

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

ANNUAL FINANCIAL REPORT

2010

RUSH COUNTY, INDIANA



FILED

06/15/2011

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	2
Independent Auditor's Report on Financial Statement and Supplementary Schedule of Expenditures of Federal Awards	3-4
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With Government Auditing Standards	5-6
Financial Statement(s): Statement(s) of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis	8-9
Notes to Financial Statement(s).....	10-15
Supplementary Information: Combining Schedule(s) of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis	17-39
Schedule of Capital Assets.....	40
Schedule of Long-Term Debt	41
Supplemental Audit of Federal Awards: Independent Auditor's Report on Compliance With Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance With OMB Circular A-133.....	44-45
Schedule of Expenditures of Federal Awards	46
Note(s) to Schedule of Expenditures of Federal Awards	47
Schedule of Findings and Questioned Costs	48-49
Auditee Prepared Schedule(s): Summary Schedule of Prior Audit Findings	50
Corrective Action Plan.....	51-61
Exit Conference.....	62

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Deborah C. Adams	01-01-09 to 12-31-12
Treasurer	Mary Ann Beard	01-01-09 to 12-31-12
Clerk	Deborah Richardson	01-01-09 to 12-31-12
Sheriff	Jeffrey Sherwood	01-01-09 to 12-31-12
Recorder	Sally Niedenthal	01-01-09 to 12-31-12
President of the Board of County Commissioners	Thomas H. Barnes	01-01-10 to 12-31-11
President of the County Council	Norman L. Winkler	01-01-10 to 12-31-11



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS
AND SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

TO: THE OFFICIALS OF RUSH COUNTY, INDIANA

We have audited the accompanying financial statement of Rush County (County), for the year ended December 31, 2010. This financial statement is the responsibility of the County's management. Our responsibility is to express opinions 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 of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing 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 over reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

As discussed in Note 1, the County prepares its financial statement on the prescribed basis of accounting that demonstrates compliance with the reporting requirements established by the State Board of Accounts as allowed by 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 noted above is a different basis than that used in the prior year.

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, 2010, on the basis of accounting described in Note 1.

In accordance with Government Auditing Standards, we have also issued a report dated April 20, 2011, 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 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS
AND SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
(Continued)

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 the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is not a required part of the financial statement. Such information has been subjected to the auditing procedures applied in the audit of the financial statement and, in our opinion, is fairly stated, in all material respects, in relation to the financial statement taken as a whole.

Included in the financial statement are the receipts and disbursements activity from emergency telephone system fees (IC 36-8-16) and enhanced wireless emergency telephone fees (IC 36-8-16.5). In accordance with Indiana Code 36-8-16-14 and Indiana Code 36-8-16.5-41 these fees have been subject to an annual audit performed by the State Board of Accounts and, in our opinion, are fairly stated, in all material respects, in relation to the financial statement taken as a whole.

Our audit was conducted for the purpose of forming an opinion on the County's financial statement. The Combining Schedule(s) of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis, Schedule of Capital Assets, and Schedule of Long-Term Debt are presented for additional analysis and are not required parts of the financial statement. The Combining Schedule(s) of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis, the Schedule of Capital Assets, and Schedule of Long-Term Debt 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.

This report is intended solely for the information and use of the County's management, the Board of County Commissioners and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. In accordance with Indiana Code 5-11-5-1, this report is a part of the public records of the State Board of Accounts and of the office examined.

STATE BOARD OF ACCOUNTS

April 20, 2011



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REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

TO: THE OFFICIALS OF RUSH COUNTY, INDIANA

We have audited the financial statement of Rush County (County), for the year ended December 31, 2010, and have issued our report thereon dated April 20, 2011. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

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 misstatement 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 entity's financial statement will not be prevented or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting 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 financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
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.

This report is intended solely for the information and use of the County's management, the Board of County Commissioners and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. In accordance with Indiana Code 5-11-5-1, this report is a part of the public records of the State Board of Accounts and of the office examined.

STATE BOARD OF ACCOUNTS

April 20, 2011

FINANCIAL STATEMENT(S)

RUSH COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For The Year Ended December 31, 2010

	Cash and Investments 01-01-10	Receipts	Disbursements	Cash and Investments 12-31-10
County General	\$ 1,073,563	\$ 6,257,704	\$ 5,253,747	\$ 2,077,520
Local Road & Street	754,463	572,958	943,027	384,394
Sheriffs Accident	10,921	1,091	-	12,012
Firearms Training	32,653	7,750	4,115	36,288
Health	24,818	340,773	185,791	179,800
Lcc Alcohol & Drugs	21,668	12,007	15,000	18,675
Law Enforcement Contributions	4,682	200	2,059	2,823
Apc Clean Up Fund	2,130	-	-	2,130
Medical Reserve Corps	10,000	-	-	10,000
Law Enforcement Cont Education	8,116	1,885	775	9,226
Clerk Record Perpet	19,257	9,007	8,338	19,926
Gis Electronic Map Generation	25,600	289	-	25,889
E-911	454,058	201,703	303,253	352,508
Sheriff Service Process Fee	60	20,643	20,703	-
Drain Maintenance	231,998	252,548	162,843	321,703
Lepc/Haz Mat	25,578	3,146	6,791	21,933
Highway	613,953	1,894,953	1,777,395	731,511
Reassessment 2012	144,026	67,028	140,660	70,394
Iv-D Incentive 99/Pros	23,914	23,915	21,154	26,675
City Curfew Violation	100	-	-	100
Juvenile Prob User	40,773	4,678	28,708	16,743
Adult Prob User Fee	21,462	66,516	4,831	83,147
Criminal Justice	1,086	-	-	1,086
Recorder Records	107,677	19,245	19,002	107,920
Law Enforcement User Fee	10,934	8,484	8,473	10,945
Covered Bridge	10,530	17,287	7,954	19,863
Health Maintenance #2	-	20,000	20,000	-
Pre Trial Diversion	5,560	15,952	2,336	19,176
Guardian Ad Litem	4,154	544	-	4,698
Plat Book	18,123	4,120	-	22,243
Misdemeanant Fund	31,929	13,169	13,119	31,979
Supp Public Defender	24,560	17,600	33,030	9,130
Iv-D Incentive 99/Cler	38,327	9,650	929	47,048
Jail Commissary	5,369	48,485	52,417	1,437
Surveyors Cornerstone	2,415	3,260	3,505	2,170
Jury Fee Fund	19,431	4,552	1,267	22,716
Public Transportation Grant	-	81,984	81,984	-
Public Health Er Preparedness	-	5,335	5,335	-
Bio-Terrorism Grant	11,769	-	-	11,769
Public Health Coor Grant	-	5	5	-
Seat Belt Grant	293	850	844	299
Sheriff Assoc Buckle	102	-	-	102
Emergency Management Grant	15,761	-	-	15,761
Non Reverting Sheriff	450	-	-	450
Arra Rural Transport Grant	-	7,253	7,253	-
Rainy Day Fund	228,058	40,869	-	268,927
Co Medical Care For Inmates	879	1,046	-	1,925
Sales Disc Training	6,762	870	600	7,032
Infraction Deferral	29,732	22,352	36,436	15,648
Community Corrections Work Rel	10,002	2,550	663	11,889
Welfare Excise	-	80,254	80,254	-
Riverboat Revenue Sharing	79,569	114,276	88,932	104,913
H1N1 Pher Grant	11,148	-	7,578	3,570
Arra Highway Grant 2010	-	45,389	45,389	-
Health Maint Tobacco Master	114,177	29,308	35,971	107,514
County Child Advocacy	75	50	-	125
Levy Excess Fund	448,198	396,451	843,500	1,149
Coroner Cont Ed	163	1,252	1,334	81
Moscow Cov Br Reconstruction	1,900	288,766	290,368	298
Co Id Security Protection Fund	26,222	5,722	-	31,944
Homeland Security Grant	478	14,894	14,894	478
Prosecutor Bad Check	11,223	260	-	11,483
E911 Wireless	156,513	88,140	22,985	221,668
Sex Or Violent Offender Fund	2,732	1,770	162	4,340
Clerk Arra Grant Fund	-	267	-	267
Prosecutor Arra Grant Fund	-	6,454	-	6,454
Ivd Incentive 99/County	34,155	16,997	5,049	46,103
Recorder Cash Fund	50	67,695	67,695	50
Clerk Cash Book	334,044	1,717,228	1,736,636	314,636

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

RUSH COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For The Year Ended December 31, 2010
(Continued)

	Cash and Investments 01-01-10	Receipts	Disbursements	Cash and Investments 12-31-10
Historical Permits-Rushville	25	25	25	25
Tif Distribution	-	360,169	360,169	-
Welfare Debt Service Loan	375,582	-	375,582	-
Cumulative Cap Development	578,862	193,304	141,539	630,627
Cumulative Bridge	224,716	375,572	560,292	39,996
Edit Distribution	-	796,336	796,336	-
Drain Improvement	427,047	160,127	341,058	246,116
Edit Capital Projects	989,395	453,537	628,000	814,932
Cumulative Hospital	-	124,782	122,098	2,684
School - Principal Investment	24,383	-	-	24,383
City/Town Court Cost	-	8,038	8,038	-
Congressional Int	10,905	457	-	11,362
Weed & Unsafe Bldg	-	11,509	11,509	-
Tax Sale Surplus	23,406	25,541	22,406	26,541
Tax Sale Redemption	5	33,612	33,612	5
Excess Tax	14,926	11,249	15,804	10,371
Fines & Forfeitures	3,165	17,720	18,478	2,407
Disclosure Fees	540	3,210	2,515	1,235
Sewage Collection	-	44,716	44,716	-
Overweight Vehicles	-	656	656	-
Sheriff's Cashbook	-	400,171	400,171	-
Infraction Judgement	5,858	81,484	80,431	6,911
Inheritance Tax	106,428	1,085,449	931,210	260,667
Victims Assistance	30	-	-	30
Inventory Homestead Credit	26,020	729,683	732,221	23,482
Surplus Ptrc/Homestead	-	552,573	552,573	-
Sale Of County Property	411	-	-	411
457B Sheriff Deferred Comp	-	55,556	55,556	-
P/R Perf Public Health Er Prep	-	165,573	165,573	-
Payroll Federal W/H	-	283,840	283,840	-
Payroll State Gross	-	121,129	121,129	-
Payroll Social Security	-	269,809	269,809	-
Payroll Co Option	-	50,419	50,419	-
Payroll Credit Union	-	20,924	20,924	-
Payroll Grange Life Insurance	971	48,227	48,035	1,163
Payroll Health Insurance	382,507	1,145,596	1,083,699	444,404
Payroll Garnishment	-	6,215	6,215	-
Payroll Cancer Insurance	1,890	39,032	39,364	1,558
Payroll United Fund	130	240	130	240
Vision Insurance	-	3,284	2,725	559
Dental Insurance	-	6,956	5,747	1,209
Education Plate Fee	-	825	825	-
Financial Instit Tax	-	152,570	152,570	-
Campaign Finance Enforcement	700	-	-	700
New Sheriff Retirement	-	12,247	12,247	-
Wheel Tax	1,536	88,251	87,822	1,965
Surtax	10,919	236,639	243,378	4,180
Area Plan Escrow	19,000	5,000	6,000	18,000
Mortgage Fee Fund - Recorder	140	1,478	1,425	193
Child Restraint Violation	-	425	425	-
Interstate Compact	-	18	18	-
Cvet Fund	-	72,714	72,714	-
Certified Shares	-	1,669,716	1,669,716	-
Homestead Rebates	79,298	-	70,316	8,982
Payroll Child Support	-	20,182	20,182	-
Payroll Gym	-	6,892	6,486	406
Fringe Benefit Clearing Fund	-	7,628	7,628	-
Hea1001 State Hsc 2008	103	135,761	135,845	19
State Share Del Tax & Pen Fund	-	458	458	-
School Excise State	-	11,756,748	11,756,748	-
After Settlement Collections	412,966	17,919,648	17,794,239	538,375
Final Hea1001 2007-2008	-	72,187	72,187	-
Health Cash Book	25	65,053	65,053	25
Sheriff's Pension Trust	3,243,922	569,945	200,727	3,613,140
Inmate Trust	579	61,875	57,860	4,594
	<u>\$ 12,314,733</u>	<u>\$ 53,502,409</u>	<u>\$ 53,182,562</u>	<u>\$ 12,634,580</u>

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

RUSH COUNTY
NOTES TO FINANCIAL STATEMENT(S)

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(s) present(s) the financial information for the County (primary government), and does not include financial information for any of the County's legally separate component units, which accounting principles generally accepted in the United States of America require to be reported with the financial information of the County (primary government).

B. Basis of Accounting

The financial statements are reported on a regulatory basis of accounting prescribed by the 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. Receipts are recorded when received and disbursements are recorded when paid.

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 statements. The aggregate receipts may include, but are not limited to, the following sources:

Taxes which can include one or more of the following: property taxes, certified shares (local option tax), property tax replacement credit (local option tax), county option income tax, wheel tax, innkeepers 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 which include 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: peddler licenses, dog tax licenses, auctioneer license, building and planning permits, demolition permits, electrical permits, sign permits, and gun permits.

RUSH COUNTY
NOTES TO FINANCIAL STATEMENT(S)
(Continued)

Intergovernmental receipts which include receipts from other governments in the form of operating grants, entitlements, or payments in lieu of taxes. Examples of this type of receipts include, but are not limited to: federal grants, state grants, cigarette tax distributions received from the state, motor vehicle highway distribution received from the state, local road and street distribution 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 which can include, but are not limited to the following: planning commission charges, building department charges, copies of public records, copy machine 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 which include receipts derived from fines and penalties imposed for the commission of statutory offenses, violation of lawful administrative rules and regulations (fines), and for the neglect of official duty and monies derived from confiscating deposits held as performance guarantees (forfeitures).

Utility fees which are comprised mostly of charges for current services.

Other receipts which include amounts received from various sources which can include, but are 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 statements. The aggregate disbursements may include, but are not limited to, the following uses:

Personal services include outflows 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 which include 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 office supplies, operating supplies, and repair and maintenance supplies.

Other services and charges which include, but are not limited to: professional services, communication and transportation, printing and advertising, insurance, utility services, repairs and maintenance, and rental charges.

RUSH COUNTY
NOTES TO FINANCIAL STATEMENT(S)
(Continued)

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

Capital outlay which include all outflows for land, infrastructure, buildings, improvements, and machinery and equipment having an appreciable and calculable period of usefulness.

Utility operating expenses which include all outflows for operating the utilities.

Other disbursements which include, but are 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.

F. Interfund Transfers

The County may, from time to time, transfer money 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 money 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 money 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.

RUSH COUNTY
NOTES TO FINANCIAL STATEMENT(S)
(Continued)

Note 3. *Property Taxes*

Property taxes levied are collected by the County Treasurer and are scheduled to be distributed to the County in June and December; however, situations can arise which would delay the distributions. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's March 1 (lien date) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100 percent of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which normally become delinquent if not paid by May 10 and November 10, respectively.

Note 4. *Deposits and Investments*

Deposits, made in accordance with state statute (IC 5-13), with financial institutions in the State of Indiana at year end should be entirely insured by the Federal Depository Insurance Corporation or by the Indiana Public Deposit Insurance Fund. This includes any deposit accounts issued or offered by a qualifying financial institution.

State statutes authorize the County to invest in securities including, but not limited to, 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 statements. The purpose of participation in a risk pool is to provide a medium for the funding and administration of the risks. These risks may also be mitigated by the County by recording as a disbursement and replacement items purchased.

Note 6. *Pension Plan(s)*

A. Public Employees' Retirement Fund

Plan Description

The Indiana Public Employees' Retirement Fund (PERF) is a defined benefit pension plan. PERF is an agent multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All full-time employees are eligible

RUSH COUNTY
NOTES TO FINANCIAL STATEMENT(S)
(Continued)

to participate in this defined benefit plan. State statutes (IC 5-10.2 and 5-10.3) govern, through the PERF Board, most requirements of the system, and give the County authority to contribute to the plan. The PERF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of members' contributions, set by state statute at 3 percent of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

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

Public Employees' Retirement Fund
Harrison Building, Room 800
143 West Market Street
Indianapolis, IN 46204
Ph. (317) 233-4162

Funding Policy and Annual Pension Cost

The contribution requirements of the plan members for PERF are established by the Board of Trustees of PERF.

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. 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. 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.

RUSH COUNTY
NOTES TO FINANCIAL STATEMENT(S)
(Continued)

Funding Policy

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

SUPPLEMENTARY INFORMATION – UNAUDITED

For additional financial information, Rush County's Annual Report(s) can be found on the Indiana Transparency Portal website: www.in.gov/itp/annual_reports/.

RUSH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010

	County General	Local Road & Street	Sheriffs Accident	Firearms Training	Health	Lcc Alcohol & Drugs
Cash and investments - beginning	\$ 1,073,563	\$ 754,463	\$ 10,921	\$ 32,653	\$ 24,818	\$ 21,668
Receipts:						
Taxes	4,302,261	77,746	-	-	258,439	-
Licenses and permits	22,011	3,875	-	-	16,870	-
Intergovernmental	612,597	384,045	-	-	21,969	-
Charges for services	259,170	99,872	1,091	7,750	43,495	-
Fines and forfeits	92,515	-	-	-	-	12,007
Other receipts	969,150	7,420	-	-	-	-
Total receipts	<u>6,257,704</u>	<u>572,958</u>	<u>1,091</u>	<u>7,750</u>	<u>340,773</u>	<u>12,007</u>
Disbursements:						
Personal services	3,539,224	-	-	-	161,852	-
Supplies	179,489	24,593	-	4,115	14,041	-
Other services and charges	1,446,960	128,279	-	-	9,898	15,000
Capital outlay	24,852	790,155	-	-	-	-
Other disbursements	63,222	-	-	-	-	-
Total disbursements	<u>5,253,747</u>	<u>943,027</u>	<u>-</u>	<u>4,115</u>	<u>185,791</u>	<u>15,000</u>
Excess (deficiency) of receipts over disbursements	<u>1,003,957</u>	<u>(370,069)</u>	<u>1,091</u>	<u>3,635</u>	<u>154,982</u>	<u>(2,993)</u>
Cash and investments - ending	<u>\$ 2,077,520</u>	<u>\$ 384,394</u>	<u>\$ 12,012</u>	<u>\$ 36,288</u>	<u>\$ 179,800</u>	<u>\$ 18,675</u>

RUSH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Law Enforcement Contributions	Apc Clean Up Fund	Medical Reserve Corps	Law Enforcement Cont Education	Clerk Record Perpet	Gis Electronic Map Generation
Cash and investments - beginning	\$ 4,682	\$ 2,130	\$ 10,000	\$ 8,116	\$ 19,257	\$ 25,600
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	1,885	-	289
Fines and forfeits	-	-	-	-	9,007	-
Other receipts	200	-	-	-	-	-
Total receipts	<u>200</u>	<u>-</u>	<u>-</u>	<u>1,885</u>	<u>9,007</u>	<u>289</u>
Disbursements:						
Personal services	-	-	-	-	532	-
Supplies	2,059	-	-	-	5,392	-
Other services and charges	-	-	-	775	954	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	-	-	1,460	-
Total disbursements	<u>2,059</u>	<u>-</u>	<u>-</u>	<u>775</u>	<u>8,338</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(1,859)</u>	<u>-</u>	<u>-</u>	<u>1,110</u>	<u>669</u>	<u>289</u>
Cash and investments - ending	<u>\$ 2,823</u>	<u>\$ 2,130</u>	<u>\$ 10,000</u>	<u>\$ 9,226</u>	<u>\$ 19,926</u>	<u>\$ 25,889</u>

RUSH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	E-911	Sheriff Service Process Fee	Drain Maintenance	Lepr/Haz Mat	Highway	Reassessment 2012
Cash and investments - beginning	\$ 454,058	\$ 60	\$ 231,998	\$ 25,578	\$ 613,953	\$ 144,026
Receipts:						
Taxes	-	-	252,548	-	-	61,169
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	3,146	1,785,742	5,200
Charges for services	201,703	20,643	-	-	93,295	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	-	-	15,916	659
Total receipts	<u>201,703</u>	<u>20,643</u>	<u>252,548</u>	<u>3,146</u>	<u>1,894,953</u>	<u>67,028</u>
Disbursements:						
Personal services	156,935	-	431	-	1,166,069	28,396
Supplies	-	-	-	146	309,118	2,140
Other services and charges	108,321	-	162,412	2,209	138,234	110,124
Capital outlay	37,997	-	-	4,436	163,974	-
Other disbursements	-	20,703	-	-	-	-
Total disbursements	<u>303,253</u>	<u>20,703</u>	<u>162,843</u>	<u>6,791</u>	<u>1,777,395</u>	<u>140,660</u>
Excess (deficiency) of receipts over disbursements	<u>(101,550)</u>	<u>(60)</u>	<u>89,705</u>	<u>(3,645)</u>	<u>117,558</u>	<u>(73,632)</u>
Cash and investments - ending	<u>\$ 352,508</u>	<u>\$ -</u>	<u>\$ 321,703</u>	<u>\$ 21,933</u>	<u>\$ 731,511</u>	<u>\$ 70,394</u>

RUSH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Iv-D Incentive 99/Pros	City Curfew Violation	Juvenile Prob User	Adult Prob User Fee	Criminal Justice	Recorder Records
Cash and investments - beginning	\$ 23,914	\$ 100	\$ 40,773	\$ 21,462	\$ 1,086	\$ 107,677
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	23,915	-	-	-	-	-
Charges for services	-	-	4,678	66,516	-	19,245
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total receipts	<u>23,915</u>	<u>-</u>	<u>4,678</u>	<u>66,516</u>	<u>-</u>	<u>19,245</u>
Disbursements:						
Personal services	16,995	-	28,708	-	-	-
Supplies	-	-	-	-	-	2,784
Other services and charges	-	-	-	4,831	-	13,678
Capital outlay	-	-	-	-	-	-
Other disbursements	4,159	-	-	-	-	2,540
Total disbursements	<u>21,154</u>	<u>-</u>	<u>28,708</u>	<u>4,831</u>	<u>-</u>	<u>19,002</u>
Excess (deficiency) of receipts over disbursements	<u>2,761</u>	<u>-</u>	<u>(24,030)</u>	<u>61,685</u>	<u>-</u>	<u>243</u>
Cash and investments - ending	<u>\$ 26,675</u>	<u>\$ 100</u>	<u>\$ 16,743</u>	<u>\$ 83,147</u>	<u>\$ 1,086</u>	<u>\$ 107,920</u>

RUSH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Law Enforcement User Fee	Covered Bridge	Health Maintenance #2	Pre Trial Diversion	Guardian Ad Litem	Plat Book
Cash and investments - beginning	\$ 10,934	\$ 10,530	\$ -	\$ 5,560	\$ 4,154	\$ 18,123
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	20,000	-	-	-
Charges for services	8,484	-	-	-	544	4,120
Fines and forfeits	-	-	-	15,952	-	-
Other receipts	-	17,287	-	-	-	-
Total receipts	<u>8,484</u>	<u>17,287</u>	<u>20,000</u>	<u>15,952</u>	<u>544</u>	<u>4,120</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	7,954	20,000	1,050	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	8,473	-	-	1,286	-	-
Total disbursements	<u>8,473</u>	<u>7,954</u>	<u>20,000</u>	<u>2,336</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>11</u>	<u>9,333</u>	<u>-</u>	<u>13,616</u>	<u>544</u>	<u>4,120</u>
Cash and investments - ending	<u>\$ 10,945</u>	<u>\$ 19,863</u>	<u>\$ -</u>	<u>\$ 19,176</u>	<u>\$ 4,698</u>	<u>\$ 22,243</u>

RUSH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Misdemeanant Fund	Supp Public Defender	Iv-D Incentive 99/Cler	Jail Commissary	Surveyors Cornerstone	Jury Fee Fund
Cash and investments - beginning	\$ 31,929	\$ 24,560	\$ 38,327	\$ 5,369	\$ 2,415	\$ 19,431
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	9,650	-	-	-
Charges for services	13,169	17,600	-	-	3,260	-
Fines and forfeits	-	-	-	-	-	4,552
Other receipts	-	-	-	48,485	-	-
Total receipts	<u>13,169</u>	<u>17,600</u>	<u>9,650</u>	<u>48,485</u>	<u>3,260</u>	<u>4,552</u>
Disbursements:						
Personal services	-	33,030	-	-	-	-
Supplies	13,119	-	-	-	-	-
Other services and charges	-	-	-	-	3,505	1,267
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	929	52,417	-	-
Total disbursements	<u>13,119</u>	<u>33,030</u>	<u>929</u>	<u>52,417</u>	<u>3,505</u>	<u>1,267</u>
Excess (deficiency) of receipts over disbursements	<u>50</u>	<u>(15,430)</u>	<u>8,721</u>	<u>(3,932)</u>	<u>(245)</u>	<u>3,285</u>
Cash and investments - ending	<u>\$ 31,979</u>	<u>\$ 9,130</u>	<u>\$ 47,048</u>	<u>\$ 1,437</u>	<u>\$ 2,170</u>	<u>\$ 22,716</u>

RUSH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Public Transportation Grant	Public Health Er Preparedness	Bio-Terrorism Grant	Public Health Coor Grant	Seat Belt Grant	Sheriff Assoc Buckle
Cash and investments - beginning	\$ -	\$ -	\$ 11,769	\$ -	\$ 293	\$ 102
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	81,984	5,335	-	-	850	-
Charges for services	-	-	-	5	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total receipts	<u>81,984</u>	<u>5,335</u>	<u>-</u>	<u>5</u>	<u>850</u>	<u>-</u>
Disbursements:						
Personal services	-	5,000	-	-	844	-
Supplies	-	-	-	-	-	-
Other services and charges	-	335	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	81,984	-	-	5	-	-
Total disbursements	<u>81,984</u>	<u>5,335</u>	<u>-</u>	<u>5</u>	<u>844</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6</u>	<u>-</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,769</u>	<u>\$ -</u>	<u>\$ 299</u>	<u>\$ 102</u>

RUSH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Emergency Management Grant	Non Reverting Sheriff	Arra Rural Transport Grant	Rainy Day Fund	Co Medical Care For Inmates	Sales Disc Training
Cash and investments - beginning	\$ 15,761	\$ 450	\$ -	\$ 228,058	\$ 879	\$ 6,762
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	7,253	-	-	-
Charges for services	-	-	-	-	1,046	870
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	-	40,869	-	-
Total receipts	-	-	7,253	40,869	1,046	870
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	600
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	7,253	-	-	-
Total disbursements	-	-	7,253	-	-	600
Excess (deficiency) of receipts over disbursements	-	-	-	40,869	1,046	270
Cash and investments - ending	\$ 15,761	\$ 450	\$ -	\$ 268,927	\$ 1,925	\$ 7,032

RUSH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Infraction Deferral	Community Corrections Work Rel	Welfare Excise	Riverboat Revenue Sharing	H1N1 Pher Grant	Arra Highway Grant 2010
Cash and investments - beginning	\$ 29,732	\$ 10,002	\$ -	\$ 79,569	\$ 11,148	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	80,254	114,276	-	45,389
Charges for services	-	2,550	-	-	-	-
Fines and forfeits	22,352	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total receipts	<u>22,352</u>	<u>2,550</u>	<u>80,254</u>	<u>114,276</u>	<u>-</u>	<u>45,389</u>
Disbursements:						
Personal services	9,864	-	-	41,830	-	-
Supplies	-	-	-	1,195	47	-
Other services and charges	26,572	-	-	1,200	-	-
Capital outlay	-	663	-	-	7,531	-
Other disbursements	-	-	80,254	44,707	-	45,389
Total disbursements	<u>36,436</u>	<u>663</u>	<u>80,254</u>	<u>88,932</u>	<u>7,578</u>	<u>45,389</u>
Excess (deficiency) of receipts over disbursements	<u>(14,084)</u>	<u>1,887</u>	<u>-</u>	<u>25,344</u>	<u>(7,578)</u>	<u>-</u>
Cash and investments - ending	<u>\$ 15,648</u>	<u>\$ 11,889</u>	<u>\$ -</u>	<u>\$ 104,913</u>	<u>\$ 3,570</u>	<u>\$ -</u>

RUSH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Health Maint Tobacco Master	County Child Advocacy	Levy Excess Fund	Coroner Cont Ed	Moscow Cov Br Reconstruction	Co ld Security Protection Fund
Cash and investments - beginning	\$ 114,177	\$ 75	\$ 448,198	\$ 163	\$ 1,900	\$ 26,222
Receipts:						
Taxes	-	-	4,018	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	29,308	-	-	-	288,766	-
Charges for services	-	-	-	1,252	-	5,722
Fines and forfeits	-	50	-	-	-	-
Other receipts	-	-	392,433	-	-	-
Total receipts	<u>29,308</u>	<u>50</u>	<u>396,451</u>	<u>1,252</u>	<u>288,766</u>	<u>5,722</u>
Disbursements:						
Personal services	32,463	-	-	-	-	-
Supplies	832	-	-	-	-	-
Other services and charges	2,676	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	843,500	1,334	290,368	-
Total disbursements	<u>35,971</u>	<u>-</u>	<u>843,500</u>	<u>1,334</u>	<u>290,368</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(6,663)</u>	<u>50</u>	<u>(447,049)</u>	<u>(82)</u>	<u>(1,602)</u>	<u>5,722</u>
Cash and investments - ending	<u>\$ 107,514</u>	<u>\$ 125</u>	<u>\$ 1,149</u>	<u>\$ 81</u>	<u>\$ 298</u>	<u>\$ 31,944</u>

RUSH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Homeland Security Grant	Prosecutor Bad Check	E911 Wireless	Sex Or Violent Offender Fund	Clerk Arra Grant Fund	Prosecutor Arra Grant Fund
Cash and investments - beginning	\$ 478	\$ 11,223	\$ 156,513	\$ 2,732	\$ -	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	14,894	-	-	-	267	6,454
Charges for services	-	260	88,140	1,770	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total receipts	<u>14,894</u>	<u>260</u>	<u>88,140</u>	<u>1,770</u>	<u>267</u>	<u>6,454</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	6,225	-	-	-
Capital outlay	14,894	-	16,760	-	-	-
Other disbursements	-	-	-	162	-	-
Total disbursements	<u>14,894</u>	<u>-</u>	<u>22,985</u>	<u>162</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>260</u>	<u>65,155</u>	<u>1,608</u>	<u>267</u>	<u>6,454</u>
Cash and investments - ending	<u>\$ 478</u>	<u>\$ 11,483</u>	<u>\$ 221,668</u>	<u>\$ 4,340</u>	<u>\$ 267</u>	<u>\$ 6,454</u>

RUSH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Ivd Incentive 99/County	Recorder Cash Fund	Clerk Cash Book	Historical Permits-Rushville	Tif Distribution	Welfare Debt Service Loan
Cash and investments - beginning	\$ 34,155	\$ 50	\$ 334,044	\$ 25	\$ -	\$ 375,582
Receipts:						
Taxes	-	-	-	-	360,169	-
Licenses and permits	-	-	-	25	-	-
Intergovernmental	16,997	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	67,695	1,717,228	-	-	-
Total receipts	<u>16,997</u>	<u>67,695</u>	<u>1,717,228</u>	<u>25</u>	<u>360,169</u>	<u>-</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	2,432	-	-	-	-	-
Other services and charges	617	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	<u>2,000</u>	<u>67,695</u>	<u>1,736,636</u>	<u>25</u>	<u>360,169</u>	<u>375,582</u>
Total disbursements	<u>5,049</u>	<u>67,695</u>	<u>1,736,636</u>	<u>25</u>	<u>360,169</u>	<u>375,582</u>
Excess (deficiency) of receipts over disbursements	<u>11,948</u>	<u>-</u>	<u>(19,408)</u>	<u>-</u>	<u>-</u>	<u>(375,582)</u>
Cash and investments - ending	<u>\$ 46,103</u>	<u>\$ 50</u>	<u>\$ 314,636</u>	<u>\$ 25</u>	<u>\$ -</u>	<u>\$ -</u>

RUSH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Cumulative Cap Development	Cumulative Bridge	Edit Distribution	Drain Improvement	Edit Capital Projects	Cumulative Hospital
Cash and investments - beginning	\$ 578,862	\$ 224,716	\$ -	\$ 427,047	\$ 989,395	\$ -
Receipts:						
Taxes	141,453	158,275	796,336	160,127	-	116,221
Licenses and permits	-	-	-	-	-	-
Intergovernmental	16,957	13,454	-	-	446,791	8,561
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	34,894	203,843	-	-	6,746	-
Total receipts	<u>193,304</u>	<u>375,572</u>	<u>796,336</u>	<u>160,127</u>	<u>453,537</u>	<u>124,782</u>
Disbursements:						
Personal services	79,521	-	-	-	-	-
Supplies	-	142,468	-	-	-	-
Other services and charges	12,500	228,046	-	341,058	32,500	-
Capital outlay	29,518	189,778	-	-	-	-
Other disbursements	20,000	-	796,336	-	595,500	122,098
Total disbursements	<u>141,539</u>	<u>560,292</u>	<u>796,336</u>	<u>341,058</u>	<u>628,000</u>	<u>122,098</u>
Excess (deficiency) of receipts over disbursements	<u>51,765</u>	<u>(184,720)</u>	<u>-</u>	<u>(180,931)</u>	<u>(174,463)</u>	<u>2,684</u>
Cash and investments - ending	<u>\$ 630,627</u>	<u>\$ 39,996</u>	<u>\$ -</u>	<u>\$ 246,116</u>	<u>\$ 814,932</u>	<u>\$ 2,684</u>

RUSH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	School Principal Investment	City/Town Court Cost	Congressional Int	Weed & Unsafe Bldg	Tax Sale Surplus	Tax Sale Redemption
Cash and investments - beginning	\$ 24,383	\$ -	\$ 10,905	\$ -	\$ 23,406	\$ 5
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	8,038	457	11,509	25,541	33,612
Total receipts	-	8,038	457	11,509	25,541	33,612
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	8,038	-	11,509	22,406	33,612
Total disbursements	-	8,038	-	11,509	22,406	33,612
Excess (deficiency) of receipts over disbursements	-	-	457	-	3,135	-
Cash and investments - ending	\$ 24,383	\$ -	\$ 11,362	\$ -	\$ 26,541	\$ 5

RUSH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Excess Tax	Fines & Forfeitures	Disclosure Fees	Sewage Collection	Overweight Vehicles	Sheriff's Cashbook
Cash and investments - beginning	\$ 14,926	\$ 3,165	\$ 540	\$ -	\$ -	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	11,249	17,720	3,210	44,716	656	400,171
Total receipts	11,249	17,720	3,210	44,716	656	400,171
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	15,804	18,478	2,515	44,716	656	400,171
Total disbursements	15,804	18,478	2,515	44,716	656	400,171
Excess (deficiency) of receipts over disbursements	(4,555)	(758)	695	-	-	-
Cash and investments - ending	\$ 10,371	\$ 2,407	\$ 1,235	\$ -	\$ -	\$ -

RUSH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Infraction Judgement	Inheritance Tax	Victims Assistance	Inventory Homestead Credit	Surplus Ptrc/Homestead	Sale Of County Property
Cash and investments - beginning	\$ 5,858	\$ 106,428	\$ 30	\$ 26,020	\$ -	\$ 411
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	81,484	1,085,449	-	729,683	552,573	-
Total receipts	81,484	1,085,449	-	729,683	552,573	-
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	80,431	931,210	-	732,221	552,573	-
Total disbursements	80,431	931,210	-	732,221	552,573	-
Excess (deficiency) of receipts over disbursements	1,053	154,239	-	(2,538)	-	-
Cash and investments - ending	\$ 6,911	\$ 260,667	\$ 30	\$ 23,482	\$ -	\$ 411

RUSH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	457B Sheriff Deferred Comp	P/R Perf Public Health Er Prep	Payroll Federal W/H	Payroll State Gross	Payroll Social Security	Payroll Co Option
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	55,556	165,573	283,840	121,129	269,809	50,419
Total receipts	<u>55,556</u>	<u>165,573</u>	<u>283,840</u>	<u>121,129</u>	<u>269,809</u>	<u>50,419</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	55,556	165,573	283,840	121,129	269,809	50,419
Total disbursements	<u>55,556</u>	<u>165,573</u>	<u>283,840</u>	<u>121,129</u>	<u>269,809</u>	<u>50,419</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

RUSH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Payroll Credit Union	Payroll Life Insurance	Payroll Health Insurance	Payroll Garnishment	Payroll Cancer Insurance	Payroll United Fund
Cash and investments - beginning	\$ -	\$ 971	\$ 382,507	\$ -	\$ 1,890	\$ 130
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	20,924	48,227	1,145,596	6,215	39,032	240
Total receipts	20,924	48,227	1,145,596	6,215	39,032	240
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	20,924	48,035	1,083,699	6,215	39,364	130
Total disbursements	20,924	48,035	1,083,699	6,215	39,364	130
Excess (deficiency) of receipts over disbursements	-	192	61,897	-	(332)	110
Cash and investments - ending	\$ -	\$ 1,163	\$ 444,404	\$ -	\$ 1,558	\$ 240

RUSH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Vision Insurance	Dental Insurance	Education Plate Fee	Financial Instit Tax	Campaign Finance Enforcement	New Sheriff Retirement
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ 700	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	3,284	6,956	825	152,570	-	12,247
Total receipts	<u>3,284</u>	<u>6,956</u>	<u>825</u>	<u>152,570</u>	<u>-</u>	<u>12,247</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	2,725	5,747	825	152,570	-	12,247
Total disbursements	<u>2,725</u>	<u>5,747</u>	<u>825</u>	<u>152,570</u>	<u>-</u>	<u>12,247</u>
Excess (deficiency) of receipts over disbursements	<u>559</u>	<u>1,209</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 559</u>	<u>\$ 1,209</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 700</u>	<u>\$ -</u>

RUSH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Wheel Tax	Surtax	Area Plan Escrow	Mortgage Fee Fund Recorder	Child Restraint Violation	Interstate Compact
Cash and investments - beginning	\$ 1,536	\$ 10,919	\$ 19,000	\$ 140	\$ -	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	88,251	236,639	5,000	1,478	425	18
Total receipts	88,251	236,639	5,000	1,478	425	18
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	87,822	243,378	6,000	1,425	425	18
Total disbursements	87,822	243,378	6,000	1,425	425	18
Excess (deficiency) of receipts over disbursements	429	(6,739)	(1,000)	53	-	-
Cash and investments - ending	\$ 1,965	\$ 4,180	\$ 18,000	\$ 193	\$ -	\$ -

RUSH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Cvet Fund	Certified Shares	Homestead Rebates	Payroll Child Support	Payroll Gym
Cash and investments - beginning	\$ -	\$ -	\$ 79,298	\$ -	\$ -
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	72,714	1,669,716	-	20,182	6,892
Total receipts	<u>72,714</u>	<u>1,669,716</u>	<u>-</u>	<u>20,182</u>	<u>6,892</u>
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	72,714	1,669,716	70,316	20,182	6,486
Total disbursements	<u>72,714</u>	<u>1,669,716</u>	<u>70,316</u>	<u>20,182</u>	<u>6,486</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>-</u>	<u>(70,316)</u>	<u>-</u>	<u>406</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,982</u>	<u>\$ -</u>	<u>\$ 406</u>

RUSH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Fringe Benefit Clearing Fund	Hea1001 State Hsc 2008	State Share Del Tax & Pen Fund	School Excise State	After Settlement Collections
Cash and investments - beginning	\$ -	\$ 103	\$ -	\$ -	\$ 412,966
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other receipts	7,628	135,761	458	11,756,748	17,919,648
Total receipts	<u>7,628</u>	<u>135,761</u>	<u>458</u>	<u>11,756,748</u>	<u>17,919,648</u>
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Other disbursements	7,628	135,845	458	11,756,748	17,794,239
Total disbursements	<u>7,628</u>	<u>135,845</u>	<u>458</u>	<u>11,756,748</u>	<u>17,794,239</u>
Excess (deficiency) of receipts over disbursements	-	(84)	-	-	125,409
Cash and investments - ending	<u>\$ -</u>	<u>\$ 19</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 538,375</u>

RUSH COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Final Hea1001 2007-2008	Health Cash Book	Sheriff's Pension Trust	Inmate Trust	Totals
Cash and investments - beginning	\$ -	\$ 25	\$ 3,243,922	\$ 579	\$ 12,314,733
Receipts:					
Taxes	-	-	-	-	6,688,762
Licenses and permits	-	-	-	-	42,781
Intergovernmental	-	-	-	-	4,044,054
Charges for services	-	-	-	-	968,424
Fines and forfeits	-	-	-	-	156,435
Other receipts	72,187	65,053	569,945	61,875	41,601,953
Total receipts	<u>72,187</u>	<u>65,053</u>	<u>569,945</u>	<u>61,875</u>	<u>53,502,409</u>
Disbursements:					
Personal services	-	-	-	-	5,301,694
Supplies	-	-	-	-	703,970
Other services and charges	-	-	-	-	2,827,780
Capital outlay	-	-	-	-	1,280,558
Other disbursements	72,187	65,053	200,727	57,860	43,068,560
Total disbursements	<u>72,187</u>	<u>65,053</u>	<u>200,727</u>	<u>57,860</u>	<u>53,182,562</u>
Excess (deficiency) of receipts over disbursements	-	-	369,218	4,015	319,847
Cash and investments - ending	<u>\$ -</u>	<u>\$ 25</u>	<u>\$ 3,613,140</u>	<u>\$ 4,594</u>	<u>\$ 12,634,580</u>

RUSH COUNTY
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS
 December 31, 2010

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

General infrastructure assets (those reported by governmental activities) are included regardless of their acquisition date or amount. The government was able to estimate the historical cost for the initial reporting of these assets through backtrending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). As the government constructs or acquires additional capital assets each period, including infrastructure assets, they are reported at historical cost.

<u>Primary Government</u>	<u>Ending Balance</u>
Governmental activities:	
Capital assets, not being depreciated:	
Land	\$ 168,831
Infrastructure	50,751,366
Buildings	7,029,052
Improvements other than buildings	6,667
Machinery and equipment	<u>4,530,021</u>
Total governmental activities, capital assets not being depreciated	<u>\$ 62,485,937</u>

RUSH COUNTY
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT
 December 31, 2010

The County has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:		
Capital leases:		
Highway - Truck Lease 6 dump trucks	\$ 356,554	\$ 110,250
Coroner - 1 Van	12,618	4,226
Notes and loans payable:		
Loan #DR002378A	253,332	92,185
Loan #RU003066	<u>251,021</u>	<u>69,940</u>
Total governmental activities debt	<u>\$ 873,525</u>	<u>\$ 276,601</u>

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

TO: THE OFFICIALS OF RUSH COUNTY, INDIANA

Compliance

We have audited the compliance of the Rush County (County) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended December 31, 2010. The County's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

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 OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether non-compliance 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. Our audit does not provide a legal determination of the County's compliance with those requirements.

In our opinion, the County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2010. The results of our auditing procedures also disclosed other instances of noncompliance with those requirements which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2010-1.

Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, 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.

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133
(Continued)

A deficiency in internal control over compliance 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, 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 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.

Our consideration of the 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 deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

The County's response to the findings identified in our audit is described in the accompanying Corrective Action Plan. We did not audit the County's response and, accordingly, we express no opinion on the response.

This report is intended solely for the information and use of the County's management, the Board of County Commissioners, others within the entity, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. In accordance with Indiana Code 5-11-5-1, this report is a part of the public records of the State Board of Accounts and of the office examined.

STATE BOARD OF ACCOUNTS

April 20, 2011

RUSH COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended December 31, 2010

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>			
Pass-Through Indiana Office of Community and Rural Affairs			
CDBG - Entitlement Grants Cluster			
Community Development Block Grants - State's Program	14.228		
Disaster Recovery Grant		DR1A-09-074	\$ 108,013
Total for federal grantor agency			<u>108,013</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Pass-Through Indiana Department of Transportation			
Highway Planning and Construction Cluster			
Highway Planning and Construction			
Carthage Pike Reconstruction Phase 1	20.205	DES # 0710947	13,440
Bridge 116 Replacement		DES # 0301026	5,331
Carthage Pike Reconstruction Phase 2		DES # 0400040	117,635
Carthage Pike Reconstruction Phase 2		DES # 0500714	20,759
State Road 44 Unofficial Detour		R-28784	36,000
ARRA - Highway Planning and Construction	20.205		
County Road 800 E Overlay		DES # 0901386	13,429
County Road 800 E Overlay		DES # 0901384	4,963
County Road 800 E Overlay		DES # 0900797	10,819
County Road 800 E Overlay		DES # 0900614	4,926
County Road 800 E Overlay		DES # 0900615	11,252
Total for cluster			<u>238,554</u>
Transit Services Programs Cluster			
Formula Grants for Other Than Urbanized Areas	20.509		
		18027507	11,615
		10810786	50,865
ARRA - Formula Grants for Other Than Urbanized Areas	20.509		
		10803534	7,253
New Freedom Program	20.521		
		10812017	11,719
Total for cluster			<u>81,452</u>
Pass-Through Indiana Criminal Justice Institute			
Highway Safety Cluster			
State and Community Highway Safety	20.600		
		OP-11-02-01-83	850
Total for federal grantor agency			<u>320,856</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana Department of Health			
Public Health Emergency Preparedness			
Bioterrorism	93.069	BPRS 169-2	5,335
Pass-Through Indiana Department of Child Services			
Child Support Enforcement			
County Clerk's Expenditures	93.563		31,180
County Prosecutor's Expenditures			65,173
Indirect Costs			38,250
Incentives			35,354
ARRA - Child Support Enforcement	93.563		
Incentives			9,869
Total for program			<u>179,826</u>
Total for federal grantor agency			<u>185,161</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Homeland Security			
Emergency Management Performance Grants			
	97.042		
		C44P-0-319A	6,175
State Homeland Security Program	97.073		
		2007-GE-T7-0026	14,894
Total for federal grantor agency			<u>21,069</u>
Total federal awards expended			<u>\$ 635,099</u>

The accompanying note(s) are an integral part of the Schedule of Expenditures of Federal Awards.

RUSH COUNTY
NOTE(S) TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

1. *Basis of Presentation*

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the Rush County (County) and is presented in accordance with the cash and investment basis of accounting used in the preparation of the financial statements. Accordingly, the amount of federal awards expended is based on when the disbursement related to the award occurs except when the federal award is received on a reimbursement basis. In these instances the federal awards are considered expended when the reimbursement is received.

RUSH COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued:	Unqualified
Internal control over financial reporting:	
Material weaknesses identified?	no
Significant deficiency identified?	none reported
Noncompliance material to financial statement noted?	no

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	no
Significant deficiency identified?	none reported
Type of auditor's report issued on compliance for major programs:	Unqualified
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?	yes

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
20.205	CDBG – Entitlement Grants Cluster Highway Planning and Construction Cluster ARRA Highway Planning and Construction

Dollar threshold used to distinguish between Type A and Type B programs: \$300,000

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

Section II – Financial Statement Findings

No matters are reportable.

RUSH COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Section III – Federal Award Findings and Questioned Costs

FINDING 2010-1 - PROCUREMENT

Federal Agency: U.S. Department of Housing and Urban Development
Federal Program: Community Development Block Grants - State's Program
CFDA Number: 14.228
Federal Award Number: DR1A-09-074
Pass-through Entity: Indiana Office of Community and Rural Affairs

Rush County failed to follow proper procurement regulations for professional services. A special exception was made for the Disaster Recovery Grant projects which allowed grantees to procure grant administration services by using the Small Purchases Method as identified in Indiana Code 36-1-12. Rush County failed to use proper procedures to procure grant administration services by contracting for grant administration services without taking quotes from other qualified sources.

Under the direction of the U.S. Department of Housing and Urban Development, Grant Administration services, (including Labor Standards and Environmental Review if applicable) may be procured using the "Small Purchases Method" of procurement for the Disaster Recovery Appropriation #1 and Appropriation #2 projects if the amount of services is \$50,000 or less.

This one time exception is being made based on 24 CFR 85.36 (d)(1), which states:

"Small purchase procedures are those relatively simple and informal procurement methods for securing services, supplies, or other property that do not cost more than the simplified acquisition threshold fixed at 41 U.S.C. 403 (11). If small purchase procedures are used, price or rate quotations shall be obtained from an adequate number of qualified sources."

Under this method of procurement for administration services, DR-1 and DR-2 ONLY, the grantee must contact at least three qualified sources to solicit quotes. The grantee is responsible to ensure that no conflict of interest(s) exist, and that all quotes are evaluated fairly and equitable, after which a contract may be awarded to the most responsive and responsible firm.

RUSH COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.



Rush County
Board of Commissioners

Room 212
101 East Second Street
Rushville, Indiana 46173

April 19, 2011

CORRECTIVE ACTION PLAN

U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement

Federal Agency: U.S. Department of Housing & Urban Development
Title: State Administered CD3G Program
CFDA Number: 14.228
Award Number: B10DC180001DR1A-09-074
Pass – Through: State Office of Community & Rural Affairs

The Corrective Action Plan:

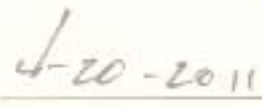
The Rush County Commissioners and Emergency Management Agency has created a matrix that will be utilized with each grant (see attached). This matrix is completed and signoff on by the staff of the EMA. EMA will follow procurement procedures to verify that equipment is purchased in compliance with applicable Federal, State and County guidelines.




Tom Barnes, Commissioner President



Mike Coley, EMA Director



Date



Date

GRANT PURCHASING PROCEDURE CHECKLIST FOR

RUSH COUNTY GUIDELINES
STATE OF INDIANA GUIDELINES
FEDERAL GUIDELINES
EFFECTIVE 4-19-2011

Grant Name & Year _____

Sent Sub-Grant Agreement with Letter to County Attorney Leigh Morning, For review and to receive ORIGINAL signatures: YES _____ DATE SENT _____

Received Sub-Grant Agreement Fully Signed, ORIGINAL from Auditor, Make Copies And Certify Mailed ORIGINAL To State: YES _____ DATE RECEIVED: _____ DATE SENT: _____

Sent Sub-Grant Agreement Fully Signed, COPY with Letter of Grant Award to other necessary agencies: YES _____ DATE SENT _____

Verified With Auditor's Office that fund has been established: YES _____ ON _____

Verified if Department in Receipt of This Grant is Compliant With NIMS:

Department Name: _____

Compliant With NIMS: YES _____ (See attached if more than one department receiving grant monies)

If EMS or Fire is Their Reporting Responsibilities Compliant with the State: YES _____

Department Name: _____ Verified With the State On: _____

(See attached if multiple departments)

Ensured Each Department Signed *Acknowledgement of Receipt of Equipment Form*: YES _____

Department Name: _____

(See attached if multiple departments received grant equipment)

Printed The FEMA/Responder Knowledge Base Website for ALL Approved Equipment/AFL #'s For This Grant: YES _____ NO _____ (See Attached)

Verified the State Suspended Vendors List: Suspended _____ NOT Suspended _____

I checked State Suspended Vendors List On: _____ & Vendor _____

_____ is **NOT** on the List (See attached if multiple vendors used)

Verified the Federal Excluded Parties Vendor List: Excluded _____ NOT Excluded: _____ I Checked

Federal Excluded Parties Vendor List on: _____ and Vendor _____

_____ Is **NOT** On The List. (See attached if multiple vendors used)

County Approved Vendor (s): YES _____ N/A _____

County Vendor Name, Number, and Equipment Purchased: _____

(See attached if multiple vendors used)

3 Quotes for ALL Purchases from \$1,000.00 - \$25,000.00 for This Grant: YES _____ NA _____

(See Attached to each purchase order)

If Not Have 3 Quotes, State QPA: YES _____ NA _____ QPA #: _____

(See Attached to each purchase order)

Commissioners Approval To Purchase From State QPA: YES _____ NA _____ DATE _____

(See Attached to each purchase order)

If Not Have 3 Quotes, Have Letter of Explanation (Sole source vendor, see attached to each purchase order): YES _____ NA _____ (See attached to each purchase order)

Completed Sealed Bid Process for Purchases over \$25,000.00: YES _____ NA _____

(See attached to each purchase order)

If Contracted Out To a City or Town, Is Contract Approved by Rush County Commissioners & City or Town: YES _____ NA _____ (See attached to each purchase order)

Ensured Departments ALL Equipment Was Received & in Good Working Order: YES _____

Department: _____ Date: _____

(See attached if multiple departments received grant equipment)

Received Invoice for Payment: YES _____ DATE: _____

Received Proof of Payment for Purchase: YES _____ NO _____

(This has to be a copy of the front/back of the actual check)

Submitted For Reimbursement: YES: _____ BY _____ DATE _____

Sent Letter of Incoming Wire Transfer to Auditor on: _____

Received Copy of the Quietus from the Auditor's Office On: _____

A Fixed Asset Spreadsheet has been Completed and returned to the Auditor's Office for This Grant:

YES _____ DATE: _____

A control system is in place to ensure adequate safeguards to prevent loss, damage, or theft of the property. Any loss, damage, or theft shall be investigated and fully documented.

Adequate maintenance procedures are in place to keep the property in good condition.

A control system is in place to do physical inventory of the property and the result reconciled with the property records at least once every two years.

A control system is in place and understood by all parties involved that there is NO disposal of property acquired with grant funds except in accordance with 28 CFR 66.32 (e).

ACKNOWLEDGEMENT RECEIPT FORM

Department Name: _____

Department Name: _____

Department Name: _____

Department Name: _____

Department Name: _____

Department Name: _____

Department Name: _____

Department Name: _____

Department Name: _____

Department Name: _____

Department Name: _____

Department Name: _____

Department Name: _____

Department Name: _____

Department Name: _____

Department Name: _____

Department Name: _____

Department Name: _____

Department Name: _____

Department Name: _____

EMS OR FIRE REPORTING COMPLIANT

Department Name: _____ Verified With The State On: _____

Department Name: _____ Verified With The State On: _____

Department Name: _____ Verified With The State On: _____

Department Name: _____ Verified With The State On: _____

Department Name: _____ Verified With The State On: _____

Department Name: _____ Verified With The State On: _____

Department Name: _____ Verified With The State On: _____

Department Name: _____ Verified With The State On: _____

Department Name: _____ Verified With The State On: _____

Department Name: _____ Verified With The State On: _____

Department Name: _____ Verified With The State On: _____

Department Name: _____ Verified With The State On: _____

Department Name: _____ Verified With The State On: _____

Department Name: _____ Verified With The State On: _____

Department Name: _____ Verified With The State On: _____

Department Name: _____ Verified With The State On: _____

ALL EQUIPMENT WAS RECEIVED & IN GOOD WORKING ORDER

Department: _____ Date: _____

Department: _____ Date: _____

Department: _____ Date: _____

Department: _____ Date: _____

Department: _____ Date: _____

Department: _____ Date: _____

Department: _____ Date: _____

Department: _____ Date: _____

Department: _____ Date: _____

Department: _____ Date: _____

Department: _____ Date: _____

Department: _____ Date: _____

Department: _____ Date: _____

Department: _____ Date: _____

Department: _____ Date: _____

Department: _____ Date: _____

Department: _____ Date: _____

Department: _____ Date: _____

FEDERAL EXCLUDED PARTY VENDOR LIST

Verified The Federal Excluded Parties Vendor List: Excluded _____ NOT Excluded _____
I checked Federal Excluded Parties Vendor List On: _____ & Vendor: _____
Is **NOT** on the List.

Verified The Federal Excluded Parties Vendor List: Excluded _____ NOT Excluded _____
I checked Federal Excluded Parties Vendor List On: _____ & Vendor: _____
Is **NOT** on the List.

Verified The Federal Excluded Parties Vendor List: Excluded _____ NOT Excluded _____
I checked Federal Excluded Parties Vendor List On: _____ & Vendor: _____
Is **NOT** on the List.

Verified The Federal Excluded Parties Vendor List: Excluded _____ NOT Excluded _____
I checked Federal Excluded Parties Vendor List On: _____ & Vendor: _____
Is **NOT** on the List.

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I checked Federal Excluded Parties Vendor List On: _____ & Vendor: _____
Is **NOT** on the List.

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I checked Federal Excluded Parties Vendor List On: _____ & Vendor: _____
Is **NOT** on the List.

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I checked Federal Excluded Parties Vendor List On: _____ & Vendor: _____
Is **NOT** on the List.

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I checked Federal Excluded Parties Vendor List On: _____ & Vendor: _____
Is **NOT** on the List.

Verified The Federal Excluded Parties Vendor List: Excluded _____ NOT Excluded _____
I checked Federal Excluded Parties Vendor List On: _____ & Vendor: _____
Is **NOT** on the List.

Verified The Federal Excluded Parties Vendor List: Excluded _____ NOT Excluded _____
I checked Federal Excluded Parties Vendor List On: _____ & Vendor: _____
Is **NOT** on the List.

NIMS COMPLIANT

Department Name: _____
Compliant With NIMS: YES _____

Department Name: _____
Compliant With NIMS: YES _____

Department Name: _____
Compliant With NIMS: YES _____

Department Name: _____
Compliant With NIMS: YES _____

Department Name: _____
Compliant With NIMS: YES _____

Department Name: _____
Compliant With NIMS: YES _____

Department Name: _____
Compliant With NIMS: YES _____

Department Name: _____
Compliant With NIMS: YES _____

Department Name: _____
Compliant With NIMS: YES _____

Department Name: _____
Compliant With NIMS: YES _____

Department Name: _____
Compliant With NIMS: YES _____

Department Name: _____
Compliant With NIMS: YES _____

Department Name: _____
Compliant With NIMS: YES _____

COUNTY VENDOR APPROVED LIST

County Vendor Name, Number, & Equipment Purchased _____

County Vendor Name, Number, & Equipment Purchased _____

County Vendor Name, Number, & Equipment Purchased _____

County Vendor Name, Number, & Equipment Purchased _____

County Vendor Name, Number, & Equipment Purchased _____

County Vendor Name, Number, & Equipment Purchased _____

County Vendor Name, Number, & Equipment Purchased _____

County Vendor Name, Number, & Equipment Purchased _____

County Vendor Name, Number, & Equipment Purchased _____

County Vendor Name, Number, & Equipment Purchased _____

County Vendor Name, Number, & Equipment Purchased _____

County Vendor Name, Number, & Equipment Purchased _____

STATE SUSPENDED VENDOR LIST

Verified The State Suspended List: Suspended _____ NOT Suspended _____
I checked State Suspended Vendors List On: _____ and Vendor Is **NOT** On the List.

Verified The State Suspended List: Suspended _____ NOT Suspended _____
I checked State Suspended Vendors List On: _____ and Vendor Is **NOT** On the List.

Verified The State Suspended List: Suspended _____ NOT Suspended _____
I checked State Suspended Vendors List On: _____ and Vendor Is **NOT** On the List.

Verified The State Suspended List: Suspended _____ NOT Suspended _____
I checked State Suspended Vendors List On: _____ and Vendor Is **NOT** On the List.

Verified The State Suspended List: Suspended _____ NOT Suspended _____
I checked State Suspended Vendors List On: _____ and Vendor Is **NOT** On the List.

Verified The State Suspended List: Suspended _____ NOT Suspended _____
I checked State Suspended Vendors List On: _____ and Vendor Is **NOT** On the List.

Verified The State Suspended List: Suspended _____ NOT Suspended _____
I checked State Suspended Vendors List On: _____ and Vendor Is **NOT** On the List.

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I checked State Suspended Vendors List On: _____ and Vendor Is **NOT** On the List.

Verified The State Suspended List: Suspended _____ NOT Suspended _____
I checked State Suspended Vendors List On: _____ and Vendor Is **NOT** On the List.

Verified The State Suspended List: Suspended _____ NOT Suspended _____
I checked State Suspended Vendors List On: _____ and Vendor Is **NOT** On the List.

Verified The State Suspended List: Suspended _____ NOT Suspended _____
I checked State Suspended Vendors List On: _____ and Vendor Is **NOT** On the List.

Verified The State Suspended List: Suspended _____ NOT Suspended _____
I checked State Suspended Vendors List On: _____ and Vendor Is **NOT** On the List.

RUSH COUNTY
EXIT CONFERENCE

The contents of this report were discussed on April 20, 2011, with Thomas H. Barnes, President of the Board of County Commissioners; Norman L. Winkler, President of the County Council; and Deborah C. Adams, Auditor. Our report disclosed no material items that warrant comment at this time.