

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

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



**FILED**  
09/23/2019



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### SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
County Auditor	Patricia A. French Debra G. Walker	01-01-15 to 12-31-18 01-01-19 to 12-31-22
County Treasurer	Byron G. Bundy Bill Upchurch	01-01-15 to 12-31-18 01-01-19 to 12-31-22
Clerk of the Circuit Court	Debra G. Walker Jennifer Grubbs	01-01-15 to 12-31-18 01-01-19 to 12-31-22
County Sheriff	Ric A. McCorkle	01-01-15 to 12-31-22
County Recorder	Linda C. Winchester	01-01-15 to 12-31-22
President of the Board of County Commissioners	Bruce (Butch) Baker Kim Cronk	01-01-18 to 12-31-18 01-01-19 to 12-31-19
President of the County Council	Nate Lamar Susan Huhn	01-01-18 to 12-31-18 01-01-19 to 12-31-19



**STATE OF INDIANA**  
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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF HENRY COUNTY, INDIANA

**Report on the Financial Statement**

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

INDEPENDENT AUDITOR'S REPORT  
(Continued)

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

In accordance with *Government Auditing Standards*, we have also issued a report dated September 3, 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

September 3, 2019



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

TO: THE OFFICIALS OF HENRY 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 Henry 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 September 3, 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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.


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

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the County's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**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

September 3, 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.

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

Fund	Cash and Investments		Cash and Investments	
	01-01-18	Receipts	Disbursements	12-31-18
General	\$ 243,994	\$ 13,434,727	\$ 13,117,399	\$ 561,322
Accident Report	1,557	4,482	5,951	88
Campaign Finance Enforcement - County	1,500	-	-	1,500
Child Advocacy	2,185	-	-	2,185
City and Town Court Costs	100,734	19,158	-	119,892
Clerk's Records Perpetuation	111,996	55,596	56,072	111,520
Community Corrections	52,461	179,087	231,496	52
Community Transition Program	154,237	19,000	2,194	171,043
Sales Disclosure - County Share	8,576	6,400	3,514	11,462
Cumulative Bridge	582,320	375,915	592,774	365,461
Cumulative Capital Development	23,634	549,435	354,741	218,328
Drug Free Community	68,288	104,350	72,212	100,426
Electronic Map Generation	2,450	58	-	2,508
Emergency Planning/Right To Know	15,054	5,045	1,615	18,484
Firearms Training	24,870	13,931	37,501	1,300
Food and Beverage Tax	-	632,713	627,737	4,976
General Drain Improvement	103,914	82,621	130,147	56,388
Health	10,897	520,571	452,232	79,236
Identification Security Protection	13,509	7,838	-	21,347
Local Health Maintenance	9,516	46,465	49,940	6,041
Local Road and Street	272,145	723,346	598,425	397,066
LOIT Public Safety - County Share	400,679	1,100,043	1,209,129	291,593
Medical Care for Inmates	421	4,385	3,063	1,743
Misdemeanant	2,669	33,346	35,852	163
Motor Vehicle Highway	1,205,650	4,051,863	4,010,476	1,247,037
Park Nonreverting Operating	12,413	425,778	432,397	5,794
Plat Book	79,548	14,085	39,495	54,138
Rainy Day	203,519	2,090	-	205,609
Reassessment - 2015	79,721	265,749	246,345	99,125
Recorder's Records Perpetuation	203,845	131,110	114,203	220,752
Sex and Violent Offender Administration	33	2,690	2,671	52
Supplemental Public Defender Services	1,528	5,377	5,615	1,290
Surplus Tax	175,318	74,385	144,494	105,209
Surveyor's Corner Perpetuation	78,480	38,850	9,292	108,038
Tax Sale Redemption	5,401	110,091	111,938	3,554
Tax Sale Surplus	367,735	424,915	361,370	431,280
Local Health Department Trust Account	15,058	26,165	33,009	8,214
Vehicle Inspection	153	1,108	1,257	4
GAL/CASA	100,242	74,008	73,654	100,596
County Elected Officials Training	21,211	7,837	4,171	24,877
County Offender Transportation Fund	5,035	563	-	5,598
ENHANCED 911	195,953	558,125	556,009	198,069
Property Tax Assessment Appeals	-	4,373	-	4,373
Adult Probation Administrative	72,289	147,164	52,207	167,246
Juvenile Probation Administrative	7,901	5,561	-	13,462
Supplemental Juvenile Probation Services	30,971	-	-	30,971
County User Fee	5,264	19,522	21,107	3,679
Drainage Maintenance	1,786,460	788,318	817,986	1,756,792
Drug Task Force	36,819	68,412	81,313	23,918
Collection Agency Fees	204	-	-	204
Donations	47,531	32,826	24,762	55,595
TIF Capital Projects	-	1,763,794	1,763,794	-
Debt Service	206,356	1,278,352	1,371,000	113,708
Self-Insurance	-	4,442,523	4,416,026	26,497
Payroll Clearing	11,177	4,694,162	4,704,680	659
Payroll Withholding - Insurance	6,970	92,111	99,081	-
Settlement	-	31,192,828	31,192,828	-
Wheel Tax / Surtax Combined	192,282	1,678,489	963,594	907,177
Wheel Tax	48	392,923	392,932	39
Sur Tax	-	1,803,239	1,803,239	-
CVET Agency	-	170,845	170,845	-
Financial Institution Tax	-	266,426	266,426	-

HENRY 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
Homestead Credit Rebate	665	-	-	665
State Fines and Forfeitures	2,015	22,648	19,774	4,889
Infraction Judgements	6,643	103,051	102,931	6,763
Overweight Vehicle Fines	-	2,979	2,919	60
Special Death Benefit	480	7,220	6,715	985
Sales Disclosure - State Share	515	6,400	6,280	635
Coroners Training & Con't Education	376	4,682	4,286	772
Mortgage Recording Fees - State Share	340	3,620	3,625	335
Child Restraint Violations Fines	50	1,025	1,025	50
Education Plate Fees Agency	-	450	450	-
Innkeepers Tax Collections	18,373	51,571	68,190	1,754
COIT Distribution	119	-	119	-
93.563 Prosecutor PCA	12,272	16,403	11,366	17,309
93.563 ARRA Clerk IV-D Incentive	3,857	-	3,857	-
93.563 Title IV-D Incentive	36,287	22,946	19,112	40,121
93.563 Prosecutor IV-D Incentive-Prior To Oct '99	4,748	-	-	4,748
93.563 Prosecutor IV-D Incentive-Post Oct '99	107,391	34,525	36,715	105,201
93.563 Clerk IV-D Incentive-Post Oct '99	72,556	22,946	10,134	85,368
Health Dept Donations	10	750	750	10
EMA DONATION FUND	11,587	23,050	23,411	11,226
IVY TECH DONATION FUND	1,500	-	1,500	-
EDC DONATION FUND	1,500	-	1,500	-
HIGHWAY ROAD REPAIR DONATION FUND	-	73,500	73,500	-
RETIREMENT INSURANCE PREMIUMS	1,018	65,865	61,048	5,835
HEALTH ENFORCEMENT FUND	3,896	7,525	3,600	7,821
Sheriff's Inmate Trust	14,771	1,245,241	1,246,890	13,122
Treasurer	1,776,654	1,611,846	1,776,654	1,611,846
Redevelopment Capitol Projects	1,307,634	1,395,176	959,664	1,743,146
Jail Commissary	19,081	272,845	270,935	20,991
Clerk's Trust	671,954	4,280,957	4,216,907	736,004
Redevelopment Debt Service	530,534	3,069,820	3,052,519	547,835
Henry County Redevelopment Commission	111,444	34,178	65,835	79,787
Henry County Convention, Visitor and Tourism Commission	29,515	69,300	77,021	21,794
EXTRADITION 082	4,000	-	-	4,000
AUDITOR INELIGIBLE DEDUCTION	11,513	-	1,500	10,013
JUVENILE PROGRAMS-PROBAT 103	5,379	-	-	5,379
HENRY COUNTY YOUTH LEAGUE	2,000	-	-	2,000
COMM. CORRECTION INCOME PROJ.	353,667	345,347	311,358	387,656
PRE-TRIAL DIVERSION 018	67,697	63,150	34,394	96,453
CC II SUPPLEMENTAL PD	18,041	17,616	13,913	21,744
JURY PAY FUND 148	10,968	10,689	6,534	15,123
CO LAW ENF. CONT EDUC . #2 111	-	3,414	3,414	-
CC II/SUPPLEMENTAL PD	7,007	16,072	12,726	10,353
D.A.R.E. ACCOUNT 132	119	15,600	12,317	3,402
PARK COMMEMORATIVE FUND 029	1,316	2,050	2,866	500
PLANNING ENFORCEMENT FUND	6,751	5,800	652	11,899
GO BONDS 2016 FUND	1,214,879	-	19,682	1,195,197
COUNTY DEBT PAYMENT	149,627	586,968	692,160	44,435
TREASURER TECHNOLOGY FUND	4,272	1,800	309	5,763
CO POLICE PENSION TRUST 032	4,000	-	-	4,000
FIRST MERCHANTS-FOOD&BEV	2,098,010	661,130	454,491	2,304,649
COMMUNITY CORRECTION GRANT	53	318,478	258,116	60,415
SHERIFF'S CRITICAL CARE	285,832	1,349,670	1,477,566	157,936
HAZ-MAT FUND	663	-	-	663
DUI IMPACT FUND	36,940	10,277	5,017	42,200
NATIONAL ROAD HERITAGE TRAIL	523	-	-	523
COURT ALCOLHOL & DRUG PROGRAM	18,821	75,524	65,545	28,800
GOLF COURSE NON-REVERTING	493,228	12,892	54,350	451,770
ALTER. DISPUTE RESOLUTION-SUP	8,192	3,830	4,450	7,572
DRUG FORCE FORFEITURE 133	-	209	-	209
E-911 CITY REIMBURSEMENT FUND	96,600	237,986	177,843	156,743
WILBUR WRIGHT TRAILS	194	40,240	40,330	104

HENRY 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
AIRPORT/LEASED GROUND	28,179	4,816	8,418	24,577
SURVEYOR DRAINAGE FEE FUND	18,874	1,925	6,313	14,486
HENRY CO WIND FARM EXPENSE	385	-	-	385
PACE STATE FORFEITURE	18,377	98,351	83,400	33,328
DRUG TESTING/PROBATION	9,154	6,649	2,874	12,929
HERITAGE BARN FUND	50	-	-	50
STATE ADTF FORFEITURE FUND	29,622	-	12,937	16,685
HOMELAND SECURITY/CBP	26,760	25,874	35,173	17,461
PROSECUTOR FORFEITURE FUND	465	1,662	-	2,127
VETERAN'S TREATMENT CT CO USER	4,544	8,713	109	13,148
FEDERAL FORFEITURE FUND	131,098	211,973	219,281	123,790
AERIAL PHOTOGRAPHY	766	3,750	3,750	766
EXPO CENTER PROJECT	-	280	-	280
LIT-PROPERTY TAX RELIEF (CEDIT)	81,317	2,144,605	2,164,515	61,407
PROB. INTERSTATE FEE FUND	125	563	625	63
HOMESTEAD INELIGIBLE-STATE	3	-	-	3
RIVERBOAT GAMBLING-REV SHARE	-	293,009	293,009	-
LIT (COIT) DISTRIBUTIONS	-	8,544,196	8,544,196	-
LIT-PUBLIC SAFETY	-	2,136,050	2,136,050	-
BIO-TERRORISM GRANT FUND	11,852	14,747	21,532	5,067
H1N1 VACCINE GRANT-HEALTH	1,773	-	1,116	657
AIRPORT PROJECTS FUND	(51,658)	499,011	435,360	11,993
RURAL CORRECTIONAL GRANT	710	-	710	-
LEP SUB-GRANT	69	-	69	-
EMA FIRE TRAINING/INFRASTRUCTURE	9	-	9	-
EMA-LET GIS/07GRANT	7	-	7	-
EMA ENHANCEMENT GRANT	4,188	-	4,188	-
HCCC JAG GRANT/SUBSTANCE ABUSE	12,363	-	12,363	-
EMA/EMPG BASE SHSP GRANT	323	-	323	-
EPA BROWNFIELDS GRANT	-	95,104	95,104	-
EMA TRAINING/INFRASTRUCTURE	(44,961)	61,961	17,000	-
BLOUNTSVILLE/STONEYCREEK GRANT	-	477,590	477,590	-
EMA/HEMP GRANT \$6500	-	-	1,495	(1,495)
EMA/NIXLE GRANT 2017-19	-	10,456	10,456	-
EMA MITIGATION GRANT	-	16,656	16,656	-
BOND FORFEITURE FUND	2,000	-	2,000	-
HEALTH DEPT GRANT FUND	15	-	-	15
NACCHO HEALTH GRANT	485	-	-	485
SEMA FUND	13,433	-	-	13,433
HAZ-MAT RESPONSE TEAM GRANT	105	-	105	-
FAMILY COURT PROJECT FUND	2,553	-	-	2,553
FAMILY COURT GRANT	866	-	866	-
PARK COMM FOUNDATION GRANT	395	-	-	395
EMA/COMMUNITY FOUND GRANT	1,200	-	1,200	-
JDAI GRANT FUND	12,434	20,051	29,433	3,052
CC/PROB REINVESTMENT GRANT	27,006	43,006	43,467	26,545
Veteran's Court	28,540	26,082	43,044	11,578
Probation Reinvestment Grant	21,699	53,924	50,895	24,728
JDAI 2018-2019	-	22,383	16,565	5,818
Community Crossing Match Grant	-	774,512	725,481	49,031
Aries State Grant	794	1,911	2,705	-
Henry Co Jail Treatment (CC)	2,644	4,869	6,188	1,325
IEDC Brooks Drive Grant	-	15,969	15,969	-
JDAI/BONUS GRANT	-	39,450	18,425	21,025
PROBLEM SOLVING/DRUG CT GRANT	-	8,166	1,912	6,254
Totals	<u>\$ 17,409,361</u>	<u>\$ 104,872,694</u>	<u>\$ 103,211,858</u>	<u>\$ 19,070,197</u>

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

HENRY COUNTY  
NOTES TO FINANCIAL STATEMENT

**Note 1. Summary of Significant Accounting Policies**

**A. Reporting Entity**

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

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

**B. Basis of Accounting**

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

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

**C. Cash and Investments**

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

**D. Receipts**

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

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

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

*Intergovernmental receipts.* Amounts received from other governments in the form of operating grants, entitlements, or payments in lieu of taxes. Examples of intergovernmental receipts include, but are not limited to, the following: federal grants, state grants, cigarette tax distributions received from the state, motor vehicle highway distributions

HENRY COUNTY  
NOTES TO FINANCIAL STATEMENT  
(Continued)

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

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

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

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

*E. Disbursements*

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

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

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

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

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

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

HENRY 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 December 31 of the year preceding the budget year or January 15 of the budget year if the County is issuing debt after December 1 or intends on filing a shortfall appeal. These rates were based upon the assessed valuations adjusted for various tax credits from the preceding year's lien date of January 1. 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.

HENRY 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:

HENRY 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.

HENRY 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 the funds being set up for reimbursable grants. The reimbursements for expenditures made by the County were not received by December 31, 2018.

**Note 8. Restatements**

For the year ended December 31, 2018, certain changes have been made to some of the beginning balances of the financial statement to more appropriately reflect financial activity of the County. The following schedule presents a summary of restated beginning balances:

Fund	Reported Balance December 31, 2017	Prior Period Adjustment	Restated Balance January 1, 2018
Henry County Convention and Tourism Commission	\$ -	\$ 29,515	\$ 29,515
Child Advocacy	6,185	(4,000)	2,185
Clerk's Trust	621,449	50,505	671,954
Extradition 082	-	4,000	4,000

**Note 9. Holding Corporation**

The County has entered into a capital lease with the Henry County Government Center Building Corporation (the lessor). The lessor was organized as a for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the County. The lessor has been determined to be a related-party of the County. Lease payments during the year 2018 totaled \$1,371,000.

**Note 10. Other Postemployment Benefits**

The County provides health insurance benefits to eligible retirees and their spouses. These benefits pose a liability to the County for this year and in future years. Information regarding the benefits can be obtained by contacting the County.

#### 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.

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

	General	Accident Report	Campaign Finance Enforcement - County	Child Advocacy	City and Town Court Costs	Clerk's Records Perpetuation
Cash and investments - beginning	\$ 243,994	\$ 1,557	\$ 1,500	\$ 2,185	\$ 100,734	\$ 111,996
Receipts:						
Taxes	11,582,802	-	-	-	-	-
Licenses and permits	194,202	-	-	-	-	-
Intergovernmental receipts	198,015	-	-	-	-	-
Charges for services	261,594	4,482	-	-	19,158	51,966
Fines and forfeits	247,057	-	-	-	-	2,367
Other receipts	951,057	-	-	-	-	1,263
Total receipts	13,434,727	4,482	-	-	19,158	55,596
Disbursements:						
Personal services	8,025,008	-	-	-	-	-
Supplies	300,982	-	-	-	-	-
Other services and charges	4,628,637	-	-	-	-	-
Capital outlay	93,110	-	-	-	-	-
Other disbursements	69,662	5,951	-	-	-	56,072
Total disbursements	13,117,399	5,951	-	-	-	56,072
Excess (deficiency) of receipts over disbursements	317,328	(1,469)	-	-	19,158	(476)
Cash and investments - ending	\$ 561,322	\$ 88	\$ 1,500	\$ 2,185	\$ 119,892	\$ 111,520

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

	Community Corrections	Community Transition Program	Sales Disclosure - County Share	Cumulative Bridge	Cumulative Capital Development	Drug Free Community
Cash and investments - beginning	\$ 52,461	\$ 154,237	\$ 8,576	\$ 582,320	\$ 23,634	\$ 68,288
Receipts:						
Taxes	-	-	-	348,921	509,649	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	179,087	19,000	-	1,264	1,846	-
Charges for services	-	-	6,400	25,730	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	-	-	37,940	104,350
Total receipts	179,087	19,000	6,400	375,915	549,435	104,350
Disbursements:						
Personal services	141,438	-	-	10,441	-	-
Supplies	5,982	-	-	-	-	-
Other services and charges	77,638	-	3,514	-	354,741	72,212
Capital outlay	-	-	-	282,333	-	-
Other disbursements	6,438	2,194	-	300,000	-	-
Total disbursements	231,496	2,194	3,514	592,774	354,741	72,212
Excess (deficiency) of receipts over disbursements	(52,409)	16,806	2,886	(216,859)	194,694	32,138
Cash and investments - ending	\$ 52	\$ 171,043	\$ 11,462	\$ 365,461	\$ 218,328	\$ 100,426

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

	Electronic Map Generation	Emergency Planning/Right To Know	Firearms Training	Food and Beverage Tax	General Drain Improvement	Health
Cash and investments - beginning	\$ 2,450	\$ 15,054	\$ 24,870	\$ -	\$ 103,914	\$ 10,897
Receipts:						
Taxes	-	-	-	-	-	341,151
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	5,045	-	-	-	38,226
Charges for services	-	-	13,931	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	58	-	-	632,713	82,621	141,194
Total receipts	58	5,045	13,931	632,713	82,621	520,571
Disbursements:						
Personal services	-	-	-	-	-	452,232
Supplies	-	221	-	-	-	-
Other services and charges	-	678	-	-	-	-
Capital outlay	-	716	-	-	-	-
Other disbursements	-	-	37,501	627,737	130,147	-
Total disbursements	-	1,615	37,501	627,737	130,147	452,232
Excess (deficiency) of receipts over disbursements	58	3,430	(23,570)	4,976	(47,526)	68,339
Cash and investments - ending	\$ 2,508	\$ 18,484	\$ 1,300	\$ 4,976	\$ 56,388	\$ 79,236

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

	Identification Security Protection	Local Health Maintenance	Local Road and Street	LOIT Public Safety - County Share	Medical Care for Inmates	Misdemeanant
Cash and investments - beginning	\$ 13,509	\$ 9,516	\$ 272,145	\$ 400,679	\$ 421	\$ 2,669
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	33,139	718,369	1,097,187	-	33,346
Charges for services	7,838	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	13,326	4,977	2,856	4,385	-
Total receipts	7,838	46,465	723,346	1,100,043	4,385	33,346
Disbursements:						
Personal services	-	15,543	-	308,250	-	-
Supplies	-	15,712	-	79,933	-	-
Other services and charges	-	18,665	194,746	626,336	-	35,852
Capital outlay	-	-	403,679	194,610	-	-
Other disbursements	-	20	-	-	3,063	-
Total disbursements	-	49,940	598,425	1,209,129	3,063	35,852
Excess (deficiency) of receipts over disbursements	7,838	(3,475)	124,921	(109,086)	1,322	(2,506)
Cash and investments - ending	\$ 21,347	\$ 6,041	\$ 397,066	\$ 291,593	\$ 1,743	\$ 163

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

	Motor Vehicle Highway	Park Nonreverting Operating	Plat Book	Rainy Day	Reassessment - 2015	Recorder's Records Perpetuation
Cash and investments - beginning	\$ 1,205,650	\$ 12,413	\$ 79,548	\$ 203,519	\$ 79,721	\$ 203,845
Receipts:						
Taxes	-	395,431	-	-	262,099	-
Licenses and permits	5,650	-	-	-	-	-
Intergovernmental receipts	4,025,950	739	-	-	1,985	-
Charges for services	17,323	29,102	14,085	-	-	131,110
Fines and forfeits	-	-	-	-	-	-
Other receipts	2,940	506	-	2,090	1,665	-
Total receipts	4,051,863	425,778	14,085	2,090	265,749	131,110
Disbursements:						
Personal services	1,622,406	241,467	-	-	27,445	-
Supplies	2,221,317	20,683	-	-	5,504	-
Other services and charges	166,753	166,276	-	-	181,471	-
Capital outlay	-	3,641	-	-	31,925	-
Other disbursements	-	330	39,495	-	-	114,203
Total disbursements	4,010,476	432,397	39,495	-	246,345	114,203
Excess (deficiency) of receipts over disbursements	41,387	(6,619)	(25,410)	2,090	19,404	16,907
Cash and investments - ending	\$ 1,247,037	\$ 5,794	\$ 54,138	\$ 205,609	\$ 99,125	\$ 220,752

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

	Sex and Violent Offender Administration	Supplemental Public Defender Services	Surplus Tax	Surveyor's Corner Perpetuation	Tax Sale Redemption	Tax Sale Surplus
Cash and investments - beginning	\$ 33	\$ 1,528	\$ 175,318	\$ 78,480	\$ 5,401	\$ 367,735
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	155	-	-	-	-
Fines and forfeits	2,690	-	-	38,850	-	-
Other receipts	-	5,222	74,385	-	110,091	424,915
Total receipts	2,690	5,377	74,385	38,850	110,091	424,915
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	2,671	5,615	144,494	9,292	111,938	361,370
Total disbursements	2,671	5,615	144,494	9,292	111,938	361,370
Excess (deficiency) of receipts over disbursements	19	(238)	(70,109)	29,558	(1,847)	63,545
Cash and investments - ending	\$ 52	\$ 1,290	\$ 105,209	\$ 108,038	\$ 3,554	\$ 431,280

HENRY 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	Vehicle Inspection	GAL/CASA	County Elected Officials Training	County Offender Transportation Fund	ENHANCED 911
Cash and investments - beginning	\$ 15,058	\$ 153	\$ 100,242	\$ 21,211	\$ 5,035	\$ 195,953
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	25,867	-	25,463	-	-	-
Charges for services	-	1,108	400	7,837	563	470,928
Fines and forfeits	-	-	-	-	-	-
Other receipts	298	-	48,145	-	-	87,197
Total receipts	26,165	1,108	74,008	7,837	563	558,125
Disbursements:						
Personal services	-	-	-	-	-	442,499
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	109,280
Capital outlay	-	-	-	-	-	4,230
Other disbursements	33,009	1,257	73,654	4,171	-	-
Total disbursements	33,009	1,257	73,654	4,171	-	556,009
Excess (deficiency) of receipts over disbursements	(6,844)	(149)	354	3,666	563	2,116
Cash and investments - ending	\$ 8,214	\$ 4	\$ 100,596	\$ 24,877	\$ 5,598	\$ 198,069

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

	Property Tax Assessment Appeals	Adult Probation Administrative	Juvenile Probation Administrative	Supplemental Juvenile Probation Services	County User Fee	Drainage Maintenance
Cash and investments - beginning	\$ -	\$ 72,289	\$ 7,901	\$ 30,971	\$ 5,264	\$ 1,786,460
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	147,164	5,561	-	19,514	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	4,373	-	-	-	8	788,318
Total receipts	4,373	147,164	5,561	-	19,522	788,318
Disbursements:						
Personal services	-	52,207	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	-	-	21,107	817,986
Total disbursements	-	52,207	-	-	21,107	817,986
Excess (deficiency) of receipts over disbursements	4,373	94,957	5,561	-	(1,585)	(29,668)
Cash and investments - ending	\$ 4,373	\$ 167,246	\$ 13,462	\$ 30,971	\$ 3,679	\$ 1,756,792

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

	Drug Task Force	Collection Agency Fees	Donations	TIF Capital Projects	Debt Service	Self-Insurance
Cash and investments - beginning	\$ 36,819	\$ 204	\$ 47,531	\$ -	\$ 206,356	\$ -
Receipts:						
Taxes	-	-	-	-	1,166,795	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	945	-	-	-	111,557	-
Charges for services	3,819	-	-	-	-	1,644
Fines and forfeits	-	-	-	-	-	-
Other receipts	63,648	-	32,826	1,763,794	-	4,440,879
Total receipts	68,412	-	32,826	1,763,794	1,278,352	4,442,523
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	80,829	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	484	-	24,762	1,763,794	1,371,000	4,416,026
Total disbursements	81,313	-	24,762	1,763,794	1,371,000	4,416,026
Excess (deficiency) of receipts over disbursements	(12,901)	-	8,064	-	(92,648)	26,497
Cash and investments - ending	\$ 23,918	\$ 204	\$ 55,595	\$ -	\$ 113,708	\$ 26,497

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

	Payroll Clearing	Payroll Withholding - Insurance	Settlement	Wheel Tax / Surtax Combined	Wheel Tax	Sur Tax
Cash and investments - beginning	\$ 11,177	\$ 6,970	\$ -	\$ 192,282	\$ 48	\$ -
Receipts:						
Taxes	-	-	30,931,780	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	1,678,489	392,923	1,803,239
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	4,694,162	92,111	261,048	-	-	-
Total receipts	4,694,162	92,111	31,192,828	1,678,489	392,923	1,803,239
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	17,491,742	-	-	-
Capital outlay	-	-	4,990,543	963,594	-	-
Other disbursements	4,704,680	99,081	8,710,543	-	392,932	1,803,239
Total disbursements	4,704,680	99,081	31,192,828	963,594	392,932	1,803,239
Excess (deficiency) of receipts over disbursements	(10,518)	(6,970)	-	714,895	(9)	-
Cash and investments - ending	\$ 659	\$ -	\$ -	\$ 907,177	\$ 39	\$ -

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

	CVET Agency	Financial Institution Tax	Homestead Credit Rebate	State Fines and Forfeitures	Infraction Judgements	Overweight Vehicle Fines
Cash and investments - beginning	\$ -	\$ -	\$ 665	\$ 2,015	\$ 6,643	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	170,845	266,426	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	-	22,648	103,051	2,979
Total receipts	170,845	266,426	-	22,648	103,051	2,979
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	170,845	266,426	-	19,774	102,931	2,919
Total disbursements	170,845	266,426	-	19,774	102,931	2,919
Excess (deficiency) of receipts over disbursements	-	-	-	2,874	120	60
Cash and investments - ending	\$ -	\$ -	\$ 665	\$ 4,889	\$ 6,763	\$ 60

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

	Special Death Benefit	Sales Disclosure - State Share	Coroners Training & Con't Education	Mortgage Recording Fees - State Share	Child Restraint Violations Fines	Education Plate Fees Agency
Cash and investments - beginning	\$ 480	\$ 515	\$ 376	\$ 340	\$ 50	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	7,220	6,400	-	3,620	-	-
Fines and forfeits	-	-	-	-	1,025	-
Other receipts	-	-	4,682	-	-	450
Total receipts	7,220	6,400	4,682	3,620	1,025	450
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	6,715	6,280	4,286	3,625	1,025	450
Total disbursements	6,715	6,280	4,286	3,625	1,025	450
Excess (deficiency) of receipts over disbursements	505	120	396	(5)	-	-
Cash and investments - ending	\$ 985	\$ 635	\$ 772	\$ 335	\$ 50	\$ -

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

	Innkeepers Tax Collections	COIT Distribution	93.563 Prosecutor PCA	93.563 ARRA Clerk IV-D Incentive	93.563 Title IV-D Incentive	93.563 Prosecutor IV-D Incentive-Prior To Oct '99
Cash and investments - beginning	\$ 18,373	\$ 119	\$ 12,272	\$ 3,857	\$ 36,287	\$ 4,748
Receipts:						
Taxes	7,355	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	13,564	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	44,216	-	2,839	-	22,946	-
Total receipts	51,571	-	16,403	-	22,946	-
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	68,190	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	119	11,366	3,857	19,112	-
Total disbursements	68,190	119	11,366	3,857	19,112	-
Excess (deficiency) of receipts over disbursements	(16,619)	(119)	5,037	(3,857)	3,834	-
Cash and investments - ending	\$ 1,754	\$ -	\$ 17,309	\$ -	\$ 40,121	\$ 4,748

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

	93.563 Prosecutor IV-D Incentive-Post Oct '99	93.563 Clerk IV-D Incentive-Post Oct '99	Health Dept Donations	EMA DONATION FUND	IVY TECH DONATION FUND	EDC DONATION FUND
Cash and investments - beginning	\$ 107,391	\$ 72,556	\$ 10	\$ 11,587	\$ 1,500	\$ 1,500
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	34,525	22,946	750	23,050	-	-
Total receipts	34,525	22,946	750	23,050	-	-
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	36,715	10,134	750	23,411	1,500	1,500
Total disbursements	36,715	10,134	750	23,411	1,500	1,500
Excess (deficiency) of receipts over disbursements	(2,190)	12,812	-	(361)	(1,500)	(1,500)
Cash and investments - ending	\$ 105,201	\$ 85,368	\$ 10	\$ 11,226	\$ -	\$ -

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

	HIGHWAY ROAD REPAIR DONATION FUND	RETIREMENT INSURANCE PREMIUMS	HEALTH ENFORCEMENT FUND	Sheriff's Inmate Trust	Treasurer	Redevelopment Capitol Projects
Cash and investments - beginning	\$ -	\$ 1,018	\$ 3,896	\$ 14,771	\$ 1,776,654	\$ 1,307,634
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	7,525	1,245,241	1,611,846	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	73,500	65,865	-	-	-	1,395,176
Total receipts	73,500	65,865	7,525	1,245,241	1,611,846	1,395,176
Disbursements:						
Personal services	-	61,048	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	73,500	-	3,600	1,246,890	1,776,654	959,664
Total disbursements	73,500	61,048	3,600	1,246,890	1,776,654	959,664
Excess (deficiency) of receipts over disbursements	-	4,817	3,925	(1,649)	(164,808)	435,512
Cash and investments - ending	\$ -	\$ 5,835	\$ 7,821	\$ 13,122	\$ 1,611,846	\$ 1,743,146

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

	Jail Commissary	Clerk's Trust	Redevelopment Debt Service	Henry County Redevelopment Commission	Henry County Convention, Visitor and Tourism Commission	EXTRADITION 082
Cash and investments - beginning	\$ 19,081	\$ 671,954	\$ 530,534	\$ 111,444	\$ 29,515	\$ 4,000
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	272,845	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	4,280,957	3,069,820	34,178	69,300	-
Total receipts	272,845	4,280,957	3,069,820	34,178	69,300	-
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	270,935	4,216,907	3,052,519	65,835	77,021	-
Total disbursements	270,935	4,216,907	3,052,519	65,835	77,021	-
Excess (deficiency) of receipts over disbursements	1,910	64,050	17,301	(31,657)	(7,721)	-
Cash and investments - ending	\$ 20,991	\$ 736,004	\$ 547,835	\$ 79,787	\$ 21,794	\$ 4,000

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

	AUDITOR INELIGIBLE DEDUCTION	JUVENILE PROGRAMS-PROBAT 103	HENRY COUNTY YOUTH LEAGUE	COMM. CORRECTION INCOME PROJ.	PRE-TRIAL DIVERSION 018
Cash and investments - beginning	\$ 11,513	\$ 5,379	\$ 2,000	\$ 353,667	\$ 67,697
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	330,712	63,108
Fines and forfeits	-	-	-	-	-
Other receipts	-	-	-	14,635	42
Total receipts	-	-	-	345,347	63,150
Disbursements:					
Personal services	-	-	-	186,982	-
Supplies	-	-	-	16,185	29,776
Other services and charges	-	-	-	90,795	4,618
Capital outlay	-	-	-	17,321	-
Other disbursements	1,500	-	-	75	-
Total disbursements	1,500	-	-	311,358	34,394
Excess (deficiency) of receipts over disbursements	(1,500)	-	-	33,989	28,756
Cash and investments - ending	\$ 10,013	\$ 5,379	\$ 2,000	\$ 387,656	\$ 96,453

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

	CC II SUPPLEMENTAL PD	JURY PAY FUND 148	CO LAW ENF. CONT EDUC. #2 111	CC II/SUPPLEMENTAL PD	D.A.R.E. ACCOUNT 132
Cash and investments - beginning	\$ 18,041	\$ 10,968	\$ -	\$ 7,007	\$ 119
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	17,506	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	10,422	-	-	-
Other receipts	110	267	3,414	16,072	15,600
Total receipts	17,616	10,689	3,414	16,072	15,600
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	6,262
Capital outlay	-	-	-	-	-
Other disbursements	13,913	6,534	3,414	12,726	6,055
Total disbursements	13,913	6,534	3,414	12,726	12,317
Excess (deficiency) of receipts over disbursements	3,703	4,155	-	3,346	3,283
Cash and investments - ending	\$ 21,744	\$ 15,123	\$ -	\$ 10,353	\$ 3,402

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

	PARK COMMEMORATIVE FUND 029	PLANNING ENFORCEMENT FUND	GO BONDS 2016 FUND	COUNTY DEBT PAYMENT	TREASURER TECHNOLOGY FUND
Cash and investments - beginning	\$ 1,316	\$ 6,751	\$ 1,214,879	\$ 149,627	\$ 4,272
Receipts:					
Taxes	-	-	-	532,620	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	54,348	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	2,050	5,800	-	-	1,800
Total receipts	<u>2,050</u>	<u>5,800</u>	<u>-</u>	<u>586,968</u>	<u>1,800</u>
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	19,682	-	-
Capital outlay	-	-	-	-	-
Other disbursements	2,866	652	-	692,160	309
Total disbursements	<u>2,866</u>	<u>652</u>	<u>19,682</u>	<u>692,160</u>	<u>309</u>
Excess (deficiency) of receipts over disbursements	<u>(816)</u>	<u>5,148</u>	<u>(19,682)</u>	<u>(105,192)</u>	<u>1,491</u>
Cash and investments - ending	<u>\$ 500</u>	<u>\$ 11,899</u>	<u>\$ 1,195,197</u>	<u>\$ 44,435</u>	<u>\$ 5,763</u>

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

	CO POLICE PENSION TRUST 032	FIRST MERCHANTS-FOOD&BEV	COMMUNITY CORRECTION GRANT	SHERIFF'S CRITICAL CARE	HAZ-MAT FUND
Cash and investments - beginning	\$ 4,000	\$ 2,098,010	\$ 53	\$ 285,832	\$ 663
Receipts:					
Taxes	-	628,574	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	318,478	-	-
Charges for services	-	-	-	1,346,368	-
Fines and forfeits	-	-	-	-	-
Other receipts	-	32,556	-	3,302	-
Total receipts	-	661,130	318,478	1,349,670	-
Disbursements:					
Personal services	-	-	155,095	-	-
Supplies	-	-	3,678	-	-
Other services and charges	-	58,325	99,343	-	-
Capital outlay	-	86,513	-	-	-
Other disbursements	-	309,653	-	1,477,566	-
Total disbursements	-	454,491	258,116	1,477,566	-
Excess (deficiency) of receipts over disbursements	-	206,639	60,362	(127,896)	-
Cash and investments - ending	\$ 4,000	\$ 2,304,649	\$ 60,415	\$ 157,936	\$ 663

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

	DUI IMPACT FUND	NATIONAL ROAD HERITAGE TRAIL	COURT ALCOLHOL & DRUG PROGRAM	GOLF COURSE NON-REVERTING	ALTER. DISPUTE RESOLUTION-SUP
Cash and investments - beginning	\$ 36,940	\$ 523	\$ 18,821	\$ 493,228	\$ 8,192
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	75,524	-	-
Other receipts	10,277	-	-	12,892	3,830
Total receipts	<u>10,277</u>	<u>-</u>	<u>75,524</u>	<u>12,892</u>	<u>3,830</u>
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	10,000	-
Capital outlay	-	-	-	-	-
Other disbursements	5,017	-	65,545	44,350	4,450
Total disbursements	<u>5,017</u>	<u>-</u>	<u>65,545</u>	<u>54,350</u>	<u>4,450</u>
Excess (deficiency) of receipts over disbursements	<u>5,260</u>	<u>-</u>	<u>9,979</u>	<u>(41,458)</u>	<u>(620)</u>
Cash and investments - ending	<u>\$ 42,200</u>	<u>\$ 523</u>	<u>\$ 28,800</u>	<u>\$ 451,770</u>	<u>\$ 7,572</u>

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

	DRUG FORCE FORFEITURE 133	E-911 CITY REIMBURSEMENT FUND	WILBUR WRIGHT TRAILS	AIRPORT/LEASED GROUND	SURVEYOR DRAINAGE FEE FUND
Cash and investments - beginning	\$ -	\$ 96,600	\$ 194	\$ 28,179	\$ 18,874
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	1,925
Fines and forfeits	-	-	-	-	-
Other receipts	209	237,986	40,240	4,816	-
Total receipts	209	237,986	40,240	4,816	1,925
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	155,676	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	-	22,167	40,330	8,418	6,313
Total disbursements	-	177,843	40,330	8,418	6,313
Excess (deficiency) of receipts over disbursements	209	60,143	(90)	(3,602)	(4,388)
Cash and investments - ending	\$ 209	\$ 156,743	\$ 104	\$ 24,577	\$ 14,486

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

	HENRY CO WIND FARM EXPENSE	PACE STATE FORFEITURE	DRUG TESTING/PROBATION	HERITAGE BARN FUND	STATE ADTF FORFEITURE FUND
Cash and investments - beginning	\$ 385	\$ 18,377	\$ 9,154	\$ 50	\$ 29,622
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	6,649	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	-	98,351	-	-	-
Total receipts	-	98,351	6,649	-	-
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	83,400	-	-	-
Other services and charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	-	-	2,874	-	12,937
Total disbursements	-	83,400	2,874	-	12,937
Excess (deficiency) of receipts over disbursements	-	14,951	3,775	-	(12,937)
Cash and investments - ending	\$ 385	\$ 33,328	\$ 12,929	\$ 50	\$ 16,685

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

	HOMELAND SECURITY/CBP	PROSECUTOR FORFEITURE FUND	VETERAN'S TREATMENT CT CO USER	FEDERAL FORFEITURE FUND	AERIAL PHOTOGRAPHY	EXPO CENTER PROJECT
Cash and investments - beginning	\$ 26,760	\$ 465	\$ 4,544	\$ 131,098	\$ 766	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	25,874	-	-	-	-	-
Fines and forfeits	-	1,662	5,430	-	-	-
Other receipts	-	-	3,283	211,973	3,750	280
Total receipts	25,874	1,662	8,713	211,973	3,750	280
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	35,173	-	109	219,281	3,750	-
Total disbursements	35,173	-	109	219,281	3,750	-
Excess (deficiency) of receipts over disbursements	(9,299)	1,662	8,604	(7,308)	-	280
Cash and investments - ending	\$ 17,461	\$ 2,127	\$ 13,148	\$ 123,790	\$ 766	\$ 280

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

	LIT-PROPERTY TAX RELIEF (CREDIT)	PROB. INTERSTATE FEE FUND	HOMESTEAD INELIGIBLE-STATE	RIVERBOAT GAMBLING-REV SHARE	LIT (COIT) DISTRIBUTIONS
Cash and investments - beginning	\$ 81,317	\$ 125	\$ 3	\$ -	\$ -
Receipts:					
Taxes	2,144,605	-	-	-	8,544,196
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	293,009	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	-	563	-	-	-
Total receipts	<u>2,144,605</u>	<u>563</u>	<u>-</u>	<u>293,009</u>	<u>8,544,196</u>
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	2,164,515	625	-	293,009	8,544,196
Total disbursements	<u>2,164,515</u>	<u>625</u>	<u>-</u>	<u>293,009</u>	<u>8,544,196</u>
Excess (deficiency) of receipts over disbursements	<u>(19,910)</u>	<u>(62)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 61,407</u>	<u>\$ 63</u>	<u>\$ 3</u>	<u>\$ -</u>	<u>\$ -</u>

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

	LIT-PUBLIC SAFETY	BIO-TERRORISM GRANT FUND	H1N1 VACCINE GRANT-HEALTH	AIRPORT PROJECTS FUND	RURAL CORRECTIONAL GRANT
Cash and investments - beginning	\$ -	\$ 11,852	\$ 1,773	\$ (51,658)	\$ 710
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	2,136,050	14,747	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	-	-	-	499,011	-
Total receipts	<u>2,136,050</u>	<u>14,747</u>	<u>-</u>	<u>499,011</u>	<u>-</u>
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	2,136,050	21,532	1,116	435,360	710
Total disbursements	<u>2,136,050</u>	<u>21,532</u>	<u>1,116</u>	<u>435,360</u>	<u>710</u>
Excess (deficiency) of receipts over disbursements	-	(6,785)	(1,116)	63,651	(710)
Cash and investments - ending	<u>\$ -</u>	<u>\$ 5,067</u>	<u>\$ 657</u>	<u>\$ 11,993</u>	<u>\$ -</u>

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

	LEP SUB-GRANT	EMA FIRE TRAINING/INFRASTRUCTURE	EMA-LET GIS/07GRANT	EMA ENHANCEMENT GRANT
Cash and investments - beginning	\$ 69	\$ 9	\$ 7	\$ 4,188
Receipts:				
Taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental receipts	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeits	-	-	-	-
Other receipts	-	-	-	-
Total receipts	-	-	-	-
Disbursements:				
Personal services	-	-	-	-
Supplies	-	-	-	-
Other services and charges	-	-	-	-
Capital outlay	-	-	-	-
Other disbursements	69	9	7	4,188
Total disbursements	69	9	7	4,188
Excess (deficiency) of receipts over disbursements	(69)	(9)	(7)	(4,188)
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -

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

	HCCC JAG GRANT/SUBSTANCE ABUSE	EMA/EMPG BASE SHSP GRANT	EPA BROWNFIELDS GRANT	EMA TRAINING/INFRASTRUCTURE
Cash and investments - beginning	\$ 12,363	\$ 323	\$ -	\$ (44,961)
Receipts:				
Taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental receipts	-	-	95,104	54,830
Charges for services	-	-	-	-
Fines and forfeits	-	-	-	-
Other receipts	-	-	-	7,131
Total receipts	<u>-</u>	<u>-</u>	<u>95,104</u>	<u>61,961</u>
Disbursements:				
Personal services	-	-	60,754	-
Supplies	-	-	-	-
Other services and charges	12,363	-	34,350	-
Capital outlay	-	-	-	-
Other disbursements	-	323	-	17,000
Total disbursements	<u>12,363</u>	<u>323</u>	<u>95,104</u>	<u>17,000</u>
Excess (deficiency) of receipts over disbursements	<u>(12,363)</u>	<u>(323)</u>	<u>-</u>	<u>44,961</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	BLOUNTSVILLE/STONEYCREEK GRANT	EMA/HEMP GRANT \$6500	EMA/NIXLE GRANT 2017-19	EMA MITIGATION GRANT	BOND FORFEITURE FUND
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ 2,000
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	477,590	-	10,456	16,656	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	-	-	-	-	-
Total receipts	<u>477,590</u>	<u>-</u>	<u>10,456</u>	<u>16,656</u>	<u>-</u>
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	40,000	1,495	-	-	-
Capital outlay	437,590	-	-	-	-
Other disbursements	-	-	10,456	16,656	2,000
Total disbursements	<u>477,590</u>	<u>1,495</u>	<u>10,456</u>	<u>16,656</u>	<u>2,000</u>
Excess (deficiency) of receipts over disbursements	-	(1,495)	-	-	(2,000)
Cash and investments - ending	<u>\$ -</u>	<u>\$ (1,495)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	HEALTH DEPT GRANT FUND	NACCHO HEALTH GRANT	SEMA FUND	HAZ-MAT RESPONSE TEAM GRANT	FAMILY COURT PROJECT FUND
Cash and investments - beginning	\$ 15	\$ 485	\$ 13,433	\$ 105	\$ 2,553
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	-	-	-	-	-
Total receipts	-	-	-	-	-
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	-	-	-	105	-
Total disbursements	-	-	-	105	-
Excess (deficiency) of receipts over disbursements	-	-	-	(105)	-
Cash and investments - ending	\$ 15	\$ 485	\$ 13,433	\$ -	\$ 2,553

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

	FAMILY COURT GRANT	PARK COMM FOUNDATION GRANT	EMA/COMMUNITY FOUND GRANT	JDAI GRANT FUND	CC/PROB REINVESTMENT GRANT
Cash and investments - beginning	\$ 866	\$ 395	\$ 1,200	\$ 12,434	\$ 27,006
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	20,051	43,006
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	-	-	-	-	-
Total receipts	-	-	-	20,051	43,006
Disbursements:					
Personal services	-	-	-	1,947	17,807
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	866	-	1,200	27,486	25,660
Total disbursements	866	-	1,200	29,433	43,467
Excess (deficiency) of receipts over disbursements	(866)	-	(1,200)	(9,382)	(461)
Cash and investments - ending	\$ -	\$ 395	\$ -	\$ 3,052	\$ 26,545

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

	Veteran's Court	Probation Reinvestment Grant	JDAI 2018-2019	Community Crossing Match Grant	Aries State Grant
Cash and investments - beginning	\$ 28,540	\$ 21,699	\$ -	\$ -	\$ 794
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	26,082	53,924	22,383	774,512	1,911
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	-	-	-	-	-
Total receipts	<u>26,082</u>	<u>53,924</u>	<u>22,383</u>	<u>774,512</u>	<u>1,911</u>
Disbursements:					
Personal services	-	22,387	-	-	-
Supplies	-	2,724	-	-	-
Other services and charges	-	4,085	-	-	-
Capital outlay	-	-	-	725,481	-
Other disbursements	43,044	21,699	16,565	-	2,705
Total disbursements	<u>43,044</u>	<u>50,895</u>	<u>16,565</u>	<u>725,481</u>	<u>2,705</u>
Excess (deficiency) of receipts over disbursements	<u>(16,962)</u>	<u>3,029</u>	<u>5,818</u>	<u>49,031</u>	<u>(794)</u>
Cash and investments - ending	<u>\$ 11,578</u>	<u>\$ 24,728</u>	<u>\$ 5,818</u>	<u>\$ 49,031</u>	<u>\$ -</u>

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

	Henry Co Jail Treatment (CC)	IEDC Brooks Drive Grant	JDAI/BONUS GRANT	PROBLEM SOLVING/DRUG CT GRANT	Totals
Cash and investments - beginning	\$ 2,644	\$ -	\$ -	\$ -	\$ 17,409,361
Receipts:					
Taxes	-	-	-	-	57,395,978
Licenses and permits	-	-	-	-	217,358
Intergovernmental receipts	4,869	15,969	39,450	8,166	15,310,543
Charges for services	-	-	-	-	6,184,309
Fines and forfeits	-	-	-	-	385,027
Other receipts	-	-	-	-	25,379,479
Total receipts	<u>4,869</u>	<u>15,969</u>	<u>39,450</u>	<u>8,166</u>	<u>104,872,694</u>
Disbursements:					
Personal services	-	-	-	-	11,844,956
Supplies	-	-	-	-	2,786,097
Other services and charges	-	-	11,173	-	24,825,727
Capital outlay	-	15,969	-	-	8,251,255
Other disbursements	<u>6,188</u>	<u>-</u>	<u>7,252</u>	<u>1,912</u>	<u>55,503,823</u>
Total disbursements	<u>6,188</u>	<u>15,969</u>	<u>18,425</u>	<u>1,912</u>	<u>103,211,858</u>
Excess (deficiency) of receipts over disbursements	<u>(1,319)</u>	<u>-</u>	<u>21,025</u>	<u>6,254</u>	<u>1,660,836</u>
Cash and investments - ending	<u>\$ 1,325</u>	<u>\$ -</u>	<u>\$ 21,025</u>	<u>\$ 6,254</u>	<u>\$ 19,070,197</u>

HENRY COUNTY  
SCHEDULE OF PAYABLES AND RECEIVABLES  
December 31, 2018

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	<u>\$ 852,623</u>	<u>\$ -</u>

HENRY COUNTY  
SCHEDULE OF LEASES AND DEBT  
December 31, 2018

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Henry County Government Center Building Corporation	Improvements to the Government Center	<u>\$ 1,371,000</u>	7/1/2011	1/10/2024

Type	Description of Debt	Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:				
General obligation bonds	GENERAL OBLIGATION BONDS-2016		\$ 1,020,000	\$ 695,895
Revenue bonds	REDEVELOPMENT DISTRICT TAXABLE TAX INCREMENT			
	REVENUE BONDS OF 2015		575,000	116,445
Revenue bonds	REDEVELOPMENT DISTRICT TAXABLE TAX INCREMENT			
	REFUNDING BONDS OF 2015		1,105,000	73,394
Revenue bonds	AD VALOREM PROPERTY TAX FIRST MORTGAGE			
	REFUNDING & IMPROVEMENTS BONDS SERIES 2011		6,700,000	1,356,964
Revenue bonds	FOOD & BEVERAGE TAX REVENUE & REFUNDING BONDS 2012		1,460,000	283,696
Revenue bonds	REDEVELOPMENT DISTRICT TAX INCREMENT			
	REVENUE BONDS OF 2011		2,005,000	191,830
Revenue bonds	ECONOMIC DEVELOPEMENT REVENUE BOND			
	SERIES 2014/BOARSHEAD		12,195,000	140,000
Revenue bonds	REDEVELOPMENT DISTRICT TAXABLE INCREMENT			
	REVENUE BONDS OF 2011		910,000	100,151
Revenue bonds	FOOD & BEVERAGE TAX REVENUE BONDS 2015		1,595,000	54,488
Notes and loans payable	CLERK ELECTION POLL BOOKS		21,741	11,218
Notes and loans payable	2014 CHIP SPREADER		35,403	36,297
Notes and loans payable	E-911 EQUIPMENT LEASE AGREEMENT		633,114	130,741
Notes and loans payable	HIGHWAY RECYCLER 2016		168,523	58,412
Notes and loans payable	SURVEYOR LOAN		28,620	14,764
Notes and loans payable	2013 AMBULANCE LOAN		69,423	42,744
Notes and loans payable	MOTOROLA INTERLOCAL		1,011,381	125,221
Notes and loans payable	2018 FORD AMBULANCE LEASE 5329-001		74,091	14,832
	Total governmental activities		<u>29,607,296</u>	<u>3,447,092</u>
	Totals		<u>\$ 29,607,296</u>	<u>\$ 3,447,092</u>

HENRY COUNTY  
 SCHEDULE OF CAPITAL ASSETS  
 December 31, 2018

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

	<u>Ending Balance</u>
Governmental activities:	
Land	\$ 1,204,710
Infrastructure	31,174,412
Buildings	25,134,569
Improvements other than buildings	2,602,935
Machinery, equipment, and vehicles	<u>11,658,497</u>
 Total governmental activities	 <u>71,775,123</u>
 Total capital assets	 <u>\$ 71,775,123</u>

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SUPPLEMENTAL AUDIT OF  
FEDERAL AWARDS



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

TO: THE OFFICIALS OF HENRY COUNTY, INDIANA

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

We have audited Henry 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.

***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.

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

**Report on Internal Control over Compliance**


Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on 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 2018-001, that we consider to be a material weakness.

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

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

  
Paul D. Joyce, CPA  
State Examiner

September 3, 2019

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND ACCOMPANYING NOTES

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

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

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Passed Through to Subrecipient	Total Federal Awards Expended
<u>Department of Housing and Urban Development</u>					
Community Development Block Grants/State's program and Non-Entitlement Grants in Hawaii BLOUNSTVILLE STONEY CREEK FIRE STATION	Indiana Department of Community and Rural Affairs	14.228	PF-16-100	\$ -	\$ 477,590
Total - Department of Housing and Urban Development				-	477,590
<u>Department of Justice</u>					
Equitable Sharing Program	Direct	16.922	IN0330000-2018	-	57,734
Total - Department of Justice				-	57,734
<u>Department of Transportation</u>					
Highway Planning and Construction Cluster Highway Planning and Construction Cumulative Bridge	Indiana Department of Transportation	20.205	DES#1173179	-	25,730
Recreational Trails Program WILBUR WRIGHT TRAILS	Indiana Department of Transportation	20.219	RT-14-007	-	40,240
Total - Highway Planning and Construction Cluster				-	65,970
Highway Safety Cluster State and Community Highway Safety Operation Pullover DUI Task Force	Indiana Criminal Justice Institute	20.600	D3-18-11885 D3-18-12048	- -	3,819 945
Total - Highway Safety Cluster				-	4,764
Airport Improvement Program	Direct	20.106	3-18-0061-016-2016 3-18-0061-017-2017	- -	71,712 319,808
Total - Airport Improvement Program				-	391,520
Total - Department of Transportation				-	462,254
<u>Environmental Protection Agency</u>					
Brownfields Assessment and Cleanup Cooperative Agreements	Direct	66.818	BF00E01550	-	95,104
Total - Environmental Protection Agency				-	95,104
<u>Department of Health and Human Services</u>					
Hospital Preparedness Program(HPP) and Public Health Emergency Preparedness(PHEP) Aligned Cooperative Agreements BIO-TERRORISM	Indiana Department of Health	93.074	2018	-	14,747
Child Support Enforcement Child Support - Incentive Child Support - Indirect Costs Child Support - Clerk Child Support - Court Child Support - Prosecuting Attorney	Indiana Department of Child Services	93.563	2018 2018 2018 2018 2018	- - - - -	65,961 142,465 74,196 25,740 121,097
Total - CHILD SUPPORT ENFORCEMENT PROGRAM				-	429,459
Total - Department of Health and Human Services				-	444,206
<u>Department of Homeland Security</u>					
Emergency Management Performance Grants EMERGENCY MGT PERFORMANCE	Indiana Department of Homeland Security	97.042	EMC-2017-EP-00002	-	13,195
Pre-Disaster Mitigation EMA MITIGATION	Indiana Department of Homeland Security	97.047	EMC-2015-PC-0010	-	16,656
Homeland Security Grant Program EMA-NIXLE	Indiana Department of Homeland Security	97.067	EMW-2017-SS-0003	-	10,456
Total - Department of Homeland Security				-	40,307
Total federal awards expended				\$ -	\$ 1,577,195

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

HENRY 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.

HENRY COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

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

Financial Statement:

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

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
14.228	Community Development Block Grants/State's program and Non-Entitlement Grants in Hawaii	Unmodified
20.106	Airport Improvement Program	Unmodified

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

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

No matters are reportable.

HENRY COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)

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

**FINDING 2018-001**

Subject: Community Development Block Grants/State's program and  
Non-Entitlement Grants in Hawaii - Special Tests and  
Provisions - Wage Rate Requirements  
Federal Agency: Department of Housing and Urban Development  
Federal Program: Community Development Block Grants/State's program  
and Non-Entitlement Grants in Hawaii  
CFDA Number: 14.228  
Federal Award Number and Year (or Other Identifying Numbers): PF-16-100  
Compliance Requirement: Special Tests and Provisions - Wage Rate Requirements  
Audit Finding: Material Weakness

*Condition and Context*

An effective internal control system, which would include segregation of duties, was not in place at the County in order to ensure compliance with requirements related to the grant agreement and the following compliance requirement: Special Tests and Provisions - Wage Rate Requirements.

The County relied on a grant administrator to comply with the wage rate requirements. There was no evidence presented for audit that there was an oversight, review, or approval process in place at the County level to ensure compliance with the wage rate requirements.

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

*Criteria*

2 CFR 200.303 states in part:

"The non-Federal entity must:

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

*Cause*

Management had not developed a system of internal controls that segregated key functions and ensured compliance with the wage rate requirements.

HENRY COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)

*Effect*

The failure to establish an effective internal control system placed the County at risk of noncompliance with the grant agreement and the Special Tests and Provisions - Wage Rate Requirements compliance requirement. A lack of segregation of duties within an internal control system could also allow noncompliance with the compliance requirement and allow the misuse and mismanagement of federal funds and assets by not having proper oversight, reviews, and approvals over the activities of the program.

*Questioned Costs*

There were no questioned costs identified.

*Recommendation*

We recommended that the County's management establish a system of internal controls, including segregation of duties, related to the grant agreement and the compliance requirement listed above.

*Views of Responsible Officials*

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

AUDITEE-PREPARED DOCUMENT

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



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## CORRECTIVE ACTION PLAN

### ***FINDING 2018-001***

Contact Person Responsible for Corrective Action: Debra G. Walker, Henry County Auditor  
Contact Phone Number: 765-529-2800

Views of Responsible Official:

I concur to the finding. Being newly elected to the office January 1, 2019 and the Chief Deputy being new as well, we are unsure of the process that was used to review the claims, payroll and required reports. Since being made aware of the situation, we are in the process of writing a policy for any other federal grants we may receive.

Description of Corrective Action Plan:

Effective September 1, 2019 a plan will be in place that the Auditor or an employee of the Auditors office will review all claims and check to make sure that the correct wage rate is being paid before being sent to the Commissioners for final approval. All required reports will have to be submitted to the Auditor and will be reviewed and signed off on before final approval from the Commissioners, to make sure they are correct and submitted on time.

Anticipated Completion Date: September 1, 2019

Debra G. Walker  
Henry County Auditor

#### 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/>.