

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF
FLOYD COUNTY, INDIANA
January 1, 2018 to December 31, 2018



FILED
08/14/2019

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
County Auditor	Scott L. Clark	01-01-15 to 12-31-22
County Treasurer	Lois N. Endris	01-01-17 to 12-31-20
Clerk of the Circuit Court	Christina M. Eurton Danita Burks	01-01-15 to 12-31-18 01-01-19 to 12-31-22
County Sheriff	Frank Loop	01-01-15 to 12-31-22
County Recorder	Todd Scannell	01-01-17 to 12-31-20
President of the Board of County Commissioners	Mark Seabrook Billy Stewart	01-01-18 to 12-31-18 01-01-19 to 12-31-19
President of the County Council	Brad Striegel Denise Konkle	01-01-18 to 12-31-18 01-01-19 to 12-31-19



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF FLOYD COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of Floyd County (County), which comprises the financial position and results of operations for the year ended December 31, 2018, 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, 2018.

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, 2018, in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

Other Matters

Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming an opinion on the County's financial statement. The Combining Schedule of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis and Schedule of Leases and Debt, 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 July 16, 2019, 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

July 16, 2019



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 FLOYD 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 Floyd County (County), which comprises the financial position and results of operations for the year ended December 31, 2018, and the related notes to the financial statement, and have issued our report thereon dated July 16, 2019, 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 2018-001, 2018-002, and 2018-003, that we consider to be material weaknesses.

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

Compliance and Other Matters


As part of obtaining reasonable assurance about whether the County's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2018-001, 2018-002, and 2018-003.

Floyd 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

July 16, 2019

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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.

FLOYD COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2018

Fund	Cash and Investments 01-01-18	Receipts	Disbursements	Cash and Investments 12-31-18
Treasurer After-Settlement Collection	\$ 2,429,743	\$ 2,293,587	\$ 2,430,093	\$ 2,293,237
Floyd County Jail Inmate Trust	490,155	1,319,729	1,092,685	717,199
Odyssey	2,424,695	3,516,491	4,046,980	1,894,206
Special Vehicle and Equipment	77,423	16,293	6,845	86,871
Treasurer Cash Drawer	350	-	-	350
General	74,759	16,542,208	16,207,093	409,874
Accident Report	6,814	9,602	10,945	5,471
Employee Benefit Special Fund	326	5,625,423	5,621,513	4,236
Child Advocacy	75	-	-	75
Clerk's Records Perpetuation	39,015	48,831	48,566	39,280
Community Corrections	111,113	339,206	402,849	47,470
Veterans Court User Fees	10,067	2,985	1,073	11,979
Congressional School Principal	24,995	15,000	-	39,995
Sales Disclosure- County Share	17,365	10,338	23,515	4,188
Cumulative Bridge	946,429	515,198	816,788	644,839
Drug Free Community	18,309	60,611	49,536	29,384
Economic Development	690,729	4,059,713	3,767,490	982,952
Emergency Planning/Right to Know	15,002	4,929	2,431	17,500
Firearms Training	94,788	21,408	31,003	85,193
Enhanced Access	41,156	26,764	-	67,920
Health	309,755	1,053,453	815,846	547,362
Identification Security Protection	38,359	20,680	-	59,039
Local Health Maintenance	89,199	50,129	51,421	87,907
Local Road and Street	802,478	1,009,445	1,561,110	250,813
LOIT Public Safety- County Share	523,157	777,217	938,099	362,275
Medical Care for Inmates	29,820	53,668	8,989	74,499
Misdemeanant	133	46,637	-	46,770
Motor Vehicle Highway	729,835	3,001,277	3,111,139	619,973
Park Nonreverting Capital	43,994	18,990	40,554	22,430
Plat Book	8,930	-	-	8,930
Redevelopment Commission	8,205	700	3,728	5,177
Rainy Day	174,480	-	5,000	169,480
Reassessment- 2009	750	-	-	750
Recorder's Records Perpetuation	332,382	265,572	187,733	410,221
Riverboat	73,666	357,147	171,508	259,305
Sex and Violent Offender Administration	11,893	4,680	1,022	15,551
Sheriff's Pension Trust	16,312	79,956	38,398	57,870
Supplemental Public Defender Services	150,041	96,476	126,562	119,955
Surplus Tax	488,111	161,792	92,730	557,173
Surveyor's Corner Perpetuation	114,445	103,130	21,381	196,194
Tax Sale Redemption	33,714	340,892	345,509	29,097
Tax Sale Surplus	1,532,554	1,592,557	1,272,041	1,853,070
Local Health Department Trust Account	88,185	46,684	32,153	102,716
Unsafe Building	539	-	-	539
Victim Impact Program	9,527	27,811	22,466	14,872
Guardian Ad Litem	-	64,191	64,191	-
Park and Recreation	298,012	600,722	490,291	408,443
County Offender Transportation Fund	48,639	12,549	-	61,188
Statewide 911	432,961	618,695	499,972	551,684
Reassessment	340,120	354,353	340,695	353,778
Alcohol and Drug User Fees	174,105	139,886	162,630	151,361
Adult Probation Administrative	260,303	71,072	92,275	239,100
Juvenile Probation Administrative	3,267	21,501	24,758	10

FLOYD COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2018

Fund	Cash and Investments 01-01-18	Receipts	Disbursements	Cash and Investments 12-31-18
Supplemental Adult Probation Services	14,424	327,046	172,518	168,952
Supplemental Juvenile Probation Services	30	15,702	15,731	1
Parks Non-Reverting Fund	367,895	252,623	330,500	290,018
Sheriff Sale Administration	68,195	25,450	168	93,477
County Local Law Enforcement Training	1,202	2,849	700	3,351
Health Clinic	-	5,416	320	5,096
Collection Agency Fees	-	217,821	75,675	142,146
Donations	4,400	3,500	3,666	4,234
Local Law Enforcement Continuing Education	90,199	15,092	14,662	90,629
Health Insurance	148,677	3,211,093	3,205,095	154,675
Capital Projects	-	14,342,425	2,196,683	12,145,742
New Albany Township Trustee	25,690	186,317	176,531	35,476
Medical Life Withholding	20,636	13,033	13,244	20,425
Humana Disability	325	4,722	4,871	176
Humana Critical	1,058	8,235	8,557	736
Payroll Withholding- Deferred Compensation	20	299,567	299,587	-
Payroll Withholding- Federal	-	1,326,312	1,326,312	-
Payroll Withholding- FICA and Medicare	-	2,320,658	2,320,658	-
Humana Accident	130	3,150	3,280	-
Payroll Withholding- Local Tax	-	195,387	195,387	-
Payroll Withholding- PERF	164	1,737,657	1,737,581	240
Humana Dental	12,244	137,357	125,330	24,271
Payroll Withholding- Sheriff Pension	3,406	147,226	146,701	3,931
Payroll Withholding- State	-	481,270	481,270	-
Colonial Withholding	7,928	30,732	27,029	11,631
Withholdings 5202-5206	10,790	73,677	72,794	11,673
Payroll Withholding- Wage Garnishments	-	69,943	69,943	-
Settlement	-	81,668,075	81,668,075	-
CVET Agency	-	233,115	233,115	-
Financial Institution Tax	-	332,263	332,263	-
CEDIT Homestead Credit	44,411	-	-	44,411
LIT Property Tax	55,423	2,426,138	2,405,173	76,388
State Fines and Forfeitures	285	1,637	1,658	264
Infraction Judgements	1,494	24,041	24,347	1,188
Special Death Benefit	570	7,855	7,875	550
Sales Disclosure- State Share	915	10,338	9,663	1,590
Coroners Training and Continuing Education	1,112	12,572	12,669	1,015
Mortgage Recording Fees- State Share	723	7,913	8,090	546
DLGF Homestead Property Database	-	4	4	-
Sex and Violent Offender Admin- State	65	470	500	35
Child Restraint Violation Fines	1,203	20,131	20,685	649
Education Plate Fees Agency	75	1,106	1,106	75
Riverboat Agency Clearing	-	627,948	609,994	17,954
Innkeepers Tax Collections	-	152,279	152,279	-
City/Town Ordinance Violations Fines	81,499	18,184	-	99,683
ISETS Child Support	12,922	996,796	999,910	9,808
93.563 Title IV-D Incentive	176,967	26,284	7,200	196,051
93.563 ARRA Prosecutor IV-D Incentive	239,667	39,541	469	278,739
93.563 ARRA Clerk IV-D Incentive Post 99	86,239	26,284	9,311	103,212
County Elected Official Training	27,123	20,681	4,405	43,399
Worker's Compensation Non-Reverting	-	273,312	270,962	2,350
Health Insurance Non-Reverting	11,705	2,206	13,911	-
Prosecutor Drug Investigation Non-Reverting	26,746	11,674	12,284	26,136

FLOYD COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2018

Fund	Cash and Investments 01-01-18	Receipts	Disbursements	Cash and Investments 12-31-18
Pineview Purchase by Bond	207	-	-	207
Floyd County Youth Service	430,548	894,512	933,534	391,526
Capital Development Tourism	-	50,760	50,760	-
Bad Checks	28,171	360	1,810	26,721
MCH Patient Fees	101	-	-	101
State Homeland Security Grant	6,733	-	-	6,733
Bio-Terrorism and Public Preparedness Program	1,924	43,788	49,442	(3,730)
Auditor's Ineligible Deductions Non-Reverting	530,945	3,392	102,046	432,291
Sexual Assault Grant	25,475	-	-	25,475
Prosecutor S.T.O.P. Grant	(8,751)	27,790	9,850	9,189
Floyd County Health WIC	(29,952)	254,158	255,996	(31,790)
Juvenile Accountability Incentive	267	-	-	267
Floyd County JAG Grant	17,286	10,328	26,129	1,485
Non-Reverting Revolving Loan Fund	131,880	24,608	-	156,488
Sheriff's Dept. Asset Forfeiture	290,698	6,590	1,750	295,538
County Landowners Lab Cont.	281,443	-	-	281,443
Veterans Court Donations	4,800	10,624	34,971	(19,547)
Veterans Service Horseshoe Grant	17	-	-	17
FY2017 Grant- R Farris	28,373	78,125	38,721	67,777
Community Corrections Problem Solving	116,717	209,375	290,064	36,028
Scenic Valley CDBG Grant	8,026	-	8,026	-
HMEP Competitive Grant	-	10,650	10,650	-
2015 SHSP Competitive Grant	(14,714)	64,661	49,947	-
Self Help Court Reform Grant	(7,913)	40,094	55,467	(23,286)
Commercial Court Grant- Superior 3	41,600	116,688	62,816	95,472
Hospital Fund	6,750,968	13,255,795	10,586,922	9,419,841
Interest Fund	73,935	6,398,923	851,883	5,620,975
Highlander PT/Edwardsville TIF	31,042	949,029	819,586	160,485
Clerks Election Fund	16,400	199,000	195,888	19,512
Jail Treatment Grant	49,024	154,122	125,658	77,488
Adult Probation Community Based Supervision Grant	26,997	49,320	76,317	-
Prosecutor State Forfeiture Fund	1,000	4,509	-	5,509
Prosecutor State Drug Grant	4,000	-	2,855	1,145
Sheriff Corrections Readiness	-	39,344	-	39,344
Community Corrections Leftover Grant Money	-	47,685	5,276	42,409
Project Income	343,381	200,869	178,841	365,409
FC Gangs Task Force	109	-	-	109
Levy Excess Fund	40,783	-	40,783	-
Community Corrections A&D Grant	3,010	3,096	3,010	3,096
Indiana Judicial "FLIP" Grant	10,772	-	-	10,772
Treasurer Non-Reverting	5,980	1,860	-	7,840
Floyd County Subdivision Infrastructure	688,223	442,174	177,450	952,947
GIS Department	36,502	10,140	12,423	34,219
Floyd County Surface and Storm Water Admin. Fund	12,500	-	11,715	785
Planning Commission Surface and Storm Water Admin.	3,382	2,203	5,584	1
Stormwater Management Operating	563,860	776,969	920,951	419,878
LIT Certified Shares	-	19,885,233	19,885,233	-
Diversions Fund	70,585	29,055	31,761	67,879
LIT Economic Development	-	8,283,345	8,283,345	-
Totals	\$ 26,844,070	\$ 210,394,459	\$ 189,109,807	\$ 48,128,722

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

FLOYD 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.

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

FLOYD COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

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).

Utility fees. Amounts received from charges for current services for storm water.

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.

Utility operating expenses. Amounts disbursed for operating the storm water utility.

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.

FLOYD 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.

FLOYD COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

State statutes authorize the County to invest in securities including, but not limited to, the following: federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local governmental units.

Note 5. Risk Management

The County may be exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; job-related illnesses or injuries to employees; medical benefits to employees, retirees, and dependents; and natural disasters.

These risks can be mitigated through the purchase of insurance, establishment of a self-insurance fund, and/or participation in a risk pool. The purchase of insurance transfers the risk to an independent third-party. The establishment of a self-insurance fund allows the County to set aside money for claim settlements. The self-insurance fund would be included in the financial statement. The purpose of participation in a risk pool is to provide a medium for the funding and administration of the risks.

Note 6. Pension Plans

A. Public Employees' Retirement Fund

Plan Description

The Indiana Public Employees' Retirement Fund (PERF) Defined Benefit Plan is a cost-sharing multiple-employer defined benefit plan and provides retirement, disability, and survivor benefits to plan members. PERF is administered through the Indiana Public Retirement System (INPRS) Board in accordance with state statutes (IC 5-10.2, IC 5-10.3) and administrative code (35 IAC 1.2), which govern most requirements of the system and give the County authority to contribute to the plan.

My Choice: Retirement Savings Plan for Public Employees (My Choice) is a multiple-employer defined contribution plan. It is administered through the Indiana Public Retirement System (INPRS) Board in accordance with state statutes (IC 5-10.2, IC 5-10.3) and administrative code (35 IAC 1.2), which govern most requirements of the system and give the County authority to contribute to the plan.

New employees hired have a one-time election to join either the Public Employees' Hybrid Plan (PERF Hybrid) or the My Choice: Retirement Savings Plan for Public Employees (My Choice), which is a multiple-employer defined contribution plan. PERF Hybrid consists of two components: PERF DB, the employer-funded monthly defined benefit component, and the Public Employees' Hybrid Members Defined Contribution Account, the defined contribution component.

Financial Report

INPRS issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole and for its participants. That report may be obtained by contacting:

FLOYD COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

Indiana Public Retirement System
One North Capitol, Suite 001
Indianapolis, IN 46204
Ph. (844) 464-6777

Contributions

Members' contributions are set by state statute at 3 percent of compensation for both the defined contribution component of PERF Hybrid and My Choice. The employer may elect to make the contribution on behalf of the member of the defined contribution component of PERF Hybrid and My Choice members may receive additional employer contribution in lieu of the PERF DB. Contributions to the PERF DB are determined by INPRS Board based on actuarial valuation.

B. County Police Retirement Plan

Plan Description

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

Funding Policy

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

C. County Police Benefit Plan

Plan Description

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

Funding Policy

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

FLOYD COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 7. Cash Balance Deficits

The financial statement contains some funds with deficits in cash. This is a result of reimbursable grant fund expenditures made by the County for which reimbursements had not been received by December 31, 2018.

Note 8. Combined Funds

In the prior financial statement, various funds in the ledger were combined by the County into a single fund on the financial statement; in the current financial statement these funds are listed individually as follows:

The County User Fee fund was reported as a combined fund in the prior financial statement, but was reported individually as the Diversion Fund, Veterans Court User Fees fund, Alcohol and Drug User Fees fund, and Special Vehicle and Equipment fund in the current financial statement.

The Local Law Enforcement Continuing Education fund was reported as a combined fund in the prior financial statement, but was reported individually as the Local Law Enforcement Continuing Education fund and County Local Law Enforcement Training fund in the current financial statement.

The Payroll Withholding - Insurance fund was reported as a combined fund in the prior financial statement, but was reported individually as Humana Disability fund, Humana Critical fund, and Humana Accident fund in the current financial statement.

The prior financial statement had various insurance withholding funds appear separately on the financial statement. The County has combined them into a single fund on the current financial statement as follows:

The Withholdings 5202-5206 fund on the current financial statement is made up of the following funds in the prior financial statement: American Family Withholding fund, Humana Vision Care fund, Humana Life fund, Fort Dearborn Life Insurance fund, and the Colonial Life Withholding fund.

Note 9. Asset Purchase Agreement (Sale of Hospital) - Continuing Requirements

On June 29, 2016, the County hospital, known as Floyd Memorial Hospital and Health Services, Inc., entered into an agreement to sell its assets and liabilities to Baptist Health System, Inc. (Baptist), a Kentucky Corporation. The total sales price was \$161 million.

In conjunction with this sale, the County received a ten year promissory note for \$61 million issued on September 30, 2016, that matures on January 1, 2026. The note requires ten payments of \$6.1 million plus accrued interest to be paid annually on January 31. Interest payable is to be calculated annually on the first day of the year using the ten year Treasury bond rate plus 50 basis points. Early payoff of the note is permissible without penalty. The note is a senior debt obligation of Baptist pari passu with the outstanding debt of Baptist pursuant to Baptist's Master Trust Indenture and secured by the Note.

FLOYD COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

The County has agreed to remit 7.86 percent per year of the total annual note payment received to Floyd Memorial Hospital Foundation, or another hospital foundation servicing the county, per the asset purchase agreement.

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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.

FLOYD COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	Treasurer After-Settlement Collection	Floyd County Jail Inmate Trust	Odyssey	Special Vehicle and Equipment	Treasurer Cash Drawer	General
Cash and investments - beginning	\$ 2,429,743	\$ 490,155	\$ 2,424,695	\$ 77,423	\$ 350	\$ 74,759
Receipts:						
Taxes	2,293,587	-	-	-	-	12,620,046
Intergovernmental receipts	-	-	-	-	-	1,184,640
Charges for services	-	-	-	-	-	1,096,516
Fines and forfeits	-	-	3,516,491	-	-	215,898
Utility fees	-	-	-	-	-	-
Other receipts	-	1,319,729	-	16,293	-	1,425,108
Total receipts	2,293,587	1,319,729	3,516,491	16,293	-	16,542,208
Disbursements:						
Personal services	-	-	-	-	-	10,687,097
Supplies	-	-	-	-	-	1,024,274
Other services and charges	-	-	-	-	-	4,059,541
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	6,845	-	101,598
Utility operating expenses	-	-	-	-	-	-
Other disbursements	2,430,093	1,092,685	4,046,980	-	-	334,583
Total disbursements	2,430,093	1,092,685	4,046,980	6,845	-	16,207,093
Excess (deficiency) of receipts over disbursements	(136,506)	227,044	(530,489)	9,448	-	335,115
Cash and investments - ending	\$ 2,293,237	\$ 717,199	\$ 1,894,206	\$ 86,871	\$ 350	\$ 409,874

FLOYD COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	Accident Report	Employee Benefit Special Fund	Child Advocacy	Clerk's Records Perpetuation	Community Corrections	Veterans Court User Fees
Cash and investments - beginning	\$ 6,814	\$ 326	\$ 75	\$ 39,015	\$ 111,113	\$ 10,067
Receipts:						
Taxes	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	335,064	-
Charges for services	9,602	-	-	-	-	-
Fines and forfeits	-	-	-	48,787	-	2,985
Utility fees	-	-	-	-	-	-
Other receipts	-	5,625,423	-	44	4,142	-
Total receipts	9,602	5,625,423	-	48,831	339,206	2,985
Disbursements:						
Personal services	-	5,621,513	-	19,704	279,880	-
Supplies	-	-	-	-	7,075	1,073
Other services and charges	10,945	-	-	-	24,392	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	28,862	91,502	-
Total disbursements	10,945	5,621,513	-	48,566	402,849	1,073
Excess (deficiency) of receipts over disbursements	(1,343)	3,910	-	265	(63,643)	1,912
Cash and investments - ending	\$ 5,471	\$ 4,236	\$ 75	\$ 39,280	\$ 47,470	\$ 11,979

FLOYD COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	Congressional School Principal	Sales Disclosure- County Share	Cumulative Bridge	Drug Free Community	Economic Development	Emergency Planning/Right to Know
Cash and investments - beginning	\$ 24,995	\$ 17,365	\$ 946,429	\$ 18,309	\$ 690,729	\$ 15,002
Receipts:						
Taxes	-	-	409,637	-	-	-
Intergovernmental receipts	-	-	48,039	12,258	-	4,929
Charges for services	-	-	52,764	-	-	-
Fines and forfeits	-	-	-	48,353	-	-
Utility fees	-	-	-	-	-	-
Other receipts	15,000	10,338	4,758	-	4,059,713	-
Total receipts	15,000	10,338	515,198	60,611	4,059,713	4,929
Disbursements:						
Personal services	-	14,263	37,687	-	156,490	-
Supplies	-	-	-	-	75,583	-
Other services and charges	-	9,252	299,887	49,536	2,353,981	2,431
Debt service - principal and interest	-	-	212,350	-	205,806	-
Capital outlay	-	-	266,864	-	975,630	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	-	23,515	816,788	49,536	3,767,490	2,431
Excess (deficiency) of receipts over disbursements	15,000	(13,177)	(301,590)	11,075	292,223	2,498
Cash and investments - ending	\$ 39,995	\$ 4,188	\$ 644,839	\$ 29,384	\$ 982,952	\$ 17,500

FLOYD COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	Firearms Training	Enhanced Access	Health	Identification Security Protection	Local Health Maintenance	Local Road and Street
Cash and investments - beginning	\$ 94,788	\$ 41,156	\$ 309,755	\$ 38,359	\$ 89,199	\$ 802,478
Receipts:						
Taxes	-	-	683,755	-	-	-
Intergovernmental receipts	-	-	80,186	-	1,270	960,224
Charges for services	21,408	-	-	20,680	48,859	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	26,764	289,512	-	-	49,221
Total receipts	21,408	26,764	1,053,453	20,680	50,129	1,009,445
Disbursements:						
Personal services	-	-	729,879	-	10,461	-
Supplies	-	-	62,740	-	3,763	-
Other services and charges	-	-	23,147	-	37,197	356,454
Debt service - principal and interest	-	-	-	-	-	311,700
Capital outlay	-	-	-	-	-	892,956
Utility operating expenses	-	-	-	-	-	-
Other disbursements	31,003	-	80	-	-	-
Total disbursements	31,003	-	815,846	-	51,421	1,561,110
Excess (deficiency) of receipts over disbursements	(9,595)	26,764	237,607	20,680	(1,292)	(551,665)
Cash and investments - ending	\$ 85,193	\$ 67,920	\$ 547,362	\$ 59,039	\$ 87,907	\$ 250,813

FLOYD COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	LOIT Public Safety- County Share	Medical Care for Inmates	Misdemeanant	Motor Vehicle Highway	Park Nonreverting Capital	Plat Book
Cash and investments - beginning	\$ 523,157	\$ 29,820	\$ 133	\$ 729,835	\$ 43,994	\$ 8,930
Receipts:						
Taxes	-	-	-	-	-	-
Intergovernmental receipts	777,217	-	-	2,983,923	-	-
Charges for services	-	53,668	46,637	-	14,608	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	-	-	17,354	4,382	-
Total receipts	777,217	53,668	46,637	3,001,277	18,990	-
Disbursements:						
Personal services	-	-	-	1,692,460	-	-
Supplies	-	-	-	495,815	-	-
Other services and charges	-	-	-	119,080	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	938,099	-	-	803,784	39,779	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	8,989	-	-	775	-
Total disbursements	938,099	8,989	-	3,111,139	40,554	-
Excess (deficiency) of receipts over disbursements	(160,882)	44,679	46,637	(109,862)	(21,564)	-
Cash and investments - ending	\$ 362,275	\$ 74,499	\$ 46,770	\$ 619,973	\$ 22,430	\$ 8,930

FLOYD COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	Redevelopment Commission	Rainy Day	Reassessment- 2009	Recorder's Records Perpetuation	Riverboat	Sex and Violent Offender Administration
Cash and investments - beginning	\$ 8,205	\$ 174,480	\$ 750	\$ 332,382	\$ 73,666	\$ 11,893
Receipts:						
Taxes	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	265,572	-	4,680
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	700	-	-	-	357,147	-
Total receipts	700	-	-	265,572	357,147	4,680
Disbursements:						
Personal services	-	-	-	121,631	-	-
Supplies	-	-	-	-	-	870
Other services and charges	3,728	5,000	-	-	171,508	152
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	66,102	-	-
Total disbursements	3,728	5,000	-	187,733	171,508	1,022
Excess (deficiency) of receipts over disbursements	(3,028)	(5,000)	-	77,839	185,639	3,658
Cash and investments - ending	\$ 5,177	\$ 169,480	\$ 750	\$ 410,221	\$ 259,305	\$ 15,551

FLOYD COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	Sheriff's Pension Trust	Supplemental Public Defender Services	Surplus Tax	Surveyor's Corner Perpetuation	Tax Sale Redemption	Tax Sale Surplus
Cash and investments - beginning	\$ 16,312	\$ 150,041	\$ 488,111	\$ 114,445	\$ 33,714	\$ 1,532,554
Receipts:						
Taxes	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	103,130	-	-
Fines and forfeits	-	52,686	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	79,956	43,790	161,792	-	340,892	1,592,557
Total receipts	79,956	96,476	161,792	103,130	340,892	1,592,557
Disbursements:						
Personal services	-	15,817	-	21,213	-	-
Supplies	-	163	-	-	-	-
Other services and charges	-	110,443	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	89	-	168	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	38,398	50	92,730	-	345,509	1,272,041
Total disbursements	38,398	126,562	92,730	21,381	345,509	1,272,041
Excess (deficiency) of receipts over disbursements	41,558	(30,086)	69,062	81,749	(4,617)	320,516
Cash and investments - ending	\$ 57,870	\$ 119,955	\$ 557,173	\$ 196,194	\$ 29,097	\$ 1,853,070

FLOYD COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	Local Health Department Trust Account	Unsafe Building	Victim Impact Program	Guardian Ad Litem	Park and Recreation	County Offender Transportation Fund
Cash and investments - beginning	\$ 88,185	\$ 539	\$ 9,527	\$ -	\$ 298,012	\$ 48,639
Receipts:						
Taxes	-	-	-	-	524,577	-
Intergovernmental receipts	4,959	-	27,811	64,191	76,145	125
Charges for services	33,925	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	7,800	-	-	-	-	12,424
Total receipts	46,684	-	27,811	64,191	600,722	12,549
Disbursements:						
Personal services	-	-	22,466	-	321,925	-
Supplies	1,514	-	-	-	41,444	-
Other services and charges	30,639	-	-	-	126,642	-
Debt service - principal and interest	-	-	-	-	280	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	64,191	-	-
Total disbursements	32,153	-	22,466	64,191	490,291	-
Excess (deficiency) of receipts over disbursements	14,531	-	5,345	-	110,431	12,549
Cash and investments - ending	\$ 102,716	\$ 539	\$ 14,872	\$ -	\$ 408,443	\$ 61,188

FLOYD COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	Statewide 911	Reassessment	Alcohol and Drug User Fees	Adult Probation Administrative	Juvenile Probation Administrative	Supplemental Adult Probation Services
Cash and investments - beginning	\$ 432,961	\$ 340,120	\$ 174,105	\$ 260,303	\$ 3,267	\$ 14,424
Receipts:						
Taxes	-	86,239	-	-	-	-
Intergovernmental receipts	-	10,114	-	-	-	-
Charges for services	618,695	-	-	-	-	2,035
Fines and forfeits	-	-	-	71,042	7,001	324,881
Utility fees	-	-	-	-	-	-
Other receipts	-	258,000	139,886	30	14,500	130
Total receipts	618,695	354,353	139,886	71,072	21,501	327,046
Disbursements:						
Personal services	4,358	59,046	135,224	32,187	24,758	62,760
Supplies	-	1,278	6,433	-	-	22,153
Other services and charges	495,614	177,555	13,298	-	-	62,907
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	102,816	1,665	45,588	-	14,950
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	6,010	14,500	-	9,748
Total disbursements	499,972	340,695	162,630	92,275	24,758	172,518
Excess (deficiency) of receipts over disbursements	118,723	13,658	(22,744)	(21,203)	(3,257)	154,528
Cash and investments - ending	\$ 551,684	\$ 353,778	\$ 151,361	\$ 239,100	\$ 10	\$ 168,952

FLOYD COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	Supplemental Juvenile Probation Services	Parks Non-Reverting Fund	Sheriff Sale Administration	County Local Law Enforcement Training	Health Clinic	Collection Agency Fees
Cash and investments - beginning	\$ 30	\$ 367,895	\$ 68,195	\$ 1,202	\$ -	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	252,623	25,450	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	15,702	-	-	2,849	5,416	217,821
Total receipts	15,702	252,623	25,450	2,849	5,416	217,821
Disbursements:						
Personal services	3,864	65,987	-	700	-	-
Supplies	-	175,200	-	-	320	-
Other services and charges	10,791	44,688	-	-	-	75,675
Debt service - principal and interest	-	44,625	-	-	-	-
Capital outlay	1,076	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	168	-	-	-
Total disbursements	15,731	330,500	168	700	320	75,675
Excess (deficiency) of receipts over disbursements	(29)	(77,877)	25,282	2,149	5,096	142,146
Cash and investments - ending	\$ 1	\$ 290,018	\$ 93,477	\$ 3,351	\$ 5,096	\$ 142,146

FLOYD COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	Donations	Local Law Enforcement Continuing Education	Health Insurance	Capital Projects	New Albany Township Trustee	Medical Life Withholding
Cash and investments - beginning	\$ 4,400	\$ 90,199	\$ 148,677	\$ -	\$ 25,690	\$ 20,636
Receipts:						
Taxes	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	15,092	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	3,500	-	3,211,093	14,342,425	186,317	13,033
Total receipts	3,500	15,092	3,211,093	14,342,425	186,317	13,033
Disbursements:						
Personal services	2,939	-	-	-	176,531	-
Supplies	727	-	-	-	-	-
Other services and charges	-	-	-	250,113	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	890,775	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	14,662	3,205,095	1,055,795	-	13,244
Total disbursements	3,666	14,662	3,205,095	2,196,683	176,531	13,244
Excess (deficiency) of receipts over disbursements	(166)	430	5,998	12,145,742	9,786	(211)
Cash and investments - ending	\$ 4,234	\$ 90,629	\$ 154,675	\$ 12,145,742	\$ 35,476	\$ 20,425

FLOYD COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	Humana Disability	Humana Critical	Payroll Withholding- Deferred Compensation	Payroll Withholding- Federal	Payroll Withholding- FICA and Medicare	Humana Accident
Cash and investments - beginning	\$ 325	\$ 1,058	\$ 20	\$ -	\$ -	\$ 130
Receipts:						
Taxes	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	4,722	8,235	299,567	1,326,312	2,320,658	3,150
Total receipts	4,722	8,235	299,567	1,326,312	2,320,658	3,150
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	4,871	8,557	299,587	1,326,312	2,320,658	3,280
Total disbursements	4,871	8,557	299,587	1,326,312	2,320,658	3,280
Excess (deficiency) of receipts over disbursements	(149)	(322)	(20)	-	-	(130)
Cash and investments - ending	\$ 176	\$ 736	\$ -	\$ -	\$ -	\$ -

FLOYD COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	Payroll Withholding- Local Tax	Payroll Withholding- PERF	Humana Dental	Payroll Withholding- Sheriff Pension	Payroll Withholding- State	Colonial Withholding
Cash and investments - beginning	\$ -	\$ 164	\$ 12,244	\$ 3,406	\$ -	\$ 7,928
Receipts:						
Taxes	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	195,387	1,737,657	137,357	147,226	481,270	30,732
Total receipts	195,387	1,737,657	137,357	147,226	481,270	30,732
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	195,387	1,737,581	125,330	146,701	481,270	27,029
Total disbursements	195,387	1,737,581	125,330	146,701	481,270	27,029
Excess (deficiency) of receipts over disbursements	-	76	12,027	525	-	3,703
Cash and investments - ending	\$ -	\$ 240	\$ 24,271	\$ 3,931	\$ -	\$ 11,631

FLOYD COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	Withholdings 5202-5206	Payroll Withholding- Wage Garnishments	Settlement	CVET Agency	Financial Institution Tax	CEDIT Homestead Credit
Cash and investments - beginning	\$ 10,790	\$ -	\$ -	\$ -	\$ -	\$ 44,411
Receipts:						
Taxes	-	-	69,877,731	-	-	-
Intergovernmental receipts	-	-	9,734,215	233,115	332,263	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	73,677	69,943	2,056,129	-	-	-
Total receipts	73,677	69,943	81,668,075	233,115	332,263	-
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	72,794	69,943	81,668,075	233,115	332,263	-
Total disbursements	72,794	69,943	81,668,075	233,115	332,263	-
Excess (deficiency) of receipts over disbursements	883	-	-	-	-	-
Cash and investments - ending	\$ 11,673	\$ -	\$ -	\$ -	\$ -	\$ 44,411

FLOYD COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	LIT Property Tax	State Fines and Forfeitures	Infraction Judgements	Special Death Benefit	Sales Disclosure- State Share	Coroners Training and Continuing Education
Cash and investments - beginning	\$ 55,423	\$ 285	\$ 1,494	\$ 570	\$ 915	\$ 1,112
Receipts:						
Taxes	2,426,138	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	10,338	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	1,637	24,041	7,855	-	12,572
Total receipts	2,426,138	1,637	24,041	7,855	10,338	12,572
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	2,405,173	1,658	24,347	7,875	9,663	12,669
Total disbursements	2,405,173	1,658	24,347	7,875	9,663	12,669
Excess (deficiency) of receipts over disbursements	20,965	(21)	(306)	(20)	675	(97)
Cash and investments - ending	\$ 76,388	\$ 264	\$ 1,188	\$ 550	\$ 1,590	\$ 1,015

FLOYD COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	Mortgage Recording Fees- State Share	DLGF Homestead Property Database	Sex and Violent Offender Admin- State	Child Restraint Violation Fines	Education Plate Fees Agency	Riverboat Agency Clearing
Cash and investments - beginning	\$ 723	\$ -	\$ 65	\$ 1,203	\$ 75	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	1,106	-
Charges for services	7,913	-	470	-	-	-
Fines and forfeits	-	-	-	20,131	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	4	-	-	-	627,948
Total receipts	7,913	4	470	20,131	1,106	627,948
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	8,090	4	500	20,685	1,106	609,994
Total disbursements	8,090	4	500	20,685	1,106	609,994
Excess (deficiency) of receipts over disbursements	(177)	-	(30)	(554)	-	17,954
Cash and investments - ending	\$ 546	\$ -	\$ 35	\$ 649	\$ 75	\$ 17,954

FLOYD COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	Inkeepers Tax Collections	City/Town Ordinance Violations Fines	ISETS Child Support	93.563 Title IV-D Incentive	93.563 ARRA Prosecutor IV-D Incentive	93.563 ARRA Clerk IV-D Incentive Post 99
Cash and investments - beginning	\$ -	\$ 81,499	\$ 12,922	\$ 176,967	\$ 239,667	\$ 86,239
Receipts:						
Taxes	152,279	-	-	-	-	-
Intergovernmental receipts	-	-	-	26,284	39,541	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	18,184	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	-	996,796	-	-	26,284
Total receipts	152,279	18,184	996,796	26,284	39,541	26,284
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	152,279	-	999,910	7,200	469	9,311
Total disbursements	152,279	-	999,910	7,200	469	9,311
Excess (deficiency) of receipts over disbursements	-	18,184	(3,114)	19,084	39,072	16,973
Cash and investments - ending	\$ -	\$ 99,683	\$ 9,808	\$ 196,051	\$ 278,739	\$ 103,212

FLOYD COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	County Elected Official Training	Worker's Compensation Non-Reverting	Health Insurance Non-Reverting	Prosecutor Drug Investigation Non-Reverting	Pineview Purchase by Bond	Floyd County Youth Service
Cash and investments - beginning	\$ 27,123	\$ -	\$ 11,705	\$ 26,746	\$ 207	\$ 430,548
Receipts:						
Taxes	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	96,212
Charges for services	20,680	-	-	-	-	794,899
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	1	273,312	2,206	11,674	-	3,401
Total receipts	20,681	273,312	2,206	11,674	-	894,512
Disbursements:						
Personal services	-	-	-	-	-	886,284
Supplies	-	-	-	-	-	8,608
Other services and charges	4,405	-	-	4,784	-	37,271
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	7,500	-	1,371
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	270,962	13,911	-	-	-
Total disbursements	4,405	270,962	13,911	12,284	-	933,534
Excess (deficiency) of receipts over disbursements	16,276	2,350	(11,705)	(610)	-	(39,022)
Cash and investments - ending	\$ 43,399	\$ 2,350	\$ -	\$ 26,136	\$ 207	\$ 391,526

FLOYD COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	Capital Development Tourism	Bad Checks	MCH Patient Fees	State Homeland Security Grant	Bio-Terrorism and Public Preparedness Program	Auditor's Ineligible Deductions Non-Reverting
Cash and investments - beginning	\$ -	\$ 28,171	\$ 101	\$ 6,733	\$ 1,924	\$ 530,945
Receipts:						
Taxes	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	43,788	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	50,760	360	-	-	-	3,392
Total receipts	50,760	360	-	-	43,788	3,392
Disbursements:						
Personal services	-	-	-	-	-	65
Supplies	-	-	-	-	6,331	-
Other services and charges	-	310	-	-	37,291	2,369
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	1,500	-	-	5,820	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	50,760	-	-	-	-	99,612
Total disbursements	50,760	1,810	-	-	49,442	102,046
Excess (deficiency) of receipts over disbursements	-	(1,450)	-	-	(5,654)	(98,654)
Cash and investments - ending	\$ -	\$ 26,721	\$ 101	\$ 6,733	\$ (3,730)	\$ 432,291

FLOYD COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	Sexual Assault Grant	Prosecutor S.T.O.P. Grant	Floyd County Health WIC	Juvenile Accountability Incentive	Floyd County JAG Grant	Non-Reverting Revolving Loan Fund
Cash and investments - beginning	\$ 25,475	\$ (8,751)	\$ (29,952)	\$ 267	\$ 17,286	\$ 131,880
Receipts:						
Taxes	-	-	-	-	-	-
Intergovernmental receipts	-	27,790	254,158	-	10,328	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	-	-	-	-	24,608
Total receipts	-	27,790	254,158	-	10,328	24,608
Disbursements:						
Personal services	-	9,850	226,918	-	-	-
Supplies	-	-	12,424	-	-	-
Other services and charges	-	-	16,654	-	8,843	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	17,286	-
Total disbursements	-	9,850	255,996	-	26,129	-
Excess (deficiency) of receipts over disbursements	-	17,940	(1,838)	-	(15,801)	24,608
Cash and investments - ending	\$ 25,475	\$ 9,189	\$ (31,790)	\$ 267	\$ 1,485	\$ 156,488

FLOYD COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	Sheriff's Dept. Asset Forfeiture	County Landowners Lab Cont.	Veterans Court Donations	Veterans Service Horseshoe Grant	FY2017 Grant- R Farris	Community Corrections Problem Solving
Cash and investments - beginning	\$ 290,698	\$ 281,443	\$ 4,800	\$ 17	\$ 28,373	\$ 116,717
Receipts:						
Taxes	-	-	-	-	-	-
Intergovernmental receipts	-	-	10,624	-	78,125	209,375
Charges for services	6,590	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total receipts	6,590	-	10,624	-	78,125	209,375
Disbursements:						
Personal services	-	-	21,716	-	8,089	155,080
Supplies	-	-	4,618	-	-	4,821
Other services and charges	-	-	8,637	-	-	63,802
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	1,750	-	-	-	30,632	66,361
Total disbursements	1,750	-	34,971	-	38,721	290,064
Excess (deficiency) of receipts over disbursements	4,840	-	(24,347)	-	39,404	(80,689)
Cash and investments - ending	\$ 295,538	\$ 281,443	\$ (19,547)	\$ 17	\$ 67,777	\$ 36,028

FLOYD COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	Scenic Valley CDBG Grant	HMEP Competitive Grant	2015 SHSP Competitive Grant	Self Help Court Reform Grant	Commercial Court Grant- Superior 3	Hospital Fund
Cash and investments - beginning	\$ 8,026	\$ -	\$ (14,714)	\$ (7,913)	\$ 41,600	\$ 6,750,968
Receipts:						
Taxes	-	-	-	-	-	-
Intergovernmental receipts	-	10,650	64,661	40,094	116,688	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	-	-	-	-	13,255,795
Total receipts	-	10,650	64,661	40,094	116,688	13,255,795
Disbursements:						
Personal services	-	-	-	11,209	-	-
Supplies	-	-	-	-	-	59,904
Other services and charges	8,026	-	-	44,258	62,816	3,086,604
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	2,440,414
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	10,650	49,947	-	-	5,000,000
Total disbursements	8,026	10,650	49,947	55,467	62,816	10,586,922
Excess (deficiency) of receipts over disbursements	(8,026)	-	14,714	(15,373)	53,872	2,668,873
Cash and investments - ending	\$ -	\$ -	\$ -	\$ (23,286)	\$ 95,472	\$ 9,419,841

FLOYD COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	Interest Fund	Highlander PT/Edwardsville TIF	Clerks Election Fund	Jail Treatment Grant	Adult Probation Community Based Supervision Grant	Prosecutor State Forfeiture Fund
Cash and investments - beginning	\$ 73,935	\$ 31,042	\$ 16,400	\$ 49,024	\$ 26,997	\$ 1,000
Receipts:						
Taxes	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	154,122	49,320	-
Charges for services	18,575	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	6,380,348	949,029	199,000	-	-	4,509
Total receipts	6,398,923	949,029	199,000	154,122	49,320	4,509
Disbursements:						
Personal services	-	-	-	55,730	59,325	-
Supplies	-	-	-	-	-	-
Other services and charges	851,883	819,586	195,888	31,346	420	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	38,582	16,572	-
Total disbursements	851,883	819,586	195,888	125,658	76,317	-
Excess (deficiency) of receipts over disbursements	5,547,040	129,443	3,112	28,464	(26,997)	4,509
Cash and investments - ending	\$ 5,620,975	\$ 160,485	\$ 19,512	\$ 77,488	\$ -	\$ 5,509

FLOYD COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	Prosecutor State Drug Grant	Sheriff Corrections Readiness	Community Corrections Leftover Grant Money	Project Income	FC Gangs Task Force	Levy Excess Fund
Cash and investments - beginning	\$ 4,000	\$ -	\$ -	\$ 343,381	\$ 109	\$ 40,783
Receipts:						
Taxes	-	-	-	-	-	-
Intergovernmental receipts	-	39,344	-	190,568	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	10,301	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	-	47,685	-	-	-
Total receipts	-	39,344	47,685	200,869	-	-
Disbursements:						
Personal services	2,821	-	5,276	79,460	-	-
Supplies	34	-	-	1,495	-	-
Other services and charges	-	-	-	86,115	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	10,627	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	1,144	-	40,783
Total disbursements	2,855	-	5,276	178,841	-	40,783
Excess (deficiency) of receipts over disbursements	(2,855)	39,344	42,409	22,028	-	(40,783)
Cash and investments - ending	\$ 1,145	\$ 39,344	\$ 42,409	\$ 365,409	\$ 109	\$ -

FLOYD COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	Community Corrections A&D Grant	Indiana Judicial "FLIP" Grant	Treasurer Non-Reverting	Floyd County Subdivision Infrastructure	GIS Department	Floyd County Surface and Storm Water Admin. Fund
Cash and investments - beginning	\$ 3,010	\$ 10,772	\$ 5,980	\$ 688,223	\$ 36,502	\$ 12,500
Receipts:						
Taxes	-	-	-	-	-	-
Intergovernmental receipts	3,096	-	-	-	-	-
Charges for services	-	-	1,860	442,174	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	-	-	-	10,140	-
Total receipts	3,096	-	1,860	442,174	10,140	-
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	1,500	-	-	-	-	-
Other services and charges	1,110	-	-	102,450	12,423	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	75,000	-	11,715
Utility operating expenses	-	-	-	-	-	-
Other disbursements	400	-	-	-	-	-
Total disbursements	3,010	-	-	177,450	12,423	11,715
Excess (deficiency) of receipts over disbursements	86	-	1,860	264,724	(2,283)	(11,715)
Cash and investments - ending	\$ 3,096	\$ 10,772	\$ 7,840	\$ 952,947	\$ 34,219	\$ 785

FLOYD COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	Planning Commission Surface and Storm Water Admin.	Stormwater Management Operating	LIT Certified Shares	Diversion Fund	LIT Economic Development	Totals
Cash and investments - beginning	\$ 3,382	\$ 563,860	\$ -	\$ 70,585	\$ -	\$ 26,844,070
Receipts:						
Taxes	-	-	-	-	-	89,073,989
Intergovernmental receipts	-	-	-	-	-	18,336,562
Charges for services	-	-	-	-	-	3,974,351
Fines and forfeits	-	-	-	-	-	4,351,832
Utility fees	-	776,969	-	-	-	776,969
Other receipts	2,203	-	19,885,233	29,055	8,283,345	93,880,756
Total receipts	2,203	776,969	19,885,233	29,055	8,283,345	210,394,459
Disbursements:						
Personal services	-	628,792	-	-	-	22,471,455
Supplies	-	-	-	-	-	2,020,160
Other services and charges	-	-	-	-	-	14,411,887
Debt service - principal and interest	-	-	-	-	-	774,761
Capital outlay	-	-	-	-	-	7,636,629
Utility operating expenses	5,584	292,159	-	-	-	297,743
Other disbursements	-	-	19,885,233	31,761	8,283,345	141,497,172
Total disbursements	5,584	920,951	19,885,233	31,761	8,283,345	189,109,807
Excess (deficiency) of receipts over disbursements	(3,381)	(143,982)	-	(2,706)	-	21,284,652
Cash and investments - ending	\$ 1	\$ 419,878	\$ -	\$ 67,879	\$ -	\$ 48,128,722

FLOYD COUNTY
SCHEDULE OF LEASES AND DEBT
December 31, 2018

Description of Debt		Ending	Principal and
Type	Purpose	Principal	Interest Due
		Balance	Within One
			Year
Governmental activities:			
General obligation bonds	Parks Department Bond	\$ 1,120,000	\$ 106,475
General obligation bonds	Pineview Building Purchase	1,145,000	133,688
General obligation bonds	Road Improvement Bond Series 2014	3,380,000	333,271
General obligation bonds	Bridge Bond	285,000	70,125
General obligation bonds	County Bridge Improvements Bonds Series 2015	1,810,000	137,576
Revenue bonds	Tax increment Revenue Bonds - 2018	925,000	56,457
Notes and loans payable	Criminal Justice Center Bank Anticipation Notes - 2018	<u>14,870,000</u>	<u>-</u>
Total governmental activities		<u>23,535,000</u>	<u>837,592</u>
Totals		<u>\$ 23,535,000</u>	<u>\$ 837,592</u>

SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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

TO: THE OFFICIALS OF FLOYD COUNTY, INDIANA

Report on Compliance for Each Major Federal Program

We have audited Floyd County's (County) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2018. The County's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

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

Auditor's Responsibility

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

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

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

Opinion on Each Major Federal Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2018.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying Schedule of Findings and Questioned Costs as item 2018-004. Our opinion on each major federal program is not modified with respect to these matters.

The County's response to the noncompliance 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.

Report on Internal Control over Compliance

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


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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies 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 2018-004, that we consider to be a material weakness.

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

The County's response to the internal control over compliance finding 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

July 16, 2019

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.

FLOYD COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2018

Federal Grantor Agency Cluster Title/Program 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
Department of Agriculture					
Child Nutrition Cluster					
School Breakfast Program	Indiana Department of Education	10.553	2018	\$ -	\$ 4,636
School Breakfast Program					
National School Lunch Program	Indiana Department of Education	10.555	2018	-	6,157
National School Lunch Program					
Total - Child Nutrition Cluster				-	10,793
WIC Special Supplemental Nutrition Program for Women, Infants, and Children	Indiana State Department of Health				
WIC		10.557	40010557WPCG018	-	13,459
WIC		10.557	40010557WPCAD18	-	220,074
WIC		10.557	40010557WICAD19	-	19,332
WIC		10.557	40010557WPCG019	-	1,293
Total - WIC Special Supplemental Nutrition Program for Women, Infants, and Children				-	254,158
Total - Department of Agriculture				-	264,951
Department of Justice					
Juvenile Justice and Delinquency Prevention	Indiana Criminal Justice Institute				
Juvenile Justice and Delinquency Prevention		16.540	03213MUFX002003	-	29,105
Juvenile Justice and Delinquency Prevention		16.540	03215JFFX003303	-	1,984
Total - Juvenile Justice and Delinquency Prevention				-	31,089
Crime Victim Assistance	Indiana Criminal Justice Institute				
Victims Assistance		16.575	2015-VA-GX-0064	-	27,811
Violence Against Women Formula Grants	Indiana Criminal Justice Institute				
S.T.O.P. Grant		16.588	2017-WF-AX-005503	-	27,790
Equitable Sharing Program	Direct Grant				
Sheriff Forfeiture		16.922	2018	-	1,750
Total - Department of Justice				-	88,440
Department of Transportation					
Highway Planning and Construction Cluster					
Highway Planning and Construction	Indiana Department of Transportation				
Bridge Inspection		20.205	DES 1382109	-	13,599
Charlestown Road Multi-Use Path		20.205	DES 1400550	-	77,514
Bridge Inspection		20.205	DES 1500204	-	52,764
Total - Highway Planning and Construction Cluster				-	143,877
Highway Safety Cluster					
State and Community Highway Safety	Indiana Criminal Justice Institute				
Operation Pullover		20.600	NHTSA-4022018	-	6,291
Total - Highway Safety Cluster				-	6,291
Interagency Hazardous Materials Public Sector Training and Planning Grants	Indiana Department of Homeland Security				
2016 Hazardous Materials Emergency Preparedness		20.703	38518HMEPPPLAN00	-	10,650
Total - Department of Transportation				-	160,818
Department of Health and Human Services					
Public Health Emergency Preparedness	Indiana State Department of Health				
Public Health Preparedness Program		93.069	40093074PHEPA18	-	37,999
Hospital Preparedness Program (HPP) and Public Health Emergency					
Preparedness (PHEP) Aligned Cooperative Agreements	Indiana State Department of Health				
Hospital Preparedness Program		93.074	40093074PHEPA19	-	5,789
Child Support Enforcement	Indiana Department of Child Services				
Child Support		93.563	2018	-	409,155
Total - Department of Health and Human Services				-	452,943
Department of Homeland Security					
Emergency Management Performance Grants	Indiana Department of Homeland Security				
EMA		97.042	38517EMPG000000	-	34,616
Homeland Security Grant Program	Indiana Department of Homeland Security				
2015 SHSP Competitive Grant		97.067	38517SHSP000000	-	64,660
Total - Department of Homeland Security				-	99,276
Total federal awards expended				\$ -	\$ 1,066,428

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

FLOYD 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, 2018. 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.

FLOYD COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I - Summary of Auditor's Results

Financial Statement:

Type of auditor's report issued:	Adverse as to GAAP; Unmodified as to Regulatory Basis
Internal control over financial reporting:	
Material weaknesses identified?	yes
Significant deficiency identified?	none reported
Noncompliance material to financial statement noted?	yes

Federal Awards:

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

Identification of Major Programs and type of auditor's report issued on compliance for each:

CFDA Number	Name of Federal Program or Cluster	Opinion Issued
93.563	Child Support Enforcement Highway Planning and Construction Cluster	Unmodified Unmodified

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

Auditee qualified as low-risk auditee?	no
--	----

Section II - Financial Statement Findings

FINDING 2018-001

Subject: Financial Transactions and Reporting - County Auditor
Audit Findings: Material Weakness, Noncompliance

Repeat Finding

This is a repeat of Finding 2017-001 from the immediately prior audit.

Condition

The County did not have a proper system of internal controls in place over financial transactions and reporting to prevent, or detect and correct, errors. Due to the lack of controls over the input of financial information entered into the Indiana Gateway for Government Units financial reporting system, which was the source of the Annual Financial Report (AFR) and the financial statement, material errors remained undetected.

FLOYD COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Context

The undetected errors included 3 funds omitted from the AFR and 20 other funds incorrectly stated on the AFR. The net effect of the errors resulted in the beginning cash and investment balances being overstated by \$452,085, receipts being understated by \$26,927,512, disbursements being understated by \$26,832,728, and the ending cash and investment balances being overstated by \$357,301.

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

Criteria

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

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

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

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

The Green Book identifies a list of control activity categories that are meant only to illustrate the range and variety of control activities; the list is by no means all inclusive, but is reproduced here for reference purposes: . . .

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

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

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

Cause

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

Effect

The failure to establish and implement controls enabled misstatements or irregularities to remain undetected. The financial statement contained the errors identified in the *Context*.

FLOYD COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Recommendation

We recommended that the County establish a system of internal controls 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 2018-002

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

Repeat Finding

This is a repeat of Finding 2017-002 from the immediately prior audit.

Condition

The County did not have a proper system of internal control in place to prevent, or detect and correct, errors on the Schedule of Expenditures of Federal Awards (SEFA). No evidence was presented for audit that indicated someone other than the person entering the federal grant information into the Indiana Gateway for Government Units financial reporting system, which is the source of the SEFA, was reviewing the information for accuracy.

Context

The SEFA contained the following errors:

1. Eleven grant awards were omitted resulting in an understatement of expenditures in the amount of \$282,030.
2. Seven grant awards were incorrectly reported resulting in an understatement of expenditures in the amount of \$319,461.
3. There were several instances where the Awarding Agency, Program Title, Project Title, Pass-Through Entity, and CFDA Numbers were incorrectly reported.

The net amount of errors resulted in an understatement of expenditures of \$601,491.

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

Criteria

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

FLOYD COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

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

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

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

2 CFR 200.508 states in part:

"The auditee must: . . .

- (b) Prepare appropriate financial statements, including the schedule of expenditures of Federal awards in accordance with § 200.510 Financial statements. . . ."

2 CFR 200.510(b) states:

"*Schedule of expenditures of Federal awards.* The auditee must also prepare a schedule of expenditures of Federal awards for the period covered by the auditee's financial statements which must include the total Federal awards expended as determined in accordance with § 200.502 Basis for determining Federal awards expended. While not required, the auditee may choose to provide information requested by Federal awarding agencies and pass-through entities to make the schedule easier to use. For example, when a Federal program has multiple Federal award years, the auditee may list the amount of Federal awards expended for each Federal award year separately. At a minimum, the schedule must:

- (1) List individual Federal programs by Federal agency. For a cluster of programs, provide the cluster name, list individual Federal programs within the cluster of programs, and provide the applicable Federal agency name. For R&D, total Federal awards expended must be shown either by individual Federal award or by Federal agency and major subdivision within the Federal agency. For example, the National Institutes of Health is a major subdivision in the Department of Health and Human Services.
- (2) For Federal awards received as a subrecipient, the name of the pass-through entity and identifying number assigned by the pass-through entity must be included.
- (3) Provide total Federal awards expended for each individual Federal program and the CFDA number or other identifying number when the CFDA information is not available. For a cluster of programs also provide the total for the cluster.
- (4) Include the total amount provided to subrecipients from each Federal program.
- (5) For loan or loan guarantee programs described in § 200.502 Basis for determining Federal awards expended, paragraph (b), identify in the notes to the schedule the balances outstanding at the end of the audit period. This is in addition to including the total Federal awards expended for loan or loan guarantee programs in the schedule.

FLOYD COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

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

Cause

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

Effect

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

Recommendation

We recommended that the County's management establish controls related to the preparation of the SEFA.

Views of Responsible Officials

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

FINDING 2018-003

Subject: Financial Transactions and Reporting - County Treasurer
Audit Findings: Material Weakness, Noncompliance

Repeat Finding

This is a repeat of Finding 2017-003 from the immediately prior audit.

Condition

The County Treasurer did not have a proper system of internal control in place over financial transactions and reporting to prevent, or detect and correct, errors in financial reporting. The County Treasurer had not separated incompatible activities related to receipts and cash and investments. The same individuals responsible for collecting and depositing funds and recording financial activity also performed the bank reconciliations without any compensating controls to verify the accuracy of the reconcilements.

Context

Depository reconciliations of the fund balances to the bank account balances in the County Treasurer's office were conducted; however, the reconciliations contained errors and did not balance. A comparison of the Treasurer's Daily Balance of Cash and Depositories, Form 47 (Cash Book) to the bank accounts on December 31, 2018, indicated a cash long of \$434,390.

At December 31, 2018, financial activity had been received, but not recorded to the financial records by year end. The following problems were identified with the timely recording of financial transactions:

FLOYD COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

1. License excise tax and other electronically deposited items were recorded up to four months after it was deposited into the bank account.
2. Unidentified reconciling items were shown for up to a year and no corrections have been made to the financial records.
3. Some interest earnings are not being properly and timely recorded.

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. . . ."

Indiana Code 5-13-6-1(e) states: "All local investment officers shall reconcile at least monthly the balance of public funds, as disclosed by the records of the local officers, with the balance statements provided by the respective depositories."

At all times, the manual and/or computerized records, subsidiary ledgers, control ledger, and reconciled bank balance must agree. If the reconciled bank balance is less than the subsidiary or control ledgers, the amount needed to balance may be the personal obligation of the responsible official or employee. (Accounting and Uniform Compliance Guidelines Manual for Counties of Indiana, Chapter 1)

Receipts shall be issued and recorded at the time of the transaction. (Accounting and Uniform Compliance Guidelines Manual for Counties of Indiana, Chapter 1)

All financial transactions pertaining to the unit must be recorded in the records of the unit at the time of the transaction. (Accounting and Uniform Compliance Guidelines Manual for Counties of Indiana, Chapter 1)

Cause

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

Effect

The failure to establish and implement controls enabled misstatements or irregularities to remain undetected.

FLOYD COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Recommendation

We recommended that the County establish a system of internal controls related to financial transactions and reporting. We also recommended that all financial transactions be recorded and accounted for timely and any reconciling items be corrected in a timely manner.

Views of Responsible Officials

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

Section III - Federal Award Findings and Questioned Costs

FINDING 2018-004

Subject: Child Support Enforcement - Reporting
Federal Agency: Department of Health and Human Services
Federal Program: Child Support Enforcement
CFDA Number: 93.563
Federal Award Number and Year (or Other Identifying Number): 2018
Pass-Through Entity: Indiana Department of Child Services
Compliance Requirement: Reporting
Audit Findings: Material Weakness, Other Matters

Condition

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

Quarterly Incentive Balance Reports were not submitted for all quarters as required. No evidence was provided to indicate that someone other than the preparer of the reports was reviewing the Quarterly Incentive Balance Reports for accuracy and completeness prior to submission.

Context

Two of the four Quarterly Incentive Balance Reports were not submitted by the County Auditor.

There was no indication that any of the Quarterly Incentive Balance reports were reviewed and approved by anyone other than the preparer.

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). . . ."

FLOYD COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

2 CFR 200.302(b) states in part:

"The financial management system of each non-Federal entity must provide for the following:

...

- (2) Accurate, current, and complete disclosure of the financial results of each Federal award or program in accordance with the reporting requirements set forth in §§ 200.327 Financial reporting and 200.328 Monitoring and reporting program performance. . . .
- (3) Records that identify adequately the source and application of funds for federally funded activities. These records must contain information pertaining to Federal awards, authorizations, obligations, unobligated balances, assets, expenditures, income and interest and be supported by source documentation. . . ."

Cause

The County's management had not designed or implemented effective internal controls that would have ensured compliance with the grant agreement and the Reporting compliance requirement.

Effect

The failure to establish an effective internal control system at the County enabled noncompliance with the grant agreement and the Reporting compliance requirement. Noncompliance with the grant agreement or the compliance requirement could have resulted in the loss of federal funds to the County.

Questioned Costs

There were no questioned costs identified.

Recommendation

We recommended that the County's management establish controls related to the grant agreement and the Reporting compliance requirement.

Views of Responsible Officials

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

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AUDITEE-PREPARED DOCUMENTS

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



Scott L. Clark, Auditor of Floyd County

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2017-001 Financial Transactions and Reporting - Auditor

Fiscal year in which the finding initially occurred: 2012
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct:
Contact Person Responsible for Corrective Action: Scott L. Clark
Contact Phone Number: 812-948-5435

Status of Audit Finding:

Due to the proximity of the most recent audit, the new process was not fully implemented until 2019. As stated in the previous audit, the Auditor and Chief Deputy now review all work entered into Gateway for accuracy. All fund totals, receipts and disbursements and beginning and ending balances are now tied back to the County general ledger system.

FINDING 2017-002 Preparation of the Schedule of Expenditures of Federal Awards

Fiscal year in which the finding initially occurred: 2012
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct:
Contact Person Responsible for Corrective Action: Scott L. Clark
Contact Phone Number: 812-948-5435

Status of Audit Finding:

This finding has led to new policies regarding grant processing. The Commissioners approved a new comprehensive grant policy in 2019 specifying the processing of grants, controls on grants and controls for input into Gateway.



Lois N. Endris
Floyd County Treasurer

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2017-003 Financial Transactions and Reporting-Treasurer

Fiscal year in which the finding initially occurred: 2012
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct:
Contact Person Responsible for Corrective Action: Lois N. Endris
Contact Phone Number: 812-948-5477

Depository reconciliations of the fund balances to the bank account balances have been given priority with new internal control standards implemented over financial transactions and reporting. The errors related to BMV license have been identified and a plan for future precise record keeping has been implemented. License excise tax electronically deposited are being recorded as they are deposited in a timely manner. Unidentified reconciling items have been reduced and identified. Corrections have been made to the financial records.

Management of the County has established a proper system of internal control that segregates key functions in addition to establishing and implementing controls to avoid misstatements or irregularities.

The new management plan has been implemented and is a standard practice performed in our daily control activities.

A handwritten signature in cursive script that reads "Lois N. Endris".

Lois N. Endris
Floyd County Treasurer

5-14-19



Scott L. Clark, Auditor of Floyd County

CORRECTIVE ACTION PLAN

FINDING 2018-001

Contact Person Responsible for Corrective Action: Scott L. Clark
Contact Phone Number: 812-948-5435

Views of Responsible Official: The Auditor concurs with the finding, other than only three funds were omitted.

Description of Corrective Action Plan:

The 20 funds stated in the above finding were clearing funds and involved revenues that were netted against an expense line item. While this still resulted in the correct -0- balance for those funds, I agree that it understated revenues and understated expenses. Hence, the payroll interface to the general ledger has already been revised, where all deductions for payroll taxes and health ins. benefits now interface to the respective revenue accounts in those funds in our general ledger.

The Auditor's office is implementing new review procedures and working with its financial software vendor to ensure that all funds are included in the Annual financial report.

Anticipated Completion Date: Completed

FINDING 2018-002

Contact Person Responsible for Corrective Action: Scott L. Clark
Contact Phone Number: 812-948-5435

Views of Responsible Official: The Auditor concurs with the finding..

Description of Corrective Action Plan:

As a result of the 2017 audit, new procedures regarding grants were approved by the County Commissioners in 2019. However, due to the proximity of previous audit, these procedures were not fully implemented in time for the 2018 audit. Implementation of these new procedures and controls will improve the accuracy of the SEFA statement in the future.

Anticipated Completion Date: March 1, 2020

FINDING 2018-004

Contact Person Responsible for Corrective Action: Scott L. Clark
Contact Phone Number: 812-948-5435

Views of Responsible Official: The Auditor concurs with the finding.

Description of Corrective Action Plan:

In Dept. of Child Services requires a quarterly report be completed online by the 15th of the following month. Curiously, the report cannot and will not be received beyond that date.

The task has now been added to a checklist for quarterly filings and the Auditor has filed on time for the last three quarters. A "completed" email is received to document the filing.

Anticipated Completion Date: Completed



(Signature)



(Title)



(Date)



Lois N. Endris
Floyd County Treasurer

CORRECTIVE ACTION PLAN

FINDING 2018-003

Contact Person Responsible for Corrective Action: Lois N. Endris, County Treasurer
Contact Phone Number: 812-948-5477

Views of Responsible Official: I concur with the findings

Description of Corrective Action Plan:

1. Excise tax is currently being deposited on a timely basis
2. Unidentified reconciling items have been addressed, identified and corrected
3. Interest earnings are being received in on a timely monthly basis

Anticipated Completion Date: current


Lois N. Endris

Treasurer

(Title)

6-20-19

(Date)

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lendris@floydcounty.in.gov
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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/>.