

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

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



FILED
09/26/2019

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
County Auditor	Kimberly A. Walton	06-05-17 to 12-31-22
County Treasurer	Cathy Williams	01-01-17 to 12-31-20
Clerk of the Circuit Court	Debra Berry	01-01-17 to 12-31-20
County Sheriff	Jeff Cappa Randy Retter	01-01-15 to 12-31-18 01-01-19 to 12-31-22
County Recorder	Debra S. Tiemann Debby Resh	01-01-15 to 12-31-18 01-01-19 to 12-31-22
President of the Board of County Commissioners	Kenneth E. Paust	01-01-18 to 12-31-19
President of the County Council	Jeffrey C. Plasterer	01-01-18 to 12-31-19



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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF WAYNE COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of Wayne County (County), which comprises the financial position and results of operations for the year ended December 31, 2018, and the related notes to the financial statement as listed in the Table of Contents.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the financial reporting provisions of the Indiana State Board of Accounts as allowed by state statute (IC 5-11-1-6). Management is responsible for and has determined that the regulatory basis of accounting, as established by the Indiana State Board of Accounts, is an acceptable basis of presentation. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of a financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on this financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the County's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

INDEPENDENT AUDITOR'S REPORT
(Continued)

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As discussed in Note 1 to the financial statement, the County prepares its financial statement on the prescribed basis of accounting that demonstrates compliance with the reporting requirements established by the Indiana State Board of Accounts as allowed by state statute (IC 5-11-1-6), which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles* paragraph, the financial statement referred to above does not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position and results of operations of the County for the year ended December 31, 2018.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the financial position and results of operations of the County for the year ended December 31, 2018, in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

Other Matters

Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming an opinion on the County's financial statement. The Combining Schedule of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis and Schedule of Leases and Debt, as listed in the Table of Contents, are presented for additional analysis and are not required parts of the financial statement. They have not been subjected to the auditing procedures applied by us in the audit of the financial statement and, accordingly, we express no opinion on them.

INDEPENDENT AUDITOR'S REPORT
(Continued)

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated August 28, 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

August 28, 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 WAYNE 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 Wayne 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 August 28, 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.

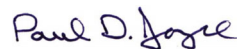
INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF THE FINANCIAL
STATEMENT PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*
(Continued)

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

August 28, 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.

WAYNE 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
LIT Special Purpose	\$ -	\$ 17,946,047	\$ 17,946,047	\$ -
Inmate Trust	14,209	1,268,009	1,262,204	20,014
Sheriff Commissary	232,278	381,746	284,515	329,509
Clerk Trust	939,102	7,298,432	7,307,928	929,606
County General	6,328,864	25,569,446	23,686,075	8,212,235
Accident Report-Sheriff	19,906	4,318	3,996	20,228
Aviation -Sheriff Department	704	-	-	704
Contractor's Bid	22,370	-	-	22,370
Campaign Finance Enforcement	4,640	-	-	4,640
Wayne Co EDIT Unincorporated	2,552,460	497,435	55,292	2,994,603
City and Town Court Costs	9,982	39,504	44,276	5,210
Clerk Record Perpetuation	101,792	48,245	52,283	97,754
Community Correction Fund	198,099	136,013	252,793	81,319
DOC Community Transition	76,277	21,900	333	97,844
County Sales Disclosure	29,761	8,590	4,987	33,364
Bridge 1135	5,754,677	1,359,870	1,577,560	5,536,987
Cumulative Capital Development-Co	492,481	383,929	385,681	490,729
Cumulative Building Courthouse	1,376,053	263,186	836,317	802,922
County Drug Free Community	64,520	51,952	61,559	54,913
GIS-Interlocal Agreement	328,746	200,410	360,117	169,039
Emergency Planning/Right	62,653	7,956	516	70,093
Recorder Enhanced Access	26,084	898	-	26,982
Extradition and Sheriff Assistance	22,216	618	11,892	10,942
Firearms-Sheriff	4,363	13,300	2,479	15,184
General Drain Improvement	28,352	2,073	-	30,425
Health Department	1,140,084	419,704	823,171	736,617
ID Security Protection	32,443	10,008	2,750	39,701
Levy Excess Fund	1,893	-	-	1,893
Health Maintenance Fund	37,523	49,145	11,336	75,332
Local Road and Street 1169	186,842	625,640	586,754	225,728
Co Med Care Inmates	2,220	16,618	17,286	1,552
Misdemeanant -Sheriff	117,516	50,102	9,477	158,141
Highway1176	1,274,875	4,640,856	4,872,341	1,043,390
Plat Book Maintenance	54,831	16,061	17,878	53,014
Rainy Day Fund	3,890,514	10,426	216,732	3,684,208
Recorder's Perpetuation	348,584	164,467	88,956	424,095
Riverboat Revenue Sharing	-	408,259	408,259	-
Sex & Violent Offenders Reg.	7,874	4,059	2,543	9,390
Supp Public Defender Fund	258,615	60,596	28,436	290,775
Surplus Tax	19,362	54,602	24,487	49,477
Surveyor Corner Perpetuation	89,628	50,861	25,049	115,440
Tax Sale Redemption	18,400	92,570	84,718	26,252
Tax Sale Surplus	567,527	731,615	388,211	910,931
Unsafe Building-County	1,264	-	-	1,264
Victim Assist Coord Grant	(79,409)	28,039	57,242	(108,612)
GAL/CASA Program Fund	190,980	45,106	24,201	211,885
Elected Officials Training	27,202	10,079	3,810	33,471
County Offender Transportation	6,313	875	-	7,188
Wayne County 911 Fund	693,015	777,688	593,077	877,626
Reassessment 2015	98,244	73	84,531	13,786
Adult Probation Users	22,562	170,610	111,518	81,654
Juvenile Probation Users	10,335	1,850	-	12,185
General Drain Maintenance	74,214	5,869	4,522	75,561
Convention -Bond and Int Acct	6	49,487	49,488	5
Drug Task Force	15,034	53,915	47,389	21,560
DUI Task Force Indiana-City/Co	(3,055)	-	-	(3,055)
Community Health Center	23,458	102,204	102,661	23,001
Jail Bond Debt Service	3,387,637	2,977,122	1,553,179	4,811,580
Wayne Employee Health Trust	1,033,611	3,111,680	4,145,600	(309)
Health Insurance-Retirees	2,529	1,250	1,250	2,529
Health Insurance Withholding	2,491	763,864	763,864	2,491

WAYNE 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
Boston Mutual Life	-	78,670	72,864	5,806
Garnishee-Child Support	2	30,113	30,115	-
Federal Withholding	-	1,334,916	1,334,916	-
FICA Withholding	-	1,120,793	1,120,793	-
Sec 125 Reimbursement	5	55,517	55,522	-
CAGIT Withholding	-	220,606	203,274	17,332
County Retirement	-	538,715	538,715	-
Wayne County Property Taxes	-	21,220	21,220	-
Sheriff Retirement W-Hold	(3,579)	94,503	69,032	21,892
State Withholding	-	472,379	435,366	37,013
Garnishee Withholding	-	21,445	21,445	-
Sheriff Pension Trust	74,273	79,115	123,493	29,895
Late Payment Special Assessment	8,917	50,965,228	50,950,438	23,707
Commercial Vehicle Excise 6023	-	579,834	579,834	-
Weed Collections	-	19,013	19,013	-
Sewer Collections	-	91,381	91,381	-
Financial Institution Tax	-	747,750	747,750	-
State Fines and Forfeitures	15,506	20,069	35,575	-
Infraction Deferral Program	2,374	33,902	23,985	12,291
Overweight Vehicles	12,326	133,703	136,867	9,162
Spec Death Benefit Fees	375	4,115	4,490	-
State Sales Disclosure	670	8,590	8,505	755
Coroners Cont Educ Fund	996	13,192	13,130	1,058
Interstate Compact Fees-Prob	63	875	813	125
Mortgage Fee Fund	383	5,627	5,605	405
Sex/Violent Offender Fees ST	62	450	468	44
Child Restraint Syst Violation	25	400	425	-
Inheritance Tax	2,339	-	-	2,339
Education Plate Fee	113	581	469	225
Convention Bureau	94,356	696,747	709,965	81,138
Prosecutor Law Enforcement	17,202	11,305	28,405	102
EDIT Fund	113,917	-	-	113,917
Clerk ARRA 8894	2,852	-	2,852	-
Title Iv-D Incentive-8895	262,854	33,969	-	296,823
New-Prosecutor 4D Incent-8897	140,248	51,106	108,255	83,099
Clerk 4D Incentive	104,628	-	51,981	52,647
New-Clerk 4D Incentive-8899	193,897	34,321	17,179	211,039
Community Corrections 18-19	-	236,161	163,141	73,020
CHC	-	67,732	97,272	(29,540)
Bioterrorism Grant-Health	20,544	21,401	21,401	20,544
JDAI Coordination Grant	(17,629)	56,458	30,552	8,277
Justice Reinvestment Grant	39,289	29,922	59,878	9,333
JRAC 18-19	-	47,813	40,773	7,040
Health Center Clinic	-	3,333,771	1,547,013	1,786,758
Treasurer After Settlement Collection	2,087,905	2,002,614	2,087,205	2,003,314
Clerk Child Support	16,348	780,943	782,022	15,269
User Fee Fund	609,319	22,934	9,370	622,883
Translator Fees	7,472	-	1,003	6,469
Dare Donations-Sheriff-Misc	2,394	-	970	1,424
Donations For County Use	25	810	388	447
Health Donations	9,055	-	-	9,055
Fairgrounds Donations	666	-	-	666
K-9 Donations-Sheriff-Misc	4,936	4,387	428	8,895
Sheriff Donations	2,088	-	-	2,088
Foreign Language Interpreter Grant	875	5,657	4,275	2,257
Adult Protection Fund	669	-	-	669
4-D Court	(9,511)	172,032	171,386	(8,865)
County Law Enforce Continuing Ed	16,204	1,357	4,131	13,430
Comm Correction Project Income	193,744	65,636	51,262	208,118
Rainy Day Restricted	630,270	-	630,270	-
Consolidated Edit Fund	4,146,050	1,590,654	1,439,957	4,296,747

WAYNE 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
2013 EMA Performance Grant	(3,700)	3,700	-	-
State General Fees	3,549	32,788	36,262	75
Health/Navigator Outreach	(10,638)	10,638	-	-
Highway Safety Big City/County	4,472	7,168	11,671	(31)
Commissioners Tax Sale	99,121	92,328	90,694	100,755
JDAI Alternative Program	106,906	15,592	118,382	4,116
Health Master Tobacco Settlement	26,850	32,108	361	58,597
Meaningful Use Funds-Health	28,486	-	25,218	3,268
Mobile Home Tax Sale Cost	5,549	1,300	1,286	5,563
Pre-Trail Diversion	9,115	1,259	-	10,374
Revolving Loan Fund	527,195	27,453	49,500	505,148
Sheriff's Federal Seizure	2,642	-	-	2,642
Wayne Co Redevelopment Commiss	218,189	483,658	274,804	427,043
Pre Trial Drug Diversion	640	1,110	-	1,750
Sec 125 Dental Withholding	2,379	153,723	153,723	2,379
Voluntary Life Insurance	830	45,363	45,363	830
United Way Withholding	-	3,216	2,500	716
FOP Dues-Sheriff	2,028	4,137	3,267	2,898
Republican Party Withholding	-	8,685	6,650	2,035
AFLAC Group	78	-	-	78
McCready & Keene Post Tax	-	8,400	8,400	-
McCready & Keene Pre Tax	-	1,040	1,040	-
AUL Short Term	-	26,398	26,398	-
PERF-Voluntary Post	-	5,049	5,049	-
H1N1 Grant	3,251	-	-	3,251
Federal Equitable Sharing Acct	12,156	-	-	12,156
Health/Immunization Grant	7,253	21,337	39,326	(10,736)
HIV Grant	25,924	41,402	49,947	17,379
HRSA FQHC Grant	(59,626)	1,020,857	1,045,781	(84,550)
IPHCA Navigator Grant	(1,608)	1,608	-	-
Pdfwc Spf-Sig Grant-Comm Corr	23,961	-	-	23,961
Vasia Grant	-	75,000	75,000	-
Capacity Building Grant	14,664	13,350	264	27,750
IDOC Juvenile	2,158	17,266	8,633	10,791
MRT (Moral Reconciliation Therapy)	22,600	30,475	27,937	25,138
DSHII	(8,437)	8,437	-	-
HRSA PCMH	(4,717)	4,717	-	-
Bridge 1-2017	19,752	-	1,180	18,572
Performance Award Grant	(59,000)	98,450	12,152	27,298
Health Center	1,128,534	859,160	1,987,694	-
Health Center QImp	(1,331)	11,418	10,087	-
AIMS Grant	(46,600)	78,396	31,796	-
GAL/CASA Special Pilot Program	40,000	-	19,764	20,236
FFY 2018 FEMA HSGP SHSP	-	-	24,559	(24,559)
Totals	\$ 43,193,893	\$ 140,216,595	\$ 138,189,091	\$ 45,221,397

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

WAYNE 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,

WAYNE COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

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

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

E. Disbursements

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

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

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

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

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.

WAYNE 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.

WAYNE 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:

WAYNE 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.

WAYNE 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 reimbursement grants. The reimbursements for expenditures made by the County were not received by December 31, 2018.

Note 8. Holding Corporation

The County has entered into a capital lease with the Wayne County Jail Holding Corporation (the lessor). The lessor was organized as a not-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 \$1,082,300.

Note 9. Other Postemployment Benefits

The County provides stipends towards COBRA insurance costs based on years of service 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.

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

	LIT Special Purpose	Inmate Trust	Sheriff Commissary	Clerk Trust	County General
Cash and investments - beginning	\$ -	\$ 14,209	\$ 232,278	\$ 939,102	\$ 6,328,864
Receipts:					
Taxes	-	-	-	-	19,446,938
Licenses and permits	-	-	-	-	113,372
Intergovernmental receipts	-	-	-	-	4,176,751
Charges for services	-	-	-	-	757,780
Fines and forfeits	-	-	-	-	-
Other receipts	17,946,047	1,268,009	381,746	7,298,432	1,074,605
Total receipts	17,946,047	1,268,009	381,746	7,298,432	25,569,446
Disbursements:					
Personal services	-	-	-	-	16,972,406
Supplies	-	-	-	-	626,191
Other services and charges	-	-	-	-	5,420,612
Capital outlay	17,946,047	-	-	-	666,866
Other disbursements	-	1,262,204	284,515	7,307,928	-
Total disbursements	17,946,047	1,262,204	284,515	7,307,928	23,686,075
Excess (deficiency) of receipts over (under) disbursements	-	5,805	97,231	(9,496)	1,883,371
Cash and investments - ending	\$ -	\$ 20,014	\$ 329,509	\$ 929,606	\$ 8,212,235

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

	Accident Report-Sheriff	Aviation -Sheriff Department	Contractor's Bid	Campaign Finance Enforcement	Wayne Co EDIT Unincorporated
Cash and investments - beginning	\$ 19,906	\$ 704	\$ 22,370	\$ 4,640	\$ 2,552,460
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	4,318	-	-	-	497,435
Total receipts	4,318	-	-	-	497,435
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	54,902
Capital outlay	3,996	-	-	-	390
Other disbursements	-	-	-	-	-
Total disbursements	3,996	-	-	-	55,292
Excess (deficiency) of receipts over (under) disbursements	322	-	-	-	442,143
Cash and investments - ending	\$ 20,228	\$ 704	\$ 22,370	\$ 4,640	\$ 2,994,603

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

	City and Town Court Costs	Clerk Record Perpetuation	Community Correction Fund	DOC Community Transition	County Sales Disclosure
Cash and investments - beginning	\$ 9,982	\$ 101,792	\$ 198,099	\$ 76,277	\$ 29,761
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	39,504	48,245	136,013	21,900	8,590
Total receipts	39,504	48,245	136,013	21,900	8,590
Disbursements:					
Personal services	-	46,465	131,789	-	-
Supplies	-	-	3,768	-	-
Other services and charges	-	-	19,288	333	4,987
Capital outlay	44,276	5,818	9,475	-	-
Other disbursements	-	-	88,473	-	-
Total disbursements	44,276	52,283	252,793	333	4,987
Excess (deficiency) of receipts over (under) disbursements	(4,772)	(4,038)	(116,780)	21,567	3,603
Cash and investments - ending	\$ 5,210	\$ 97,754	\$ 81,319	\$ 97,844	\$ 33,364

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

	Bridge 1135	Cumulative Capital Development-Co	Cumulative Building Courthouse	County Drug Free Community	GIS-Interlocal Agreement
Cash and investments - beginning	\$ 5,754,677	\$ 492,481	\$ 1,376,053	\$ 64,520	\$ 328,746
Receipts:					
Taxes	878,941	329,603	239,711	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	86,071	32,276	23,475	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	394,858	22,050	-	51,952	200,410
Total receipts	1,359,870	383,929	263,186	51,952	200,410
Disbursements:					
Personal services	173,629	-	-	-	87,137
Supplies	138,546	-	-	-	-
Other services and charges	1,237,537	-	836,317	61,559	256,734
Capital outlay	27,848	385,681	-	-	16,246
Other disbursements	-	-	-	-	-
Total disbursements	1,577,560	385,681	836,317	61,559	360,117
Excess (deficiency) of receipts over (under) disbursements	(217,690)	(1,752)	(573,131)	(9,607)	(159,707)
Cash and investments - ending	\$ 5,536,987	\$ 490,729	\$ 802,922	\$ 54,913	\$ 169,039

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

	Emergency Planning/Right	Recorder Enhanced Access	Extradition and Sheriff Assistance	Firearms-Sheriff	General Drain Improvement
Cash and investments - beginning	\$ 62,653	\$ 26,084	\$ 22,216	\$ 4,363	\$ 28,352
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	7,956	898	618	13,300	2,073
Total receipts	<u>7,956</u>	<u>898</u>	<u>618</u>	<u>13,300</u>	<u>2,073</u>
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	516	-	-	-	-
Capital outlay	-	-	11,892	2,479	-
Other disbursements	-	-	-	-	-
Total disbursements	<u>516</u>	<u>-</u>	<u>11,892</u>	<u>2,479</u>	<u>-</u>
Excess (deficiency) of receipts over (under) disbursements	<u>7,440</u>	<u>898</u>	<u>(11,274)</u>	<u>10,821</u>	<u>2,073</u>
Cash and investments - ending	<u>\$ 70,093</u>	<u>\$ 26,982</u>	<u>\$ 10,942</u>	<u>\$ 15,184</u>	<u>\$ 30,425</u>

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

	Health Department	ID Security Protection	Levy Excess Fund	Health Maintenance Fund	Local Road and Street 1169
Cash and investments - beginning	\$ 1,140,084	\$ 32,443	\$ 1,893	\$ 37,523	\$ 186,842
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	216,943	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	33,630	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	169,131	10,008	-	49,145	625,640
Total receipts	419,704	10,008	-	49,145	625,640
Disbursements:					
Personal services	564,047	-	-	4,770	-
Supplies	178,198	-	-	-	586,754
Other services and charges	56,696	-	-	6,566	-
Capital outlay	24,230	2,750	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	823,171	2,750	-	11,336	586,754
Excess (deficiency) of receipts over (under) disbursements	(403,467)	7,258	-	37,809	38,886
Cash and investments - ending	\$ 736,617	\$ 39,701	\$ 1,893	\$ 75,332	\$ 225,728

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

	Co Med Care Inmates	Misdemeanant -Sheriff	Highway1176	Plat Book Maintenance	Rainy Day Fund
Cash and investments - beginning	\$ 2,220	\$ 117,516	\$ 1,274,875	\$ 54,831	\$ 3,890,514
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	12,280	-	-
Intergovernmental receipts	-	-	4,433,289	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	16,618	50,102	195,287	16,061	10,426
Total receipts	16,618	50,102	4,640,856	16,061	10,426
Disbursements:					
Personal services	-	-	1,346,506	14,777	-
Supplies	-	-	2,181,965	449	-
Other services and charges	-	-	945,381	2,652	23,513
Capital outlay	17,286	9,477	398,489	-	193,219
Other disbursements	-	-	-	-	-
Total disbursements	17,286	9,477	4,872,341	17,878	216,732
Excess (deficiency) of receipts over (under) disbursements	(668)	40,625	(231,485)	(1,817)	(206,306)
Cash and investments - ending	\$ 1,552	\$ 158,141	\$ 1,043,390	\$ 53,014	\$ 3,684,208

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

	Recorder's Perpetuation	Riverboat Revenue Sharing	Sex & Violent Offenders Reg.	Supp Public Defender Fund	Surplus Tax
Cash and investments - beginning	\$ 348,584	\$ -	\$ 7,874	\$ 258,615	\$ 19,362
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	164,467	408,259	4,059	60,596	54,602
Total receipts	164,467	408,259	4,059	60,596	54,602
Disbursements:					
Personal services	53,161	-	-	28,436	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Capital outlay	35,795	408,259	2,543	-	24,487
Other disbursements	-	-	-	-	-
Total disbursements	88,956	408,259	2,543	28,436	24,487
Excess (deficiency) of receipts over (under) disbursements	75,511	-	1,516	32,160	30,115
Cash and investments - ending	\$ 424,095	\$ -	\$ 9,390	\$ 290,775	\$ 49,477

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

	Surveyor Corner Perpetuation	Tax Sale Redemption	Tax Sale Surplus	Unsafe Building-County	Victim Assist Coord Grant
Cash and investments - beginning	\$ 89,628	\$ 18,400	\$ 567,527	\$ 1,264	\$ (79,409)
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	50,861	92,570	731,615	-	28,039
Total receipts	50,861	92,570	731,615	-	28,039
Disbursements:					
Personal services	5,099	-	-	-	57,242
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Capital outlay	19,950	84,718	388,211	-	-
Other disbursements	-	-	-	-	-
Total disbursements	25,049	84,718	388,211	-	57,242
Excess (deficiency) of receipts over (under) disbursements	25,812	7,852	343,404	-	(29,203)
Cash and investments - ending	\$ 115,440	\$ 26,252	\$ 910,931	\$ 1,264	\$ (108,612)

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

	GAL/CASA Program Fund	Elected Officials Training	County Offender Transportation	Wayne County 911 Fund	Reassessment 2015
Cash and investments - beginning	\$ 190,980	\$ 27,202	\$ 6,313	\$ 693,015	\$ 98,244
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	777,497	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	45,106	10,079	875	191	73
Total receipts	45,106	10,079	875	777,688	73
Disbursements:					
Personal services	16,340	-	-	382,033	-
Supplies	1,841	-	-	-	-
Other services and charges	6,020	3,810	-	190,186	83,031
Capital outlay	-	-	-	20,858	1,500
Other disbursements	-	-	-	-	-
Total disbursements	24,201	3,810	-	593,077	84,531
Excess (deficiency) of receipts over (under) disbursements	20,905	6,269	875	184,611	(84,458)
Cash and investments - ending	\$ 211,885	\$ 33,471	\$ 7,188	\$ 877,626	\$ 13,786

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

	Adult Probation Users	Juvenile Probation Users	General Drain Maintenance	Convention -Bond and Int Acct	Drug Task Force
Cash and investments - beginning	\$ 22,562	\$ 10,335	\$ 74,214	\$ 6	\$ 15,034
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	170,610	1,850	5,869	49,487	53,915
Total receipts	<u>170,610</u>	<u>1,850</u>	<u>5,869</u>	<u>49,487</u>	<u>53,915</u>
Disbursements:					
Personal services	111,518	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Capital outlay	-	-	4,522	49,488	47,389
Other disbursements	-	-	-	-	-
Total disbursements	<u>111,518</u>	<u>-</u>	<u>4,522</u>	<u>49,488</u>	<u>47,389</u>
Excess (deficiency) of receipts over (under) disbursements	59,092	1,850	1,347	(1)	6,526
Cash and investments - ending	<u>\$ 81,654</u>	<u>\$ 12,185</u>	<u>\$ 75,561</u>	<u>\$ 5</u>	<u>\$ 21,560</u>

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

	DUI Task Force Indiana-City/Co	Community Health Center	Jail Bond Debt Service	Wayne Employee Health Trust	Health Insurance-Retirees
Cash and investments - beginning	\$ (3,055)	\$ 23,458	\$ 3,387,637	\$ 1,033,611	\$ 2,529
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	-	102,204	2,977,122	3,111,680	1,250
Total receipts	-	102,204	2,977,122	3,111,680	1,250
Disbursements:					
Personal services	-	92,334	-	3,113,526	1,250
Supplies	-	-	-	-	-
Other services and charges	-	10,327	693,380	-	-
Capital outlay	-	-	859,799	1,032,074	-
Other disbursements	-	-	-	-	-
Total disbursements	-	102,661	1,553,179	4,145,600	1,250
Excess (deficiency) of receipts over (under) disbursements	-	(457)	1,423,943	(1,033,920)	-
Cash and investments - ending	\$ (3,055)	\$ 23,001	\$ 4,811,580	\$ (309)	\$ 2,529

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

	Health Insurance Withholding	Boston Mutual Life	Garnishee-Child Support	Federal Withholding	FICA Withholding
Cash and investments - beginning	\$ 2,491	\$ -	\$ 2	\$ -	\$ -
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	763,864	78,670	30,113	1,334,916	1,120,793
Total receipts	763,864	78,670	30,113	1,334,916	1,120,793
Disbursements:					
Personal services	763,864	72,864	30,113	1,334,916	1,120,793
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Capital outlay	-	-	2	-	-
Other disbursements	-	-	-	-	-
Total disbursements	763,864	72,864	30,115	1,334,916	1,120,793
Excess (deficiency) of receipts over (under) disbursements	-	5,806	(2)	-	-
Cash and investments - ending	\$ 2,491	\$ 5,806	\$ -	\$ -	\$ -

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

	Sec 125 Reimbursement	CAGIT Withholding	County Retirement	Wayne County Property Taxes	Sheriff Retirement W-Hold
Cash and investments - beginning	\$ 5	\$ -	\$ -	\$ -	\$ (3,579)
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	55,517	220,606	538,715	21,220	94,503
Total receipts	<u>55,517</u>	<u>220,606</u>	<u>538,715</u>	<u>21,220</u>	<u>94,503</u>
Disbursements:					
Personal services	55,522	203,274	538,715	21,220	69,032
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	<u>55,522</u>	<u>203,274</u>	<u>538,715</u>	<u>21,220</u>	<u>69,032</u>
Excess (deficiency) of receipts over (under) disbursements	<u>(5)</u>	<u>17,332</u>	<u>-</u>	<u>-</u>	<u>25,471</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 17,332</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 21,892</u>

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

	State Withholding	Garnishee Withholding	Sheriff Pension Trust	Late Payment Special Assessment	Commercial Vehicle Excise 6023
Cash and investments - beginning	\$ -	\$ -	\$ 74,273	\$ 8,917	\$ -
Receipts:					
Taxes	-	-	-	18,777,695	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	1,595,100	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	472,379	21,445	79,115	30,592,433	579,834
Total receipts	472,379	21,445	79,115	50,965,228	579,834
Disbursements:					
Personal services	433,580	21,445	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Capital outlay	1,786	-	123,493	50,950,438	579,834
Other disbursements	-	-	-	-	-
Total disbursements	435,366	21,445	123,493	50,950,438	579,834
Excess (deficiency) of receipts over (under) disbursements	37,013	-	(44,378)	14,790	-
Cash and investments - ending	\$ 37,013	\$ -	\$ 29,895	\$ 23,707	\$ -

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

	Weed Collections	Sewer Collections	Financial Institution Tax	State Fines and Forfeitures	Infraction Deferral Program
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ 15,506	\$ 2,374
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	27,302
Other receipts	19,013	91,381	747,750	20,069	6,600
Total receipts	19,013	91,381	747,750	20,069	33,902
Disbursements:					
Personal services	-	-	-	-	6,170
Supplies	-	-	-	-	4,966
Other services and charges	-	-	-	-	12,849
Capital outlay	19,013	91,381	747,750	35,575	-
Other disbursements	-	-	-	-	-
Total disbursements	19,013	91,381	747,750	35,575	23,985
Excess (deficiency) of receipts over (under) disbursements	-	-	-	(15,506)	9,917
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ 12,291

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

	Overweight Vehicles	Spec Death Benefit Fees	State Sales Disclosure	Coroners Cont Educ Fund	Interstate Compact Fees-Prob
Cash and investments - beginning	\$ 12,326	\$ 375	\$ 670	\$ 996	\$ 63
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	133,703	4,115	8,590	13,192	875
Total receipts	133,703	4,115	8,590	13,192	875
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Capital outlay	136,867	4,490	8,505	13,130	813
Other disbursements	-	-	-	-	-
Total disbursements	136,867	4,490	8,505	13,130	813
Excess (deficiency) of receipts over (under) disbursements	(3,164)	(375)	85	62	62
Cash and investments - ending	\$ 9,162	\$ -	\$ 755	\$ 1,058	\$ 125

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

	Mortgage Fee Fund	Sex/Violent Offender Fees ST	Child Restraint Syst Violation	Inheritance Tax	Education Plate Fee
Cash and investments - beginning	\$ 383	\$ 62	\$ 25	\$ 2,339	\$ 113
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	5,627	450	400	-	581
Total receipts	5,627	450	400	-	581
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Capital outlay	5,605	468	425	-	469
Other disbursements	-	-	-	-	-
Total disbursements	5,605	468	425	-	469
Excess (deficiency) of receipts over (under) disbursements	22	(18)	(25)	-	112
Cash and investments - ending	\$ 405	\$ 44	\$ -	\$ 2,339	\$ 225

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

	Convention Bureau	Prosecutor Law Enforcement	EDIT Fund	Clerk ARRA 8894	Title Iv-D Incentive-8895
Cash and investments - beginning	\$ 94,356	\$ 17,202	\$ 113,917	\$ 2,852	\$ 262,854
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	696,747	11,305	-	-	33,969
Total receipts	<u>696,747</u>	<u>11,305</u>	<u>-</u>	<u>-</u>	<u>33,969</u>
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Capital outlay	709,965	28,405	-	2,852	-
Other disbursements	-	-	-	-	-
Total disbursements	<u>709,965</u>	<u>28,405</u>	<u>-</u>	<u>2,852</u>	<u>-</u>
Excess (deficiency) of receipts over (under) disbursements	<u>(13,218)</u>	<u>(17,100)</u>	<u>-</u>	<u>(2,852)</u>	<u>33,969</u>
Cash and investments - ending	<u>\$ 81,138</u>	<u>\$ 102</u>	<u>\$ 113,917</u>	<u>\$ -</u>	<u>\$ 296,823</u>

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

	New-Prosecutor 4D Incent-8897	Clerk 4D Incentive	New-Clerk 4D Incentive-8899	Community Corrections 18-19	CHC
Cash and investments - beginning	\$ 140,248	\$ 104,628	\$ 193,897	\$ -	\$ -
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	51,106	-	34,321	236,161	67,732
Total receipts	<u>51,106</u>	<u>-</u>	<u>34,321</u>	<u>236,161</u>	<u>67,732</u>
Disbursements:					
Personal services	59,576	-	10,181	142,595	86,117
Supplies	-	-	-	19	-
Other services and charges	-	-	-	20,527	11,155
Capital outlay	48,679	51,981	6,998	-	-
Other disbursements	-	-	-	-	-
Total disbursements	<u>108,255</u>	<u>51,981</u>	<u>17,179</u>	<u>163,141</u>	<u>97,272</u>
Excess (deficiency) of receipts over (under) disbursements	<u>(57,149)</u>	<u>(51,981)</u>	<u>17,142</u>	<u>73,020</u>	<u>(29,540)</u>
Cash and investments - ending	<u>\$ 83,099</u>	<u>\$ 52,647</u>	<u>\$ 211,039</u>	<u>\$ 73,020</u>	<u>\$ (29,540)</u>

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

	Bioterrorism Grant-Health	JDAI Coordination Grant	Justice Reinvestment Grant	JRAC 18-19	Health Center Clinic
Cash and investments - beginning	\$ 20,544	\$ (17,629)	\$ 39,289	\$ -	\$ -
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	21,401	56,458	29,922	47,813	3,333,771
Total receipts	21,401	56,458	29,922	47,813	3,333,771
Disbursements:					
Personal services	-	25,000	30,418	30,555	730,408
Supplies	6,900	2,561	3,482	7,597	153,014
Other services and charges	-	2,509	-	2,621	383,854
Capital outlay	14,501	482	-	-	4,761
Other disbursements	-	-	25,978	-	274,976
Total disbursements	21,401	30,552	59,878	40,773	1,547,013
Excess (deficiency) of receipts over (under) disbursements	-	25,906	(29,956)	7,040	1,786,758
Cash and investments - ending	\$ 20,544	\$ 8,277	\$ 9,333	\$ 7,040	\$ 1,786,758

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

	Treasurer After Settlement Collection	Clerk Child Support	User Fee Fund	Translator Fees	Dare Donations-Sheriff-Misc
Cash and investments - beginning	\$ 2,087,905	\$ 16,348	\$ 609,319	\$ 7,472	\$ 2,394
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	22,574	-	-
Other receipts	2,002,614	780,943	360	-	-
Total receipts	2,002,614	780,943	22,934	-	-
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	1,003	-
Capital outlay	-	-	9,370	-	970
Other disbursements	2,087,205	782,022	-	-	-
Total disbursements	2,087,205	782,022	9,370	1,003	970
Excess (deficiency) of receipts over (under) disbursements	(84,591)	(1,079)	13,564	(1,003)	(970)
Cash and investments - ending	\$ 2,003,314	\$ 15,269	\$ 622,883	\$ 6,469	\$ 1,424

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

	Donations For County Use	Health Donations	Fairgrounds Donations	K-9 Donations-Sheriff-Misc	Sheriff Donations
Cash and investments - beginning	\$ 25	\$ 9,055	\$ 666	\$ 4,936	\$ 2,088
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	810	-	-	4,387	-
Total receipts	810	-	-	4,387	-
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Capital outlay	388	-	-	428	-
Other disbursements	-	-	-	-	-
Total disbursements	388	-	-	428	-
Excess (deficiency) of receipts over (under) disbursements	422	-	-	3,959	-
Cash and investments - ending	\$ 447	\$ 9,055	\$ 666	\$ 8,895	\$ 2,088

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

	Foreign Language Interpreter Grant	Adult Protection Fund	4-D Court	County Law Enforce Continuing Ed	Comm Correction Project Income
Cash and investments - beginning	\$ 875	\$ 669	\$ (9,511)	\$ 16,204	\$ 193,744
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	5,657	-	172,032	1,357	65,636
Total receipts	5,657	-	172,032	1,357	65,636
Disbursements:					
Personal services	-	-	170,519	-	47,153
Supplies	-	-	-	-	8
Other services and charges	4,275	-	867	-	3,525
Capital outlay	-	-	-	4,131	576
Other disbursements	-	-	-	-	-
Total disbursements	4,275	-	171,386	4,131	51,262
Excess (deficiency) of receipts over (under) disbursements	1,382	-	646	(2,774)	14,374
Cash and investments - ending	\$ 2,257	\$ 669	\$ (8,865)	\$ 13,430	\$ 208,118

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

	Rainy Day Restricted	Consolidated Edit Fund	2013 EMA Performance Grant	State General Fees	Health/Navigator Outreach
Cash and investments - beginning	\$ 630,270	\$ 4,146,050	\$ (3,700)	\$ 3,549	\$ (10,638)
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	-	1,590,654	3,700	32,788	10,638
Total receipts	-	1,590,654	3,700	32,788	10,638
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	1,430,112	-	-	-
Capital outlay	630,270	9,845	-	36,262	-
Other disbursements	-	-	-	-	-
Total disbursements	630,270	1,439,957	-	36,262	-
Excess (deficiency) of receipts over (under) disbursements	(630,270)	150,697	3,700	(3,474)	10,638
Cash and investments - ending	\$ -	\$ 4,296,747	\$ -	\$ 75	\$ -

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

	Highway Safety Big City/County	Commissioners Tax Sale	JDAI Alternative Program	Health Master Tobacco Settlement	Meaningful Use Funds-Health
Cash and investments - beginning	\$ 4,472	\$ 99,121	\$ 106,906	\$ 26,850	\$ 28,486
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	7,168	92,328	15,592	32,108	-
Total receipts	7,168	92,328	15,592	32,108	-
Disbursements:					
Personal services	11,671	-	-	-	-
Supplies	-	-	1,517	-	-
Other services and charges	-	-	20,154	361	25,218
Capital outlay	-	90,694	8,600	-	-
Other disbursements	-	-	88,111	-	-
Total disbursements	11,671	90,694	118,382	361	25,218
Excess (deficiency) of receipts over (under) disbursements	(4,503)	1,634	(102,790)	31,747	(25,218)
Cash and investments - ending	\$ (31)	\$ 100,755	\$ 4,116	\$ 58,597	\$ 3,268

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

	Mobile Home Tax Sale Cost	Pre-Trail Diversion	Revolving Loan Fund	Sheriff's Federal Seizure	Wayne Co Redevelopment Commiss
Cash and investments - beginning	\$ 5,549	\$ 9,115	\$ 527,195	\$ 2,642	\$ 218,189
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	1,300	1,259	27,453	-	483,658
Total receipts	1,300	1,259	27,453	-	483,658
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	140,000
Capital outlay	1,286	-	49,500	-	134,804
Other disbursements	-	-	-	-	-
Total disbursements	1,286	-	49,500	-	274,804
Excess (deficiency) of receipts over (under) disbursements	14	1,259	(22,047)	-	208,854
Cash and investments - ending	\$ 5,563	\$ 10,374	\$ 505,148	\$ 2,642	\$ 427,043

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

	Pre Trial Drug Diversion	Sec 125 Dental Withholding	Voluntary Life Insurance	United Way Withholding	FOP Dues-Sheriff
Cash and investments - beginning	\$ 640	\$ 2,379	\$ 830	\$ -	\$ 2,028
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	1,110	153,723	45,363	3,216	4,137
Total receipts	1,110	153,723	45,363	3,216	4,137
Disbursements:					
Personal services	-	153,723	45,363	2,500	3,267
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	-	153,723	45,363	2,500	3,267
Excess (deficiency) of receipts over (under) disbursements	1,110	-	-	716	870
Cash and investments - ending	\$ 1,750	\$ 2,379	\$ 830	\$ 716	\$ 2,898

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

	Republican Party Withholding	AFLAC Group	McCready & Keene Post Tax	McCready & Keene Pre Tax	AUL Short Term
Cash and investments - beginning	\$ -	\$ 78	\$ -	\$ -	\$ -
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	8,685	-	8,400	1,040	26,398
Total receipts	8,685	-	8,400	1,040	26,398
Disbursements:					
Personal services	6,650	-	8,400	1,040	26,398
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	6,650	-	8,400	1,040	26,398
Excess (deficiency) of receipts over (under) disbursements	2,035	-	-	-	-
Cash and investments - ending	\$ 2,035	\$ 78	\$ -	\$ -	\$ -

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

	PERF-Voluntary Post	H1N1 Grant	Federal Equitable Sharing Acct	Health/Immunization Grant	HIV Grant
Cash and investments - beginning	\$ -	\$ 3,251	\$ 12,156	\$ 7,253	\$ 25,924
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	5,049	-	-	21,337	41,402
Total receipts	<u>5,049</u>	<u>-</u>	<u>-</u>	<u>21,337</u>	<u>41,402</u>
Disbursements:					
Personal services	5,049	-	-	7,993	-
Supplies	-	-	-	-	158
Other services and charges	-	-	-	31,333	49,789
Capital outlay	-	-	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	<u>5,049</u>	<u>-</u>	<u>-</u>	<u>39,326</u>	<u>49,947</u>
Excess (deficiency) of receipts over (under) disbursements	<u>-</u>	<u>-</u>	<u>-</u>	<u>(17,989)</u>	<u>(8,545)</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 3,251</u>	<u>\$ 12,156</u>	<u>\$ (10,736)</u>	<u>\$ 17,379</u>

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

	HRSA FQHC Grant	IPHCA Navigator Grant	Pdffc Spf-Sig Grant-Comm Corr	Vasia Grant	Capacity Building Grant
Cash and investments - beginning	\$ (59,626)	\$ (1,608)	\$ 23,961	\$ -	\$ 14,664
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	1,020,857	1,608	-	75,000	13,350
Total receipts	1,020,857	1,608	-	75,000	13,350
Disbursements:					
Personal services	814,393	-	-	-	131
Supplies	4,802	-	-	-	133
Other services and charges	221,260	-	-	-	-
Capital outlay	5,326	-	-	75,000	-
Other disbursements	-	-	-	-	-
Total disbursements	1,045,781	-	-	75,000	264
Excess (deficiency) of receipts over (under) disbursements	(24,924)	1,608	-	-	13,086
Cash and investments - ending	\$ (84,550)	\$ -	\$ 23,961	\$ -	\$ 27,750

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

	IDOC Juvenile	MRT (Moral Reconation Therapy)	DSHII	HRSA PCMH
Cash and investments - beginning	\$ 2,158	\$ 22,600	\$ (8,437)	\$ (4,717)
Receipts:				
Taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental receipts	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeits	-	-	-	-
Other receipts	17,266	30,475	8,437	4,717
Total receipts	17,266	30,475	8,437	4,717
Disbursements:				
Personal services	-	-	-	-
Supplies	-	-	-	-
Other services and charges	8,633	-	-	-
Capital outlay	-	27,937	-	-
Other disbursements	-	-	-	-
Total disbursements	8,633	27,937	-	-
Excess (deficiency) of receipts over (under) disbursements	8,633	2,538	8,437	4,717
Cash and investments - ending	\$ 10,791	\$ 25,138	\$ -	\$ -

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

	Bridge 1-2017	Performance Award Grant	Health Center	Health Center QImp
Cash and investments - beginning	\$ 19,752	\$ (59,000)	\$ 1,128,534	\$ (1,331)
Receipts:				
Taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental receipts	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeits	-	-	-	-
Other receipts	-	98,450	859,160	11,418
Total receipts	-	98,450	859,160	11,418
Disbursements:				
Personal services	-	-	557,657	-
Supplies	-	-	47,288	-
Other services and charges	1,180	12,152	278,198	10,087
Capital outlay	-	-	5,132	-
Other disbursements	-	-	1,099,419	-
Total disbursements	1,180	12,152	1,987,694	10,087
Excess (deficiency) of receipts over (under) disbursements	(1,180)	86,298	(1,128,534)	1,331
Cash and investments - ending	\$ 18,572	\$ 27,298	\$ -	\$ -

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

	AIMS Grant	GAL/CASA Special Pilot Program	FFY 2018 FEMA HSGP SHSP	Totals
Cash and investments - beginning	\$ (46,600)	\$ 40,000	\$ -	\$ 43,193,893
Receipts:				
Taxes	-	-	-	39,672,888
Licenses and permits	-	-	-	342,595
Intergovernmental receipts	-	-	-	11,124,459
Charges for services	-	-	-	791,410
Fines and forfeits	-	-	-	49,876
Other receipts	78,396	-	-	88,235,367
Total receipts	78,396	-	-	140,216,595
Disbursements:				
Personal services	-	17,370	-	30,868,100
Supplies	-	-	-	3,950,157
Other services and charges	27,035	497	-	12,613,541
Capital outlay	4,761	1,897	24,559	77,456,462
Other disbursements	-	-	-	13,300,831
Total disbursements	31,796	19,764	24,559	138,189,091
Excess (deficiency) of receipts over (under) disbursements	46,600	(19,764)	(24,559)	2,027,504
Cash and investments - ending	\$ -	\$ 20,236	\$ (24,559)	\$ 45,221,397

WAYNE COUNTY
 SCHEDULE OF LEASES AND DEBT
 December 31, 2018

Description of Debt		Ending Principal Balance	Principal and Interest Due Within One Year	
Type	Purpose			
Governmental activities: Revenue bonds	purchase land and buildings for tourism	<u>\$ 267,000</u>	<u>\$ 50,266</u>	
Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Wayne County Jail Holding Corporation	refinance jail building loan for lower interest	<u>\$ 732,000</u>	07/01/17	07/01/20

SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



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

TO: THE OFFICIALS OF WAYNE COUNTY, INDIANA

Report on Compliance for the Major Federal Program

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

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on the Major Federal Program

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

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

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2018-002, 2018-003, and 2018-004. Our opinion on the major federal program is not modified with respect to these matters.

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

Report on Internal Control over Compliance

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


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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified certain deficiencies in internal control over compliance, as described in the accompanying Schedule of Findings and Questioned Costs as items 2018-01, 2018-002, 2018-003, and 2018-004, that we consider to be material weaknesses.

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.

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

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

August 28, 2019

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND ACCOMPANYING NOTES

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

WAYNE 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 Justice</u>					
Crime Victim Assistance	Indiana Criminal Justice Institute	16.575	13VA2310	\$ -	\$ 28,039
Total - Department of Justice				-	28,039
<u>Department of Transportation</u>					
Highway Planning and Construction Cluster Highway Planning and Construction	Indiana Department of Transportation	20.205			
			DES 1382081	-	5,520
			DES 1383317	-	60,148
			DES 1400769	-	29,855
			DES 1500293	-	158,412
			DES 1600950	-	70,685
Total - Highway Planning and Construction Cluster				-	324,620
Highway Safety Cluster State and Community Highway Safety	City of Richmond	20.600			
			032NHT164ALCF16	-	3,404
			032NHTSA402CF17	-	3,764
Total - Highway Safety Cluster				-	7,168
Total - Department of Transportation				-	331,788
<u>Department of Education</u>					
Rehabilitation Services Vocational Rehabilitation Grants to States	Indiana Family and Social Services Administration	84.126	FY2018	-	56
Total - Department of Education				-	56
<u>Department of Health and Human Services</u>					
Health Center Program Cluster Health Center Program (Community Health Centers, Migrant Health Centers, Health Care for the Homeless, and Public Housing Primary Care)	Direct Grant	93.224	H80CS29006	-	1,090,137
Total - Health Center Program Cluster				-	1,090,137
Health Center Program (Community Health Centers, Migrant Health Centers, Preparedness (PHEP) Aligned Cooperative Agreements	Indiana Department of Health	93.074	40093074PHEPA18	-	21,401
Child Support Enforcement Circuit Court Clerk Expenditures	Indiana Department of Child Services	93.563	FY2018	-	23,640
IV-D Court Expenditures			FY2018	-	112,031
County IV-D Prosecutor Expenditures			FY2018	-	224,124
Circuit Court Clerk Incentive Funds			FY2018	-	69,160
IV-D Prosecutors Incentive Funds			FY2018	-	108,255
Indirect Cost Expenditures			FY2018	-	133,932
Total - Child Support Enforcement				-	671,142
HIV Prevention Activities Health Department Based	Indiana Department of Health	93.940			
			40093940CHIVP17	-	3,498
			40093940HIVP18	-	37,903
Total - HIV Prevention Activities Health Department Based				-	41,401
Total - Department of Health and Human Services				-	1,824,081
<u>Department of Homeland Security</u>					
Hazard Mitigation Grant	Indiana Department of Homeland Security	97.039	FEMA-4058-DR	-	3,700
Emergency Management Performance Grants	Indiana Department of Homeland Security	97.042	EMC-2016-EP-00006	-	44,120
Total - Department of Homeland Security				-	47,820
Total federal awards expended				\$ -	\$ 2,231,784

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

WAYNE 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.

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

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

CFDA Number	Name of Federal Program or Cluster	Opinion Issued
93.224	Health Center Program (Community Health Centers, Migrant Health Centers, Health Care for the Homeless, and Public Housing Primary Care)	Unmodified

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

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

Section II - Financial Statement Findings

No matters are reportable.

WAYNE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Section III - Federal Award Findings and Questioned Costs

FINDING 2018-001

Subject: Health Center Program (Community Health Centers, Migrant Health Centers, Health Care for the Homeless, and Public Housing Primary Care) - Cash Management

Federal Agency: Department of Health and Human Services

Federal Program: Health Center Program (Community Health Centers, Migrant Health Centers, Health Care for the Homeless, and Public Housing Primary Care)

CFDA Number: 93.224

Federal Award Number and Year (or Other Identifying Number): H80CS29006

Compliance Requirement: Cash Management

Audit Finding: Material Weakness

Repeat Finding

This is a repeat finding from the immediately prior audit report. The prior audit finding number was 2017-002.

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 Cash Management compliance requirement.

There was no review or approval of cash draws before submission for reimbursement to ensure compliance with Cash Management requirements. This was a systemic issue and occurred for 9 of the 12 months of 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 for the Cash Management compliance requirement.

WAYNE 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 Cash Management 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 Cash Management compliance requirement. An internal control system, including segregation of duties, should be designed and operated effectively to provide reasonable assurance that material noncompliance with the grant agreement or a compliance requirement of a federal program will be prevented, or detected and corrected, on a timely basis. In order to have an effective internal control system, it is important to have proper segregation of duties. This is accomplished by making sure proper oversight, reviews, and approvals take place and to have a separation of functions over certain activities related to the program. The fundamental premise of segregation of duties is that an individual or small group of individuals should not be in a position to initiate, approve, undertake, and review the same activity.

Views of Responsible Officials

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

FINDING 2018-002

Subject: Health Center Program (Community Health Centers, Migrant Health Centers, Health Care for the Homeless, and Public Housing Primary Care) - Procurement and Suspension and Debarment

Federal Agency: Department of Health and Human Services

Federal Program: Health Center Program (Community Health Centers, Migrant Health Centers, Health Care for the Homeless, and Public Housing Primary Care)

CFDA Number: 93.224

Federal Award Number and Year (or Other Identifying Number): H80CS29006

Compliance Requirement: Procurement and Suspension and Debarment

Audit Findings: Material Weakness, Other Matters

Repeat Finding

This is a repeat finding from the immediately prior audit report. The prior audit finding number was 2017-003.

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 Procurement and Suspension and Debarment compliance requirement.

WAYNE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

The County did not have an effective internal control system in place to retain evidence it verified vendors and contractors were not suspended or debarred through an annual inspection of the SAM Exclusion list or ensure a clause was contained in the contracts with vendors/contractors.

The lack of controls and noncompliance were systemic issues, which occurred 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). . . ."

2 CFR 180.300 states:

"When you enter into a covered transaction with another person at the next lower tier, you must verify that the person with whom you intend to do business is not excluded or disqualified.

You do this by:

- (a) Checking SAM Exclusions; or
- (b) Collecting a certification from that person; or
- (c) Adding a clause or condition to the covered transaction with that person."

Cause

Management had not developed a system of internal controls that would have ensured compliance with the grant agreement and the Procurement and Suspension and Debarment compliance requirement.

Effect

The failure to establish an effective internal control system placed the County in noncompliance with the grant agreement and the Procurement and Suspension and Debarment compliance requirement. A lack of segregation of duties within an internal control system also allowed noncompliance with the compliance requirement and could 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.

WAYNE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

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 Procurement and Suspension and Debarment compliance requirement. An internal control system, including segregation of duties, should be designed and operated effectively to provide reasonable assurance that material noncompliance with the grant agreement or a compliance requirement of a federal program will be prevented, or detected and corrected, on a timely basis. In order to have an effective internal control system, it is important to have proper segregation of duties. This is accomplished by making sure proper oversight, reviews, and approvals take place and to have a separation of functions over certain activities related to the program. The fundamental premise of segregation of duties is that an individual or small group of individuals should not be in a position to initiate, approve, undertake, and review the same activity.

Views of Responsible Officials

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

FINDING 2018-003

Subject: Health Center Program (Community Health Centers, Migrant Health Centers, Health Care for the Homeless, and Public Housing Primary Care) - Reporting
Federal Agency: Department of Health and Human Services
Federal Program: Health Center Program (Community Health Centers, Migrant Health Centers, Health Care for the Homeless, and Public Housing Primary Care)
CFDA Number: 93.224
Federal Award Number and Year (or Other Identifying Number): H80CS29006
Compliance Requirement: Reporting
Audit Findings: Material Weakness, Other Matters

Repeat Finding

This is a repeat finding from the immediately prior audit report. The prior audit finding number was 2017-004.

Condition and Context

The Health Center did not have an effective internal control system of oversight, review, and approval in place to verify the accuracy of information reported on the required Uniform Data System (UDS) report and Federal Financial Report (SF-425). The Health Center did not accurately complete the required SF-425 reports for 2018.

SF-425 Report Errors:

1. The Quarterly Federal Financial Reports prepared for calendar year 2018 reported federal receipts for both receipts and disbursements. This resulted in disbursements being under and over reported in amounts ranging from (\$47,953) to \$102,753.

WAYNE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

2. In box 10I, the Wayne County Health Department reported federal program income earned that equaled box 10N, the reported program income expended. The program income earned was supported only by a worksheet with one total per each month and did not reconcile to the County Auditor's funds ledger. It would be unlikely that expenditures of program income would equal program income earned exactly.

The lack of controls and noncompliance were systemic issues, which occurred 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 the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

2 CFR 200.302(a) states in part:

"Each state must expend and account for the Federal award in accordance with state laws and procedures for expending and accounting for the state's own funds. In addition, the state's and the other non-Federal entity's financial management systems, including records documenting compliance with Federal statutes, regulations, and the terms and conditions of the Federal award, must be sufficient to permit the preparation of reports required by general and program-specific terms and conditions; and the tracing of funds to a level of expenditures adequate to establish that such funds have been used according to the Federal statutes, regulations, and the terms and conditions of the Federal award. . . ."

Cause

Management had not developed a system of internal controls that would have ensured compliance with the grant agreement and the Reporting compliance requirement.

Effect

The failure to establish an effective internal control system placed the County in noncompliance with the grant agreement and the Reporting compliance requirement.

Questioned Costs

There were no questioned costs identified.

Recommendation

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

WAYNE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Views of Responsible Officials

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

FINDING 2018-004

Subject: Health Center Program (Community Health Centers, Migrant Health Centers, Health Care for the Homeless, and Public Housing Primary Care) - Special Tests and Provisions - Sliding Fee Discounts

Federal Agency: Department of Health and Human Services

Federal Program: Health Center Program (Community Health Centers, Migrant Health Centers, Health Care for the Homeless, and Public Housing Primary Care)

CFDA Number: 93.224

Federal Award Number and Year (or Other Identifying Number): H80CS29006

Compliance Requirement: Special Tests and Provisions

Audit Findings: Material Weakness, Other Matters

Repeat Finding

This is a repeat finding from the immediately prior audit report. The prior audit finding number was 2017-005.

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 Special Tests and Provisions compliance requirement.

The Health Center did not have a system in place to verify the accuracy of the sliding fee discount schedule. The Health Center did not accurately apply sliding fee discounts to patient charges for 2018.

The lack of controls and noncompliance were systemic issues, which occurred 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 the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

WAYNE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

42 USC 254b(k)(3)(G) states in part:

"the center—

(i) has prepared a schedule of fees or payments for the provision of its services consistent with locally prevailing rates or charges and designed to cover its reasonable costs of operation and has prepared a corresponding schedule of discounts to be applied to the payment of such fees or payments, which discounts are adjusted on the basis of the patient's ability to pay; . . ."

42 CFR 51c.303 states in part:

"A community health center supported under this subpart must: . . .

(f) Have prepared a schedule of fees or payments for the provision of its services designed to cover its reasonable costs of operation and a corresponding schedule of discounts adjusted on the basis of the patient's ability to pay. *Provided*, That such schedule of discounts shall provide for a full discount to individuals and families with annual incomes at or below those set forth in the most recent CSA Poverty Income Guidelines (45 CFR 1060.2) and for no discount to individuals and families with annual incomes greater than twice those set forth in such Guidelines, except that nominal fees for services may be collected from individuals with annual incomes at or below such levels where imposition of such fees is consistent with project goals.

(g) Make every reasonable effort, including the establishment of systems for eligibility determination, billing, and collection, to: . . ."

Cause

Management had not developed a system of internal controls that would have ensured compliance with the grant agreement and the Special Tests and Provisions compliance requirement.

Effect

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

Questioned Costs

There were no questioned costs identified.

Recommendation

We recommended that the County's management establish a system of internal controls, including segregation of duties, related to the grant agreement and the Special Tests and Provisions compliance requirement. An internal control system, including segregation of duties, should be designed and operated effectively to provide reasonable assurance that material noncompliance with the grant agreement or a compliance requirement of a federal program will be prevented, or detected and corrected, on a timely

WAYNE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

basis. In order to have an effective internal control system, it is important to have proper segregation of duties. This is accomplished by making sure proper oversight, reviews, and approvals take place and to have a separation of functions over certain activities related to the program. The fundamental premise of segregation of duties is that an individual or small group of individuals should not be in a position to initiate, approve, undertake, and review the same activity.

Views of Responsible Officials

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

AUDITEE-PREPARED DOCUMENTS

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

Wayne County Health Center

203 E. Main St.
Richmond IN 47374
Ph 765-973-9294

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2017-001

Fiscal year in which the finding initially occurred: 2016

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Department of Health and Human Services – Health Center Program

Contact Person Responsible for Corrective Action: Eric Coulter

Contact Phone Number: 765-973-9369

Status of Audit Finding:

This finding was communicated to us during the concurrent 2016 and 2017 audit which was completed on November 2, 2018 and had been corrected.

Wayne County Health Center

203 E. Main St.
Richmond IN 47374
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SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2017-002

Fiscal year in which the finding initially occurred: 2016

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Department of Health and Human Services – Health Center Program

Contact Person Responsible for Corrective Action: Ellen Smith

Contact Phone Number: 989-329-1485

Status of Audit Finding:

This finding was communicated to us during the concurrent 2016 and 2017 audit which was completed on November 2, 2018 and has been corrected.

Wayne County Health Center

203 E. Main St.
Richmond IN 47374
Ph 765-973-9294

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2017-003

Fiscal year in which the finding initially occurred: 2016

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Department of Health and Human Services – Health Center Program

Contact Person Responsible for Corrective Action: Kim Flanigan

Contact Phone Number: 765-973-9243

Status of Audit Finding:

This finding was communicated to us during the concurrent 2016 and 2017 audit which was completed on November 2, 2018 and has been corrected.

Wayne County Health Center

203 E. Main St.
Richmond IN 47374
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SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2017-004

Fiscal year in which the finding initially occurred: 2016

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Department of Health and Human Services – Health Center Program

Contact Person Responsible for Corrective Action: Ellen Smith

Contact Phone Number: 989-329-1485

Status of Audit Finding:

This finding was communicated to us during the concurrent 2016 and 2017 audit which was completed on November 2, 2018 and has been partially corrected. We are modifying our procedure for filing of the annual UDS report to include an email approval from the UDS team to the CEO to file the report in order to provide an auditable trail for State Board of Account audit purposes. In addition we are reaching out to the Grants Management Specialist for clarification regarding the filing of the quarterly FFR reports in the Payment Management System. We believe we are filing this report correctly, but will modify our procedures if necessary upon the recommendation of the HRSA representative.

Wayne County Health Center

203 E. Main St.
Richmond IN 47374
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SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2017-005

Fiscal year in which the finding initially occurred: 2016

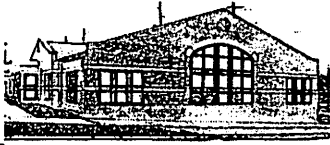
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Department of Health and Human Services – Health Center Program

Contact Person Responsible for Corrective Action: Ellen Smith

Contact Phone Number: 989-329-1485

Status of Audit Finding:

This finding was communicated to us during the concurrent 2016 and 2017 audit which was completed on November 2, 2018 and has been partially corrected. Additional staff training is being scheduled to address improper application of the sliding fee discount schedule by some staff members.



**WAYNE COUNTY COMMUNITY HEALTH CENTER
203 EAST MAIN STREET
RICHMOND, IN 47374
PHONE # 765-973-9294 FAX # 765-973-9233**

CORRECTIVE ACTION PLAN

FINDING 2018-001

**Contact Person Responsible for Corrective Action: Josie Seybold
Contact Phone Number: 765-973-9294**

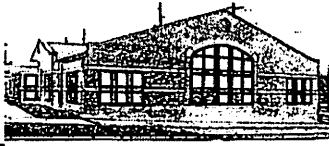
Views of Responsible Official:

We agree that Internal Controls over Cash Management in the draw of federal funds used during the first part of 2018 could be improved and did correct that process in 2018.

Description of Corrective Action Plan:

Prior to drawing federal funds from the Payment Management System, the Chief Financial Officer will prepare a draw summary and detailed spreadsheet identifying the accounts and amounts that will be drawn. These spreadsheets will be forwarded to the CEO of the Health Center for review and approval. The CEO will initial or sign the draw summary indicating approval and return it to the CFO for draw down of funds. A draw confirmation will be sent to the CEO for his review after the draw has been completed.

Anticipated Completion Date: Completed



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CORRECTIVE ACTION PLAN

FINDING 2018-002

Contact Person Responsible for Corrective Action: Kim Flanigan
Contact Phone Number: 765-973-9243

Views of Responsible Official:

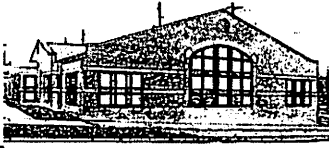
We agree that there was no process in place for an annual check of all vendors on the SAM Exclusion list and that contracts were expired and not renewed or active during much of 2018. This process was corrected in October of 2018.

Description of Corrective Action Plan:

This finding has already been corrected. During January of each year, the COO will check all vendors paid with federal funds against the SAM Exclusion list and print and file the Exclusion Search result in the procurement file. Any vendor found on the SAM Exclusion list will not be an acceptable vendor for the Wayne County Community Health Center. All new vendors will be checked against the SAM Exclusion List prior to procurement. The list of approved vendors will be kept in the procurement file as well as the CEO office and will be reviewed prior to invoice approval.

Contracts will be kept in a tickler file and active contracts will be renewed as needed. All current vendor contracts will be reviewed for terms and updated as needed.

Anticipated Completion Date: Completed



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CORRECTIVE ACTION PLAN

FINDING 2018-003

Contact Person Responsible for Corrective Action: Ellen Smith
Contact Phone Number: 989-329-1485

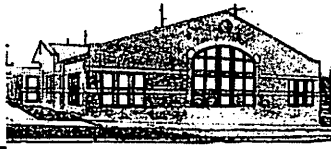
Views of Responsible Official:

We agree that the Quarterly FFR was incorrect due to the timing of the draw downs and have verified with the Payment Management System that we can have a negative cash on hand balance on line c. We also agree that the SF-425 filed erroneously used the accrual basis of accounting for program income.

Description of Corrective Action Plan:

We have reached out to the Payment Management System Accountant for clarification on completing line b of the quarterly FFR and have received appropriate instructions. We will use the Cash Basis of Accounting for program income on the SF-425 and will reconcile to the County Auditor's funds ledger. The most recently filed SF-425 will be amended to reflect these corrections.

Anticipated Completion Date: December 31, 2019



**WAYNE COUNTY COMMUNITY HEALTH CENTER
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CORRECTIVE ACTION PLAN

FINDING 2018-004

Contact Person Responsible for Corrective Action: Josie Seybold
Contact Phone Number: 765-973-9294

Views of Responsible Official:

We agree that the Internal Controls over Program Income could be improved.

Description of Corrective Action Plan:

This finding has been partially corrected. It was noted that one employee consistently misapplied the sliding fee discount and would benefit from additional training. We have developed a new employee orientation to ensure that all applicable employees are appropriately trained in the implementation of the sliding fee discount scale and are setting up an internal audit schedule to monitor compliance.

Anticipated Completion Date: December 31, 2019

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/>.