units (Gateway) financial reporting system, which was the source of the financial statement. The process was completed without a documented oversight, review, or approval process prior to submission.

*Financial Reporting - SEFA*

The County Auditor had not designed or implemented controls, including segregation of duties, to ensure the accuracy of the SEFA. Federal grant information was prepared and submitted in Gateway without a documented oversight, review, or approval process to ensure the federal grant information was accurate prior to submission.

*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. . . ."

JENNINGS COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)

*Cause*

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

*Effect*

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

*Recommendation*

We recommended that the County Auditor establish a system of internal controls, including segregation of duties, related to financial transactions and reporting.

*Views of Responsible Officials*

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

**FINDING 2016-002**

Subject: Financial Transactions and Reporting - Clerk of the Circuit Court  
Audit Finding: Material Weakness

*Condition*

There were several deficiencies in the internal control system of the Clerk of the Circuit Court (Clerk) related to financial transactions and reporting. There was a lack of segregation of duties, as the Clerk had not separated incompatible activities related to cash and investments, receipts, disbursements, and financial reporting.

*Cash and Investments*

The Clerk had not designed or implemented controls, including segregation of duties, to ensure the accuracy of the cash and investments balance. During the audit period, no reconciliations of the bank statement balances to the Clerk's ledger or accounting software balances were prepared.

*Receipts*

The Clerk had not separated incompatible activities to ensure the accuracy of the receipts. One employee received money, issued official receipts, prepared bank deposits, posted receipts, approved adjustments, and was responsible for preparing bank reconciliations. The process was completed without a documented oversight, review, or approval process.

*Disbursements*

The Clerk had not designed or implemented controls, including segregation of duties, related to disbursements. One employee prepared, processed, and distributed checks for the Trust. The process was completed without a documented oversight, review, or approval process to ensure the accuracy of the disbursements.

JENNINGS COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)

*Financial Reporting*

The Clerk prepared and submitted the Supplemental CAR-1 report, which was the source of the Clerk's Trust fund on the financial statement, without a documented oversight, review, or approval process to ensure the financial information was accurate prior to submission.

*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 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 Clerk establish a system of internal controls, including segregation of duties, related to 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.

JENNINGS COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)

***FINDING 2016-003***

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

*Condition*

There were several deficiencies in the internal control system of the County Treasurer related to financial transactions and reporting. There was a lack of segregation of duties, as the County Treasurer had not separated incompatible activities related to cash and investments, receipts, and financial reporting.

*Cash and Investments*

The County Treasurer had not designed or implemented controls, including segregation of duties, to ensure the accuracy of the cash and investment balances. During the audit period, no reconciliations of the bank statement balances to the County Treasurer's Daily Balance of Cash and Depositories (Cash Book) balances were prepared.

*Receipts*

The County Treasurer had not designed or implemented controls, including segregation of duties, related to receipts. One employee was responsible for preparing the daily deposits, daily Cash Book postings, and reconciling the Cash Book to the County Treasurer's funds ledger. The process was completed without a documented oversight, review, or approval process to ensure the accuracy of the receipts.

*Financial Reporting*

The County Treasurer prepared and submitted the Supplemental CAR-1 report, which was the source of the County Treasurer's Cashbook fund on the financial statement, without a documented oversight, review, or approval process to ensure the accuracy of the report prior to submission.

*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. . . .

JENNINGS COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)

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

*Cause*

Management 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, including segregation of duties, related to financial transactions and reporting.

*Views of Responsible Officials*

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

**Section III - Federal Award Findings and Questioned Costs**

**FINDING 2016-004**

Subject: Community Development Block Grants/State's program and  
Non-Entitlement Grants in Hawaii - Subrecipient Monitoring

Federal Agency: Department of Housing and Urban Development

Federal Program: Community Development Block Grants/State's program  
and Non-Entitlement Grants in Hawaii

CFDA Number: 14.228

Federal Award Number and Year (or Other Identifying Number): B15DC180001WW-13-102

Pass-Through Entity: Indiana Office of Community and Rural Affairs

Compliance Requirement: Subrecipient Monitoring

Audit Finding: Material Weakness

*Condition*

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

The County did not have controls in place to provide proper monitoring of the subrecipient to ensure that they complied with the suspension and debarment requirements. The County did not have controls in place to ensure that the subrecipient verified that the contractor for the project was not suspended or debarred from participation in federal programs.

*Context*

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

JENNINGS COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)

*Criteria*

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). . . ."

2 CFR 200.331 states in part:

"All pass-through entities must: . . .

(d) Monitor the activities of the subrecipient as necessary to ensure that the subaward is used for authorized purposes, in compliance with Federal statutes, regulations, and the terms and conditions of the subaward; and that subaward performance goals are achieved. . . ."

*Cause*

Management had not established a system of internal controls that would have ensured compliance with the subrecipient monitoring requirements.

*Effect*

The failure to establish an effective internal control system enabled material noncompliance to go undetected. Noncompliance with the grant agreement and the subrecipient monitoring requirements could have resulted in the loss of funds to the County.

*Questioned Costs*

There were no questioned costs identified.

*Recommendation*

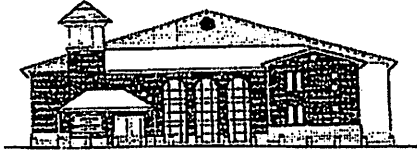
We recommended that the County's management establish a system of internal controls to ensure compliance and comply with the Subrecipient Monitoring compliance requirement.

*Views of Responsible Officials*

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

AUDITEE-PREPARED DOCUMENT

The subsequent document was provided by management of the County. The document is presented as intended by the County.



Jennings County Government Center  
200 East Brown Street, Vernon, IN 47282

*Kay S Vance*  
Auditor of Jennings County  
200 East Brown Street  
P.O. Box 383  
Vernon, IN 47282  
Phone: (812) 352-3021 Fax: (812) 352-3032

**Corrective Action Plan**

**Fiscal Year of Finding 2016 Financial Statement Findings**

Contact Person: Kay S. Vance

Contact Phone: 812-352-3021

Views of Responsible Official: I concur with the finding.

Finding 2016 – 001

**Financial Transactions and Reporting**

Going forward in 2019 the Auditor will print out the information in Gateway and have someone initial off that the information is correctly put in Gateway.

**Receipts**

The monthly comparison report is now being initialed off by one deputy in the Auditor’s office and one deputy in the Treasurer’s office. This was implemented in 2017.

**Disbursements**

The Payroll Deputy will have another person initial off that the information processed is correct by initialing the reports. This was implemented in 2017.

**Schedule of Federal Awards**

Grant information put into Gateway will be printed out and checked and initialed off by another person in the office beginning 2019.

*Kay Sue Vance*  
\_\_\_\_\_  
Kay Sue Vance

*Auditor*  
\_\_\_\_\_  
Title

*11-19-18*  
\_\_\_\_\_  
Date



MARY DORSETT KILGORE  
JENNINGS COUNTY CLERK OF THE CIRCUIT & SUPERIOR COURTS

Corrective Action Plan  
Finding 2016-002

Contact Person Responsible for Corrective Action: Mary Dorsett Kilgore  
Contact Phone Number: 812-352-3073

Finding: Financial Transaction and Reporting - the Clerk of the Circuit Court prepared and submitted the Supplemental CAR-1 report, which was the source of the Clerk's Trust on the financial statement; however, the process was completed without a documented oversight, review or approval process, or other compensating control in place to ensure that information was submitted accurately.

Corrective Plan: CAR-1, staff will review and add documentation of such by adding signature to the Clerk's.

Finding: Cash and Investments - the Clerk of the Circuit Court had not designed or implemented effective controls over cash and investments to prevent or detect and correct, material misstatements. From January 1, 2016 through December 31, 2016 no bank reconciliations of the bank statement balances to the Clerk's ledger or accounting software balance were prepared.

Corrective Plan: Original bank account "MHI" added to Odyssey case management system. Two staff will prepare, review, and document by signing.

Finding: Receipts - the Clerk of the Circuit Court had not separated incompatible activities related to cash and investments and receipts. One employee received money, issued official receipts, prepared bank deposits, posted receipts, approved adjustments, and is responsible for preparing bank reconciliation. The process was completed without a documented oversight, review or approval process, or other compensating control in place to ensure accuracy.

Corrective Plan: Daily Report of Collections will be signed by preparer and reviewer.

Finding: Disbursements the Clerk of the Circuit Court had not designed or implemented effective controls related to disbursements. One employee prepares, processes, and distributes checks for the ISETS trust. The process was completed without a documented oversight, review, or approval process, or other compensating control in place to ensure accuracy.

Corrective Plan: One staff will print Check report and sign, and one staff will review & verify to check register for Odyssey & ISETS by signing.

Respectfully Submitted,

  
November 15, 2018  
Mary Dorsett Kilgore  
Jennings County Clerk of Circuit & Superior Court

Jennings County Clerk  
25 Pike Street  
Box 385  
Vernon, IN 47282  
812-352-3070



## *Jennings County Treasurer's Office*

*Kitty Shepherd, Treasurer*

200 E. Brown Street, Vernon, IN 47282  
(812) 352-3060 Fax: 812 352-3064  
Email: [kshepherd@jenningscounty-in.gov](mailto:kshepherd@jenningscounty-in.gov)

### **CORRECTIVE ACTION PLAN**

#### **FINDING 2016-003**

Subject: Financial Transactions and Reporting – Treasurer  
Audit Findings: Material Weakness, Other Matters

Contact Person Responsible for Corrective Action: Kitty Shepherd, Treasurer  
Contact Phone Number: (812) 352-3060

Views of responsible official; we concur with the finding.

It should be noted that in 2016 I was not the office holder and I am reporting on the procedures in place since taking office in 2017. The following is a summary of how our office currently performs these duties.

1. Financial Transactions and Reporting : In preparing the CAR-1 Report the information is pulled using the LOW System by the Chief Deputy Treasurer and inputted into the CAR - 1 Report. Once the report is completed by the Chief Deputy the report and supporting documentation is given to the Treasurer for review and signature. The Treasurer then submits the reviewed and signed CAR-1 Report to the Auditor.
2. Cash and Investments: Chief Deputy currently reconciles daily. (In 2017, the accounts were reconciled with the banks monthly.) These are included in the daily paperwork where the Treasurer reviews, approves and initials each bank account. The Monthly Treasurer's Report is filed monthly with SBOA, Jennings County Council and Jennings County Commissioners. A report is also filed in our daily work box for the month and in a separate file in the treasurer's office.
3. Receipts: The Chief Deputy and Deputy receipt the money. The Chief Deputy and Deputy review the receipting paperwork in their daily work. The Treasurer has the final approval and signs off on Finalized paperwork.

*Kitty Shepherd*  
\_\_\_\_\_  
(Signature)

*Treasurer*  
\_\_\_\_\_  
(Title)

*11-19-18*  
\_\_\_\_\_  
(Date)

# Jennings County Commissioners

200 East Brown • P.O. Box 383 • Vernon, Indiana 47282  
(812) 352-3016 • Fax (812) 352-3032

## Corrective Action Plan

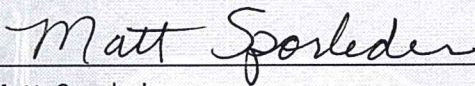
Contact Person: Matt Sporleder

Contact Phone: 812-592-5408

Finding 2016 - 004 Federal Award Findings and Questioned Costs

## Sub Recipient Monitoring

We will have the grant administrator attend the Commissioners meetings to give a report on sub recipient monitoring as it pertains to grants.



Matt Sporleder

Matt Sporleder

Commissioner President

Title

11/20/2018

Date

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Robert Willhite  
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#### 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/>.