

**STATE BOARD OF ACCOUNTS**  
**302 West Washington Street**  
**Room E418**  
**INDIANAPOLIS, INDIANA 46204-2765**

ANNUAL FINANCIAL REPORT

2005

FULTON COUNTY, INDIANA



**FILED**  
09/29/2006



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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Denise Chandler	01-01-05 to 12-31-08
Treasurer	Judy Reed	01-01-05 to 12-31-08
Clerk	Karen Miller	01-01-03 to 12-31-06
Sheriff	Roy Calvert	01-01-03 to 12-31-06
Recorder	Cathy Ginther	01-01-05 to 12-31-08
President of the Board of County Commissioners	Richard Powell	01-01-05 to 12-31-06
President of the County Council	Christopher Sailors James Widman	01-01-05 to 12-31-05 01-01-06 to 12-31-06



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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

TO: THE OFFICIALS OF FULTON COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Fulton County (County), as of and for the year ended December 31, 2005, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements 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 statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. 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 I, the County prepares its financial statements on the prescribed basis of accounting that demonstrates compliance with the cash and investment basis and budget laws of the State of Indiana, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

As discussed in Note I, the financial statements referred to above do not include a number of component units of the County which should have been included to fairly present the financial position of the County.

In our opinion, except that the omission of the component units of the County referred to in the preceding paragraph results in incomplete presentation, the financial statements referred to above present fairly, in all material respects, the respective cash and investment balances of the governmental activities, each major fund, and the aggregate remaining fund information of the County as of December 31, 2005, and the respective cash receipts and cash disbursements during the year then ended on the basis of accounting described in Note I.

In accordance with Government Auditing Standards, we have also issued a report dated August 21, 2006, 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 and grants. Our report on compliance and on internal control over financial reporting should be read along with this report.

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

Our audit was performed for the purpose of forming an opinion on the basic financial statements of the County taken as a whole. 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 basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The Schedules of Funding Progress, as listed in the table of contents, are not required parts of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management, regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

The County has not presented Management's Discussion and Analysis or Budgetary Comparison Schedules that accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be part of, the basic financial statements.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The Combining Schedules, as listed in the table of contents, Schedule of Capital Assets, and Schedule of Long-Term Debt are presented for additional analysis and are not a required part of the basic financial statements. The Combining Schedules, as listed in the table of contents, have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. 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 basic financial statements and, accordingly, we express no opinion on them.

STATE BOARD OF ACCOUNTS

August 21, 2006



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

TO: THE OFFICIALS OF FULTON COUNTY, INDIANA

We have audited the financial statements of Fulton County (County), as of and for the year ended December 31, 2005, and have issued our report thereon dated August 21, 2006. The opinion to the financial statements was qualified due to omission of component units which results in incomplete presentation. 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.

Compliance

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, 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 that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the County's management 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

August 21, 2006

FULTON COUNTY  
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS  
For The Year Ended December 31, 2005

<u>Functions/Programs</u>	<u>Disbursements</u>	<u>Program Receipts</u>		<u>Net (Disbursements Receipt and Changes in Net Assets</u>
		<u>Charges for Services</u>	<u>Capital Grants and Contributions</u>	<u>Primary Governmental Activities</u>
Primary government:				
Governmental activities:				
General government	\$ 8,148,523	\$ 4,379,527	\$ -	\$ (3,768,996)
Public safety	539,536	17,201	-	(522,335)
Highways and streets	2,433,799	-	-	(2,433,799)
Sanitation	33,544	-	-	(33,544)
Health and welfare	1,770,579	-	-	(1,770,579)
Culture and recreation	62,046	-	-	(62,046)
Debt service	1,009,008	-	-	(1,009,008)
Capital outlay	836,171	-	490,591	(345,580)
Total primary government	<u>\$ 14,833,206</u>	<u>\$ 4,396,728</u>	<u>\$ 490,591</u>	<u>(9,945,887)</u>
General receipts:				
Property taxes				5,939,242
Other local sources				329,007
Grants and contributions not restricted to specific programs				4,450,156
Unrestricted investment earnings				486,440
Total general receipts				<u>11,204,845</u>
Change in net assets				1,258,958
Net assets - beginning				<u>11,267,884</u>
Net assets - ending				<u>\$ 12,526,842</u>
<u>Assets</u>				
Cash and investments				\$ 1,366,562
Restricted assets:				
Cash and investments				<u>11,160,280</u>
Total assets				<u>\$ 12,526,842</u>
<u>Net Assets</u>				
Restricted for:				
Public safety				\$ 735,159
Highways and streets				157,750
Sanitation				752,027
Health and welfare				1,105,229
Culture and recreation				96,810
Debt service				1,084,566
Capital outlay				1,584,080
Other purposes				5,644,659
Unrestricted				<u>1,366,562</u>
Total net assets				<u>\$ 12,526,842</u>

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

FULTON COUNTY  
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES  
GOVERNMENTAL FUNDS  
For The Year Ended December 31, 2005

	General	Drainage Maintenance	Host Agreement Environment	Other Governmental Funds	Totals
<b>Receipts:</b>					
Taxes	\$ 3,514,920	\$ -	\$ -	\$ 2,739,141	\$ 6,254,061
Licenses and permits	6,048	-	-	9,645	15,693
Intergovernmental	211,312	274,753	-	3,825,801	4,311,866
Charges for services	351,544	1,247	2,522,125	1,315,883	4,190,799
Fines and forfeits	119,715	-	-	70,521	190,236
Other	576,273	10,641	15,293	507,997	1,110,204
<b>Total receipts</b>	<b>4,779,812</b>	<b>286,641</b>	<b>2,537,418</b>	<b>8,468,988</b>	<b>16,072,859</b>
<b>Disbursements:</b>					
General government	4,767,710	-	975,533	2,405,280	8,148,523
Public safety	-	-	-	539,536	539,536
Highways and streets	-	-	-	2,433,799	2,433,799
Sanitation	-	-	-	33,544	33,544
Health and welfare	-	-	-	1,770,579	1,770,579
Culture and recreation	-	-	-	62,046	62,046
Debt service:					
Principal	-	-	-	679,029	679,029
Interest	-	-	-	329,979	329,979
Capital outlay:					
Highways and streets	-	337,386	-	498,785	836,171
<b>Total disbursements</b>	<b>4,767,710</b>	<b>337,386</b>	<b>975,533</b>	<b>8,752,577</b>	<b>14,833,206</b>
Excess (deficiency) of receipts over disbursements	12,102	(50,745)	1,561,885	(283,589)	1,239,653
<b>Other financing sources (uses)</b>					
Transfers in	100,000	115,541	-	1,370,057	1,585,598
Transfers out	(15,000)	-	(1,355,057)	(215,541)	(1,585,598)
Other receipts	-	-	-	19,305	19,305
<b>Total other financing sources (uses)</b>	<b>85,000</b>	<b>115,541</b>	<b>(1,355,057)</b>	<b>1,173,821</b>	<b>19,305</b>
Excess of receipts and other financing sources over disbursements and other financing uses	97,102	64,796	206,828	890,232	1,258,958
Cash and investment fund balance - beginning	1,269,460	1,330,611	491,322	8,176,491	11,267,884
Cash and investment fund balance - ending	<u>\$ 1,366,562</u>	<u>\$ 1,395,407</u>	<u>\$ 698,150</u>	<u>\$ 9,066,723</u>	<u>\$ 12,526,842</u>
<b>Cash and Investment Assets - December 31</b>					
Cash and investments	\$ 1,366,562	\$ -	\$ -	\$ -	\$ 1,366,562
Restricted assets:					
Cash and investments	-	1,395,407	698,150	9,066,723	11,160,280
<b>Total cash and investment assets - December 31</b>	<u>\$ 1,366,562</u>	<u>\$ 1,395,407</u>	<u>\$ 698,150</u>	<u>\$ 9,066,723</u>	<u>\$ 12,526,842</u>
<b>Cash and Investment Fund Balance - December 31</b>					
Restricted for:					
Public safety	\$ -	\$ -	\$ -	\$ 735,159	\$ 735,159
Highway and streets	-	-	-	157,750	157,750
Sanitation	-	-	-	752,027	752,027
Health and welfare	-	-	-	1,105,229	1,105,229
Culture and recreation	-	-	-	96,810	96,810
Debt service	-	-	-	1,084,566	1,084,566
Capital outlay	-	-	-	1,583,536	1,583,536
Other purposes	-	1,395,407	698,150	3,551,646	5,645,203
Unrestricted	1,366,562	-	-	-	1,366,562
<b>Total cash and investment fund balance - December 31</b>	<u>\$ 1,366,562</u>	<u>\$ 1,395,407</u>	<u>\$ 698,150</u>	<u>\$ 9,066,723</u>	<u>\$ 12,526,842</u>

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

FULTON COUNTY  
STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
FIDUCIARY FUNDS  
For The Year Ended December 31, 2005

	Pension Trust Funds	Private-Purpose Trust Funds	Agency Funds
Additions:			
Contributions:			
Employer	\$ 41,585	\$ -	\$ -
Plan members	11,429	-	-
Other	6,900	-	-
	<u>59,914</u>	<u>-</u>	<u>-</u>
Total contributions			
Investment earnings:			
Interest	15,365	-	-
Dividends	51,321	-	-
	<u>66,686</u>	<u>-</u>	<u>-</u>
Total investment earnings			
Agency fund additions	-	-	58,122,522
	<u>126,600</u>	<u>-</u>	<u>58,122,522</u>
Total additions			
Deductions:			
Benefits	23,504	-	-
Refunds of contributions	5,493	-	-
Administrative and general	17,309	-	-
Agency fund deductions	-	-	62,732,366
	<u>46,306</u>	<u>-</u>	<u>62,732,366</u>
Total deductions			
Excess (deficiency) of total additions over total deductions	80,294	-	(4,609,844)
Cash and investment fund balance - beginning	<u>873,701</u>	<u>21,923</u>	<u>6,061,733</u>
Cash and investment fund balance - ending	<u>\$ 953,995</u>	<u>\$ 21,923</u>	<u>\$ 1,451,889</u>

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

FULTON COUNTY  
NOTES TO FINANCIAL STATEMENTS

I. 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 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 County's financial reporting entity is composed of the following:

Primary Government: Fulton County

In determining the financial reporting entity, the County complies with the provisions of GASB Statement No. 14, *The Financial Reporting Entity*.

Woodlawn Hospital, a component unit has been omitted from these financial statements. Accordingly, the financial statements do not include the data of all of the County's component units necessary to fairly present the financial position of the County.

Related Organizations

The County's officials are also responsible for appointing the members of the boards of other organizations, but the County's accountability for these organizations does not extend beyond making the appointments. The County appoints the board members of the Fulton County Library Board, Housing Authority Board and Alcohol and Beverage Commission.

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

The Statement of Activities and Net Assets – Cash and Investment Basis display information about the reporting government as a whole. It includes all funds of the reporting entity except for fiduciary funds. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues.

Fund Financial Statements

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitutes its assets, liabilities, fund equity, receipts, and disbursements. Separate financial statements are provided for governmental funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. However, at this time, the County has not established any enterprise funds.

The County reports the following major governmental funds:

The general fund is the primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

FULTON COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

The drainage maintenance fund is used to account for ditch assessments imposed for the maintenance and upkeep on county ditches and the costs associated with that upkeep.

The host agreement environment fund accounts for host fees received from the county landfill and is expended on general costs associated with county government.

Additionally, the County reports the following fund types:

The pension trust funds account for the activities of the sheriff's pension trust and the sheriff's benefit pension fund, which accumulate resources for pension benefit payments.

The private-purpose trust fund reports a trust arrangement under which principal and income benefit the school corporations within the County's jurisdiction.

Agency funds account for assets held by the County as an agent for other governmental agencies and county offices and serve as control of accounts for certain cash transactions during the time they are a liability to the County.

C. Measurement Focus and Basis of Accounting

The government-wide, governmental fund and fiduciary fund financial statements are reported using the basis of accounting that demonstrates compliance with the cash and investment basis and budget laws of the State of Indiana, 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 cash and investment 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. Investment transactions are not presented on the financial statements.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

D. Assets and Cash and Investment Balances

1. Cash and Investments

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

2. Capital Assets

Capital assets arising from cash transactions acquired for use in governmental fund operations are accounted for as capital outlay disbursements of the fund upon acquisition.

3. Long-Term Debt

Long-term debt arising from cash basis transactions of governmental funds is not reported as liabilities in the basic financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as disbursements.

FULTON COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

4. Equity Classification

Government-Wide Statements

Equity is classified as net assets and displayed in two components:

- a. Restricted net assets – Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments, or (2) law through constitutional provisions or enabling legislation.
- b. Unrestricted net assets – All other net assets that do not meet the definition of "restricted."

It is the County's policy to first use restricted net assets prior to the use of unrestricted net assets when a disbursement is incurred for purposes for which both restricted and unrestricted net assets are available.

Fund Financial Statements

Governmental fund equity is classified as fund balance.

E. Receipts and Disbursements

Program Receipts

Amounts reported as program receipts include (1) charges to customers or applicants for goods, services, or privileges provided, and (2) capital grants and contributions. Internally dedicated resources are reported as general receipts rather than as program receipts. Likewise, general receipts include all taxes.

F. Internal and Interfund Balances and Activities

In the process of aggregating the financial information for the government-wide Statement of Activities and Net Assets – Cash and Investment Basis, some amounts reported as interfund activity and balances in the fund financial statements have been eliminated or reclassified.

Fund Financial Statements

1. Interfund services – Sales or purchases of goods and services between funds are reported as receipts and disbursements.
2. Interfund reimbursements – Repayments from funds responsible for certain disbursements to the funds that initially paid for them are not reported as reimbursements but as adjustments to disbursements in the respective funds.
3. Interfund transfers – Flow of assets from one fund to another where repayment is not expected is reported as transfers in and out.

Government-Wide Financial Statements

Interfund activity and balances, if any, are eliminated or reclassified in the government-wide financial statements as follows:

FULTON COUNTY  
 NOTES TO FINANCIAL STATEMENTS  
 (Continued)

1. Internal activities – Amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide Statement of Activities and Net Assets – Cash and Investment Basis except for the net amount of transfers between governmental activities, which are reported as Transfers – Internal Activities. The effects of interfund services between funds, if any, are not eliminated in the Statement of Activities – Cash and Investment Basis.
2. Primary government and component unit activity and balances – Resource flows between the primary government and the component unit are reported as if they were external transactions and are classified separately from internal balances and activities within the primary government.

II. Stewardship, Compliance and Accountability

A. Budgetary Information

Annual budgets are adopted on the cash basis, which is not consistent with accounting principles generally accepted in the United States of America. All annual appropriations lapse at calendar year end.

On or before August 31, the fiscal officer of the County submits to the governing board a proposed operating budget for the year commencing the following January 1. Prior to adoption, the budget is advertised and public hearings are conducted by the governing board to obtain taxpayer comments. In September of each year, the governing board, through the passage of a resolution/ordinance, approves the budget for the next year. Copies of the budget resolution/ordinance and the advertisement for funds for which property taxes are levied or highway use taxes are received are sent to the Indiana Department of Local Government Finance. The budget becomes legally enacted after the fiscal officer of the County receives approval of the Indiana Department of Local Government Finance.

The County's management cannot transfer budgeted appropriations between object classifications of a budget without approval of the governing board. The Indiana Department of Local Government Finance must approve any revisions to the appropriations for any fund or any department of the General Fund. The legal level of budgetary control is by object and department within the fund for the General Fund and by object within the fund for all other budgeted funds.

B. Cash and Investment Balance Deficits

At December 31, 2005, the following funds reported deficits in cash and investments, which are violations of the Uniform Compliance Guidelines and State statute:

Fund	2005
Probation	\$ <u>130</u>

Cash and investment deficits arose primarily from disbursements exceeding receipts due to the underestimate of current requirements; these deficits are to be repaid from future receipts.

FULTON COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

III. Detailed Notes on All Funds

A. Deposits and Investments

1. Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. Indiana Code 5-13-8-1 allows a political subdivision of the State of Indiana to deposit public funds in a financial institution only if the financial institution is a depository eligible to receive state funds and has a principal office or branch that qualifies to receive public funds of the political subdivision. The bank balances were insured by the Federal Deposit Insurance Corporation or the Public Deposit Insurance Fund, which covers all public funds held in approved depositories.

2. Investments

Authorization for investment activity is stated in Indiana Code 5-13. The Sheriff's Merit Board has not established an Investment policy for the Sheriff's Retirement and Benefit Pension Plan. As of December 31, 2005, the County had the following investments:

Investment Type	Sheriff's Retirement and Benefit Pension Plans
Preferred Corporate Equity	\$ 128,230
Mutual Funds	749,543
Total	<u>\$ 877,773</u>

Investment Policies

Indiana Code 5-13-9 authorizes the County to invest in securities backed by the full faith and credit of the United States Treasury or fully guaranteed by the United States of America and issued by the United States Treasury, a federal agency, a federal instrumentality, or a federal government sponsored enterprise. Indiana Code also authorizes the unit to invest in securities fully guaranteed and issued by a federal agency, a federal instrumentality or a federal government sponsored enterprise. These investments are required by statute to have a stated final maturity of not more than two years.

Indiana Code also provides for investment in money market mutual funds that are in the form of securities of, or interest in, an open-end, no-load, management-type investment company or investment trust registered under the provision of the federal Investment Company Act of 1940, as amended. Investments in money market mutual funds may not exceed 50% of the funds held by the County and available for investment. The portfolio of an investment company or investment trust used must be limited to direct obligations of the United States of America, obligations issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise or repurchase agreements fully collateralized by direct obligations of the United States of

FULTON COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

America or obligations issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise. The form of securities of, or interest in, an investment company or investment trust must be rated as AAA, or its equivalent by Standard and Poor's Corporation or its successor or Aaa, or its equivalent, by Moody's Investors Service, Inc., or its successor. The form of securities in an investment company or investment trust should have a stated final maturity of one day.

Additionally, the County may enter into repurchase agreements with depositories designated by the State Board of Finance as depositories for state deposits involving the unit's purchase and guaranteed resale of any interest-bearing obligations issued or fully insured or guaranteed by the United States of America, a United States of America government agency, an instrumentality of the United States of America, or a federal government sponsored enterprise. The repurchase agreement is considered to have a stated final maturity of one day. This agreement must be fully collateralized by interest-bearing obligations as determined by their current market value.

The Sheriff's Pension Plan is not subject to the same investments laws as the County. The Sheriff's Merit Board has not adopted an investment policy for interest rate and credit risk.

Investment Custodial Credit Risk

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. The County does not have a formal investment policy for custodial credit risk for investments. At December 31, 2005, all funds held by the County were considered cash equivalents and were held by the County Treasurer in the County's name.

The Sheriff's Merit Board has not adopted an investment policy for custodial credit risk for investments. At December 31, 2005, the Sheriff's Retirement and Benefit Pension Plans held investments in preferred corporate equities and mutual funds in the amount of \$877,773. All of these investments are held by Wells Fargo Trust in the name of the Sheriff's Pension Plan.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The County must follow state statute and limit the stated final maturities of the investments to no more than two years.

The Sheriff's Merit Board has not adopted a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses. As of December 31, 2005, the Sheriff's Pension Plan has no investments subject to interest risk.

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The distribution of securities with credit ratings is summarized below.

FULTON COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Sheriff's Retirement and Benefit Pension Plans

Standard and Poor's Rating	Preferred Corporate Securities
Unrated	\$ <u>128,230</u>

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The County does not have a policy in regards to concentration of credit risk. United States of America government and United States of America governmental agency securities are exempt from this policy requirement.

The Sheriff's Merit Board has not adopted a policy for the concentration of credit risk. More than 5% of the Sheriff's Retirement and Benefit investments are in the Wells Fargo Stable Return Fund G, ABN AMRO Growth Fund-Class N, Dodge and Cox Stock Fund-Class I Fund. These investments represent 17%, 15%, 17%, 6%, and 6%, respectively, of the total cash and investments held by the pension plan.

Foreign Currency Risk

The County does not have a formal policy in regards to foreign currency risk.

The Sheriff's Merit Board has not adopted a formal policy in regards to foreign currency risk. Since the foreign investments held by this plan are in international mutual funds, the foreign currency related to these investments are made up of a variety of currencies and the investment has a fair market value of \$106,146.

B. Interfund Transfers

Interfund transfers for the year ended December 31, 2005, were as follows:

Transfer From	Transfer To	2005
General Fund	Other governmental	\$ 15,000
Host agreement environment	Other governmental	1,355,057
Other governmental	General Fund	100,000
Other governmental	Major fund	<u>115,541</u>
Total		<u>\$ 1,585,598</u>

The County typically uses transfers to fund ongoing operating subsidies and to transfer the portion of state-shared revenues from the General Fund to the debt service fund for current-year debt service requirements.

FULTON COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

IV. Other Information

A. Risk Management

The County is 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 (excluding postemployment benefits); and natural disasters.

The risks of torts; theft of, damage to, and destruction of assets; errors and omissions; job related illnesses or injuries to employees; and natural disasters are covered by commercial insurance from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years.

Health Insurance

The County has chosen to establish a risk financing fund for risks associated with medical benefits to employees, retirees and dependents (excluding postemployment benefits). The risk financing fund is accounted for in the Payroll Fund, where assets are set aside for claim settlements. An excess policy through commercial insurance covers individual claims in excess of \$20,000 per year, except for three employees who are covered for claims in excess of \$85,000. Settled claims resulting from this risk did not exceed commercial insurance coverage in the past three years. Interfund premiums are paid into the fund by all affected funds and are available to pay claims, claim reserves, and administrative costs of the program. Interfund premiums are based upon a calculation using trends in actual claims experience. Provisions are made for unexpected and unusual claims.

B. Holding Corporations

The County has entered into a capital lease with Fulton County Hospital Association (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 totaled \$263,000.

The County has entered into a capital lease with Fulton County Building 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. Lease payments during the year totaled \$422,000.

C. Administration of Welfare Programs

The County is required to provide certain funding for administrative costs of welfare programs, the Hospital Care for Indigent Program, Medical Assistance to Wards and Children with Special Health Care Needs through local property tax levies. The County remits those taxes to the State, which pays the cost.

FULTON COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

D. Pension Plans

Agent Multiple-Employer and Single-Employer Defined Benefit Pension Plans

1. Public Employees' Retirement Fund

Plan Description

The County contributes to the Indiana Public Employees' Retirement Fund (PERF), 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 to participate in the 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 member's contributions, set by state statute at 3% 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. The 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 plan members for PERF are established by the Board of Trustees of PERF. The County's annual pension cost and related information, as provided by the actuary, is presented in this note.

2. County Police Retirement Plan

Plan Description

The County contributes to the County Police Retirement Plan, which 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 and Annual Pension Cost

The contribution requirements of plan members for the County Police Retirement Plan are established by state statute. The County's annual pension cost and related information, as provided by the actuary, is presented in this note.

FULTON COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

3. County Police Benefit Plan

Plan Description

The County contributes to the County Police Benefit Plan which 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.

Funding Policy and Annual Pension Cost

The contribution requirements of plan members for the County Police Benefit Plan are established by state statute. The County's annual pension cost and related information, as provided by the actuary, is presented in this note.

Actuarial Information for the Above Plans

	PERF	County Police Retirement Plan	County Police Benefit Plan
Annual required contribution	\$ 130,233	\$ 41,334	\$ 4,378
Interest on net pension obligation	(9,100)	(412)	-
Adjustment to annual required contribution	10,370	756	-
Annual pension cost	131,503	41,678	4,378
Contributions made	142,751	37,207	4,378
Increase (decrease) in net pension obligation	(11,248)	4,471	-
Net pension obligation, beginning of year	(125,511)	(5,887)	-
Net pension obligation, end of year	\$ (136,759)	\$ (1,416)	\$ -

	PERF	County Police Retirement Plan	County Police Benefit Plan
Contribution rates:			
County	5.5%	13%	1%
Plan members	3%	6%	6%
Actuarial valuation date	07-01-05	01-01-05	01-01-05
Actuarial cost method	Entry age	Entry age	Entry age
Amortization method	Level percentage of projected payroll, closed	Level percentage of projected payroll, closed	Level percentage of projected payroll, closed
Amortization period	40 years	40 years	40 years
Amortization period (from date)	07-01-97	12-31-97	12-31-97
Asset valuation method	4 year smoothed market	4 year smoothed market	4 year smoothed market

FULTON COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Actuarial Assumptions	PERF	County Police Retirement Plan	County Police Benefit Plan
Investment rate of return	7.25%	7%	7%
Projected future salary increases:			
Total	5%	5%	5%
Attributed to inflation	4%	4%	4%
Attributed to merit/seniority	1%	1%	1%
Cost-of-living adjustments	2%	2%	0%

Three Year Trend Information

	Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
PERF	06-30-03	\$ 143,933	86%	\$ (118,674)
	06-30-04	125,669	105%	(125,511)
	06-30-05	131,503	114%	(136,759)
County Police Retirement Plan	12-31-02	8,993	28%	(42,851)
	12-31-03	27,235	12%	(17,721)
	12-31-04	41,678	89%	(1,416)
County Police Benefit Plan	12-31-02	4,065	100%	-
	12-31-03	4,724	100%	-
	12-31-04	4,378	100%	-

FULTON COUNTY  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULES OF FUNDING PROGRESS

Public Employees' Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-03	\$ 2,089,120	\$ 2,120,802	\$ (31,682)	99%	\$ 2,560,651	(1%)
07-01-04	2,140,407	2,210,788	(70,381)	97%	2,558,449	(3%)
07-01-05	2,253,303	2,610,008	(356,705)	86%	2,665,001	(13%)

County Police Retirement Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Excess of Assets Over (Unfunded) AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Excess (Unfunded) AAL as a Percentage of Covered Payroll ((a-b)/c)
01-01-00	\$ 914,160	\$ 914,160	\$ -	100%	\$ 260,992	0%
01-01-01	931,967	931,967	-	100%	274,491	0%
01-01-02	910,743	910,743	-	100%	291,049	0%
01-01-03	868,326	868,326	-	100%	318,219	0%
01-01-04	858,879	858,879	-	100%	328,684	0%
01-01-05	901,125	901,125	-	100%	308,071	0%

FULTON COUNTY  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2005

	Highway	Local Road and Street	Health	Aviation	Accident Report	Firearms Training	Adult Probation
Receipts:							
Taxes	\$ -	\$ -	\$ 262,755	\$ 125,447	\$ -	\$ -	\$ -
Licenses and permits	1,650	-	7,995	-	-	-	-
Intergovernmental	2,091,791	241,001	-	-	-	-	-
Charges for services	-	-	30	-	1,508	1,240	8,417
Fines and forfeits	-	-	-	-	-	-	-
Other	18,219	-	29,093	3,625	977	920	5,248
<b>Total receipts</b>	<b>2,111,660</b>	<b>241,001</b>	<b>299,873</b>	<b>129,072</b>	<b>2,485</b>	<b>2,160</b>	<b>13,665</b>
Disbursements:							
General government	-	-	-	115,926	-	-	-
Public safety	-	-	-	-	1,265	930	9,840
Highways and streets	2,066,412	367,387	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-
Health and welfare	-	-	230,482	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service:							
Principal	217,298	-	-	-	-	-	-
Interest	8,985	-	-	-	-	-	-
Capital outlay:							
Highways and streets	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>2,292,695</b>	<b>367,387</b>	<b>230,482</b>	<b>115,926</b>	<b>1,265</b>	<b>930</b>	<b>9,840</b>
Excess (deficiency) of receipts over disbursements	(181,035)	(126,386)	69,391	13,146	1,220	1,230	3,825
Other financing sources (uses)							
Transfers in	-	165,000	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Other receipts	3,985	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>3,985</b>	<b>165,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(177,050)	38,614	69,391	13,146	1,220	1,230	3,825
Cash and investment fund balance - beginning	262,146	34,040	74,584	14,593	5,321	10,239	15,372
Cash and investment fund balance - ending	<u>\$ 85,096</u>	<u>\$ 72,654</u>	<u>\$ 143,975</u>	<u>\$ 27,739</u>	<u>\$ 6,541</u>	<u>\$ 11,469</u>	<u>\$ 19,197</u>
<b>Cash and Investment Assets - December 31</b>							
Restricted assets:							
Cash and investments	<u>\$ 85,096</u>	<u>\$ 72,654</u>	<u>\$ 143,975</u>	<u>\$ 27,739</u>	<u>\$ 6,541</u>	<u>\$ 11,469</u>	<u>\$ 19,197</u>
<b>Cash and Investment Fund Balance - December 31</b>							
Restricted for:							
Public safety	\$ -	\$ -	\$ -	\$ -	\$ 6,541	\$ 11,469	\$ 19,197
Highway and streets	85,096	72,654	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-
Health and welfare	-	-	143,975	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other purposes	-	-	-	27,739	-	-	-
<b>Total cash and investment fund balance - December 31</b>	<b><u>\$ 85,096</u></b>	<b><u>\$ 72,654</u></b>	<b><u>\$ 143,975</u></b>	<b><u>\$ 27,739</u></b>	<b><u>\$ 6,541</u></b>	<b><u>\$ 11,469</u></b>	<b><u>\$ 19,197</u></b>

FULTON COUNTY  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2005  
 (Continued)

	Probation User Fees	Alcohol and Drug	Probation	Landfill	Federal Grant #1	Federal Grant #2
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	490,591	24,835
Charges for services	96,491	-	185	-	-	-
Fines and forfeits	-	25,518	-	-	-	-
Other	57,252	14,872	(427)	22,412	447	-
<b>Total receipts</b>	<b>153,743</b>	<b>40,390</b>	<b>(242)</b>	<b>22,412</b>	<b>491,038</b>	<b>24,835</b>
Disbursements:						
General government	-	-	-	-	531,796	25,939
Public safety	110,067	40,933	188	-	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	33,544	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
Highways and streets	-	-	-	-	-	-
<b>Total disbursements</b>	<b>110,067</b>	<b>40,933</b>	<b>188</b>	<b>33,544</b>	<b>531,796</b>	<b>25,939</b>
Excess (deficiency) of receipts over disbursements	43,676	(543)	(430)	(11,132)	(40,758)	(1,104)
Other financing sources (uses)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	43,676	(543)	(430)	(11,132)	(40,758)	(1,104)
Cash and investment fund balance - beginning	140,634	59,959	300	763,159	40,758	1,104
Cash and investment fund balance - ending	<u>\$ 184,310</u>	<u>\$ 59,416</u>	<u>\$ (130)</u>	<u>\$ 752,027</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Cash and Investment Assets - December 31</b>						
Restricted assets:						
Cash and investments	<u>\$ 184,310</u>	<u>\$ 59,416</u>	<u>\$ (130)</u>	<u>\$ 752,027</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Cash and Investment Fund Balance - December 31</b>						
Restricted for:						
Public safety	\$ 184,310	\$ 59,416	\$ (130)	\$ -	\$ -	\$ -
Highway and streets	-	-	-	-	-	-
Sanitation	-	-	-	752,027	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-
<b>Total cash and investment fund balance - December 31</b>	<u>\$ 184,310</u>	<u>\$ 59,416</u>	<u>\$ (130)</u>	<u>\$ 752,027</u>	<u>\$ -</u>	<u>\$ -</u>

FULTON COUNTY  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2005  
 (Continued)

	Federal Grant #3	Federal Grant #4	Federal Grant #5	Law Enforcement Continuing Education	Riverboat	State Grant #2
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	2,522	-	-	129,337	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	65	597	-	-
<b>Total receipts</b>	<b>-</b>	<b>2,522</b>	<b>65</b>	<b>597</b>	<b>129,337</b>	<b>-</b>
Disbursements:						
General government	-	2,247	-	-	258,674	18,874
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
Highways and streets	-	-	-	-	-	-
<b>Total disbursements</b>	<b>-</b>	<b>2,247</b>	<b>-</b>	<b>-</b>	<b>258,674</b>	<b>18,874</b>
Excess (deficiency) of receipts over disbursements	-	275	65	597	(129,337)	(18,874)
Other financing sources (uses)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	275	65	597	(129,337)	(18,874)
Cash and investment fund balance - beginning	68	1,598	560	5,978	129,337	18,874
Cash and investment fund balance - ending	<u>\$ 68</u>	<u>\$ 1,873</u>	<u>\$ 625</u>	<u>\$ 6,575</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Cash and Investment Assets - December 31</b>						
Restricted assets:						
Cash and investments	<u>\$ 68</u>	<u>\$ 1,873</u>	<u>\$ 625</u>	<u>\$ 6,575</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Cash and Investment Fund Balance - December 31</b>						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ 6,575	\$ -	\$ -
Highway and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other purposes	68	1,873	625	-	-	-
<b>Total cash and investment fund balance - December 31</b>	<b><u>\$ 68</u></b>	<b><u>\$ 1,873</u></b>	<b><u>\$ 625</u></b>	<b><u>\$ 6,575</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>

FULTON COUNTY  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2005  
 (Continued)

	<u>State Grant #3</u>	<u>State Grant #4</u>	<u>State Grant #5</u>	<u>State Grant #6</u>	<u>State Grant #7</u>	<u>State Grant #8</u>
<b>Receipts:</b>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	121,724	-	49,140	-	149,990	29,737
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	-	-	-	-
<b>Total receipts</b>	<u>121,724</u>	<u>-</u>	<u>49,140</u>	<u>-</u>	<u>149,990</u>	<u>29,737</u>
<b>Disbursements:</b>						
General government	121,724	-	76,401	5,585	149,990	28,498
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
Highways and streets	-	-	-	-	-	-
<b>Total disbursements</b>	<u>121,724</u>	<u>-</u>	<u>76,401</u>	<u>5,585</u>	<u>149,990</u>	<u>28,498</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>-</u>	<u>(27,261)</u>	<u>(5,585)</u>	<u>-</u>	<u>1,239</u>
<b>Other financing sources (uses)</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	2,494	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>2,494</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>-</u>	<u>2,494</u>	<u>(27,261)</u>	<u>(5,585)</u>	<u>-</u>	<u>1,239</u>
Cash and investment fund balance - beginning	<u>-</u>	<u>10,000</u>	<u>46,231</u>	<u>25,600</u>	<u>-</u>	<u>-</u>
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 12,494</u>	<u>\$ 18,970</u>	<u>\$ 20,015</u>	<u>\$ -</u>	<u>\$ 1,239</u>
<b><u>Cash and Investment Assets - December 31</u></b>						
<b>Restricted assets:</b>						
Cash and investments	<u>\$ -</u>	<u>\$ 12,494</u>	<u>\$ 18,970</u>	<u>\$ 20,015</u>	<u>\$ -</u>	<u>\$ 1,239</u>
<b><u>Cash and Investment Fund Balance - December 31</u></b>						
<b>Restricted for:</b>						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highway and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other purposes	-	12,494	18,970	20,015	-	1,239
<b>Total cash and investment fund balance - December 31</b>	<u>\$ -</u>	<u>\$ 12,494</u>	<u>\$ 18,970</u>	<u>\$ 20,015</u>	<u>\$ -</u>	<u>\$ 1,239</u>

FULTON COUNTY  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2005  
 (Continued)

	State Grant #9	Emergency Telephone	Drug Free Community	Emergency Planning and Right to Know	Park and Recreation	Property Reassessment
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 103,279
Licenses and permits	-	-	-	-	-	-
Intergovernmental	20,981	46,532	-	6,275	5,085	-
Charges for services	-	240,391	-	-	57,106	-
Fines and forfeits	-	-	9,682	-	-	-
Other	-	4,060	7,299	-	-	6,361
<b>Total receipts</b>	<b>20,981</b>	<b>290,983</b>	<b>16,981</b>	<b>6,275</b>	<b>62,191</b>	<b>109,640</b>
Disbursements:						
General government	20,981	-	-	-	-	116,410
Public safety	-	219,123	18,193	3,958	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	20,137	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
Highways and streets	-	-	-	-	-	-
<b>Total disbursements</b>	<b>20,981</b>	<b>219,123</b>	<b>18,193</b>	<b>3,958</b>	<b>20,137</b>	<b>116,410</b>
Excess (deficiency) of receipts over disbursements	-	71,860	(1,212)	2,317	42,054	(6,770)
Other financing sources (uses)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	4,101	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,101</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	71,860	(1,212)	2,317	46,155	(6,770)
Cash and investment fund balance - beginning	-	192,395	16,819	9,741	13,232	384,421
Cash and investment fund balance - ending	\$ -	\$ 264,255	\$ 15,607	\$ 12,058	\$ 59,387	\$ 377,651
<b>Cash and Investment Assets - December 31</b>						
Restricted assets:						
Cash and investments	\$ -	\$ 264,255	\$ 15,607	\$ 12,058	\$ 59,387	\$ 377,651
<b>Cash and Investment Fund Balance - December 31</b>						
Restricted for:						
Public safety	\$ -	\$ 264,255	\$ 15,607	\$ 12,058	\$ -	\$ -
Highway and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	59,387	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other purposes	-	-	-	-	-	377,651
<b>Total cash and investment fund balance - December 31</b>	<b>\$ -</b>	<b>\$ 264,255</b>	<b>\$ 15,607</b>	<b>\$ 12,058</b>	<b>\$ 59,387</b>	<b>\$ 377,651</b>

FULTON COUNTY  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2005  
 (Continued)

	Prosecutor Title IV-D	Extradition	Juvenile Probation	Recorders Record Perpetuation	Family and Children	Health Maintenance
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 964,731	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	19,198	-	-	-	231,539	16,569
Charges for services	-	-	3,426	17,287	45,267	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	2,593	10,474	-	10,188
	<u>-</u>	<u>-</u>	<u>2,593</u>	<u>10,474</u>	<u>-</u>	<u>10,188</u>
Total receipts	<u>19,198</u>	<u>-</u>	<u>6,019</u>	<u>27,761</u>	<u>1,241,537</u>	<u>26,757</u>
Disbursements:						
General government	-	4,579	-	32,254	-	-
Public safety	27	-	5,082	-	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	1,514,782	25,315
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
Highways and streets	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total disbursements	<u>27</u>	<u>4,579</u>	<u>5,082</u>	<u>32,254</u>	<u>1,514,782</u>	<u>25,315</u>
Excess (deficiency) of receipts over disbursements	<u>19,171</u>	<u>(4,579)</u>	<u>937</u>	<u>(4,493)</u>	<u>(273,245)</u>	<u>1,442</u>
Other financing sources (uses)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>19,171</u>	<u>(4,579)</u>	<u>937</u>	<u>(4,493)</u>	<u>(273,245)</u>	<u>1,442</u>
Cash and investment fund balance - beginning	<u>4,412</u>	<u>6,245</u>	<u>7,263</u>	<u>63,407</u>	<u>1,132,001</u>	<u>101,056</u>
Cash and investment fund balance - ending	<u>\$ 23,583</u>	<u>\$ 1,666</u>	<u>\$ 8,200</u>	<u>\$ 58,914</u>	<u>\$ 858,756</u>	<u>\$ 102,498</u>
<u>Cash and Investment Assets - December 31</u>						
Restricted assets:						
Cash and investments	<u>\$ 23,583</u>	<u>\$ 1,666</u>	<u>\$ 8,200</u>	<u>\$ 58,914</u>	<u>\$ 858,756</u>	<u>\$ 102,498</u>
<u>Cash and Investment Fund Balance - December 31</u>						
Restricted for:						
Public safety	\$ 23,583	\$ 1,666	\$ 8,200	\$ -	\$ -	\$ -
Highway and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	858,756	102,498
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other purposes	-	-	-	58,914	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>58,914</u>	<u>-</u>	<u>-</u>
Total cash and investment fund balance - December 31	<u>\$ 23,583</u>	<u>\$ 1,666</u>	<u>\$ 8,200</u>	<u>\$ 58,914</u>	<u>\$ 858,756</u>	<u>\$ 102,498</u>

FULTON COUNTY  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2005  
 (Continued)

	Pretrial Diversion	GAL CASA	Plat Book	Supplemental Public Defender	Surveyor Coroner Perpetuation	Sheriff's Continuing Education
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	115	-	-	-	-
Charges for services	10,152	-	-	-	3,970	3,312
Fines and forfeits	28,462	-	-	-	-	-
Other	-	2,000	4,450	9,307	2,295	1,518
<b>Total receipts</b>	<b>38,614</b>	<b>2,115</b>	<b>4,450</b>	<b>9,307</b>	<b>6,265</b>	<b>4,830</b>
Disbursements:						
General government	-	-	5,377	-	600	-
Public safety	34,667	-	-	4,900	-	1,146
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
Highways and streets	-	-	-	-	-	-
<b>Total disbursements</b>	<b>34,667</b>	<b>-</b>	<b>5,377</b>	<b>4,900</b>	<b>600</b>	<b>1,146</b>
Excess (deficiency) of receipts over disbursements	3,947	2,115	(927)	4,407	5,665	3,684
Other financing sources (uses)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	3,947	2,115	(927)	4,407	5,665	3,684
Cash and investment fund balance - beginning	29,358	2,094	48,003	2,337	29,470	27,492
Cash and investment fund balance - ending	<u>\$ 33,305</u>	<u>\$ 4,209</u>	<u>\$ 47,076</u>	<u>\$ 6,744</u>	<u>\$ 35,135</u>	<u>\$ 31,176</u>
<b>Cash and Investment Assets - December 31</b>						
Restricted assets:						
Cash and investments	<u>\$ 33,305</u>	<u>\$ 4,209</u>	<u>\$ 47,076</u>	<u>\$ 6,744</u>	<u>\$ 35,135</u>	<u>\$ 31,176</u>
<b>Cash and Investment Fund Balance - December 31</b>						
Restricted for:						
Public safety	\$ 33,305	\$ 4,209	\$ -	\$ 6,744	\$ -	\$ 31,176
Highway and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other purposes	-	-	47,076	-	35,135	-
<b>Total cash and investment fund balance - December 31</b>	<b><u>\$ 33,305</u></b>	<b><u>\$ 4,209</u></b>	<b><u>\$ 47,076</u></b>	<b><u>\$ 6,744</u></b>	<b><u>\$ 35,135</u></b>	<b><u>\$ 31,176</u></b>

FULTON COUNTY  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2005  
 (Continued)

	Jury Pay	Reimbursement	CAGIT Special Revenue	Tax Sale Fee	Rainy Day	Inmate Medical
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	36,655	-	569
Fines and forfeits	1,946	-	-	-	-	-
Other	1,295	2,389	13,470	-	1,878	759
<b>Total receipts</b>	<b>3,241</b>	<b>2,389</b>	<b>13,470</b>	<b>36,655</b>	<b>1,878</b>	<b>1,328</b>
Disbursements:						
General government	6,361	2,464	(640)	16,603	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
Highways and streets	-	-	-	-	-	-
<b>Total disbursements</b>	<b>6,361</b>	<b>2,464</b>	<b>(640)</b>	<b>16,603</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts over disbursements	(3,120)	(75)	14,110	20,052	1,878	1,328
Other financing sources (uses)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(3,120)	(75)	14,110	20,052	1,878	1,328
Cash and investment fund balance - beginning	7,636	278	495,962	7,282	193,651	4,437
Cash and investment fund balance - ending	<u>\$ 4,516</u>	<u>\$ 203</u>	<u>\$ 510,072</u>	<u>\$ 27,334</u>	<u>\$ 195,529</u>	<u>\$ 5,765</u>
<b>Cash and Investment Assets - December 31</b>						
Restricted assets:						
Cash and investments	<u>\$ 4,516</u>	<u>\$ 203</u>	<u>\$ 510,072</u>	<u>\$ 27,334</u>	<u>\$ 195,529</u>	<u>\$ 5,765</u>
<b>Cash and Investment Fund Balance - December 31</b>						
Restricted for:						
Public safety	\$ 4,516	\$ -	\$ -	\$ -	\$ -	\$ 5,765
Highway and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other purposes	-	203	510,072	27,334	195,529	-
<b>Total cash and investment fund balance - December 31</b>	<b><u>\$ 4,516</u></b>	<b><u>\$ 203</u></b>	<b><u>\$ 510,072</u></b>	<b><u>\$ 27,334</u></b>	<b><u>\$ 195,529</u></b>	<b><u>\$ 5,765</u></b>

FULTON COUNTY  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2005  
 (Continued)

	County Corrections	Child Advocacy	Local Government Grant #1	Construction #1	Construction #2	Construction #3
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	14,000	-	-	2,476	6,739	2,275
<b>Total receipts</b>	<b>14,000</b>	<b>-</b>	<b>-</b>	<b>2,476</b>	<b>6,739</b>	<b>2,275</b>
Disbursements:						
General government	-	-	-	-	-	-
Public safety	14,000	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	2,378	6,209	-
Interest	-	-	-	98	331	-
Capital outlay:						
Highways and streets	-	-	-	-	199	-
<b>Total disbursements</b>	<b>14,000</b>	<b>-</b>	<b>-</b>	<b>2,476</b>	<b>6,739</b>	<b>-</b>
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	2,275
Other financing sources (uses)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	-	-	-	2,275
Cash and investment fund balance - beginning	14,300	25	281	-	-	(1,731)
Cash and investment fund balance - ending	<u>\$ 14,300</u>	<u>\$ 25</u>	<u>\$ 281</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 544</u>
<b>Cash and Investment Assets - December 31</b>						
Restricted assets:						
Cash and investments	<u>\$ 14,300</u>	<u>\$ 25</u>	<u>\$ 281</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 544</u>
<b>Cash and Investment Fund Balance - December 31</b>						
Restricted for:						
Public safety	\$ 14,300	\$ 25	\$ -	\$ -	\$ -	\$ -
Highway and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other purposes	-	-	281	-	-	544
<b>Total cash and investment fund balance - December 31</b>	<u>\$ 14,300</u>	<u>\$ 25</u>	<u>\$ 281</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 544</u>

FULTON COUNTY  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2005  
 (Continued)

	Construction #4	Construction #5	Document Fee	Convention and Tour	Lease Rental	Debt Service Other
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ 28,233	\$ 286,586	\$ 240,431
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	180	-
Fines and forfeits	-	-	4,913	-	-	-
Other	3,522	5,545	2,453	6,900	14,938	32,797
Total receipts	3,522	5,545	7,366	35,133	301,704	273,228
Disbursements:						
General government	-	-	-	-	-	4,460
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	41,909	-	-
Debt service:						
Principal	-	-	-	-	231,337	136,965
Interest	-	-	-	-	190,663	126,035
Capital outlay:						
Highways and streets	1,115	361	686	-	-	-
Total disbursements	1,115	361	686	41,909	422,000	267,460
Excess (deficiency) of receipts over disbursements	2,407	5,184	6,680	(6,776)	(120,296)	5,768
Other financing sources (uses)						
Transfers in	-	-	-	-	560,860	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	560,860	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,407	5,184	6,680	(6,776)	440,564	5,768
Cash and investment fund balance - beginning	(2,407)	(5,184)	11,360	44,199	504,569	133,665
Cash and investment fund balance - ending	\$ -	\$ -	\$ 18,040	\$ 37,423	\$ 945,133	\$ 139,433
<u>Cash and Investment Assets - December 31</u>						
Restricted assets:						
Cash and investments	\$ -	\$ -	\$ 18,040	\$ 37,423	\$ 945,133	\$ 139,433
<u>Cash and Investment Fund Balance - December 31</u>						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highway and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	37,423	-	-
Debt service	-	-	-	-	945,133	139,433
Capital outlay	-	-	-	-	-	-
Other purposes	-	-	18,040	-	-	-
Total cash and investment fund balance - December 31	\$ -	\$ -	\$ 18,040	\$ 37,423	\$ 945,133	\$ 139,433

FULTON COUNTY  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2005  
 (Continued)

	Cumulative Capital Development	Park Nonreverting Capital	Cumulative Bridge	General Drain Improvement	Sheriff's Commissary	CEDIT
Receipts:						
Taxes	\$ 192,147	\$ -	\$ 286,949	\$ -	\$ -	\$ 248,583
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	65,036	-	-
Charges for services	-	-	-	438	81,054	-
Fines and forfeits	-	-	-	-	-	-
Other	26,157	-	10,748	67,716	-	15,288
<b>Total receipts</b>	<b>218,304</b>	<b>-</b>	<b>297,697</b>	<b>133,190</b>	<b>81,054</b>	<b>263,871</b>
Disbursements:						
General government	-	-	-	-	-	263,100
Public safety	-	-	-	-	75,217	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	84,842	-	-	-	-	-
Interest	3,867	-	-	-	-	-
Capital outlay:						
Highways and streets	89,216	-	336,749	70,459	-	-
<b>Total disbursements</b>	<b>177,925</b>	<b>-</b>	<b>336,749</b>	<b>70,459</b>	<b>75,217</b>	<b>263,100</b>
Excess (deficiency) of receipts over disbursements	40,379	-	(39,052)	62,731	5,837	771
Other financing sources (uses)						
Transfers in	-	-	-	15,000	-	-
Transfers out	-	-	-	(115,541)	-	-
Other receipts	8,725	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>8,725</b>	<b>-</b>	<b>-</b>	<b>(100,541)</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	49,104	-	(39,052)	(37,810)	5,837	771
Cash and investment fund balance - beginning	107,334	100	800,188	641,754	16,535	927,632
Cash and investment fund balance - ending	\$ 156,438	\$ 100	\$ 761,136	\$ 603,944	\$ 22,372	\$ 928,403
<b>Cash and Investment Assets - December 31</b>						
Restricted assets:						
Cash and investments	\$ 156,438	\$ 100	\$ 761,136	\$ 603,944	\$ 22,372	\$ 928,403
<b>Cash and Investment Fund Balance - December 31</b>						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ 22,372	\$ -
Highway and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	156,438	100	761,136	603,944	-	-
Other purposes	-	-	-	-	-	928,403
<b>Total cash and investment fund balance - December 31</b>	<b>\$ 156,438</b>	<b>\$ 100</b>	<b>\$ 761,136</b>	<b>\$ 603,944</b>	<b>\$ 22,372</b>	<b>\$ 928,403</b>

FULTON COUNTY  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2005  
 (Continued)

	Local Government Grant #3	Levy Excess Special Revenue	Tobacco Settlement	Nonreverting Capital Project	Nonreverting	Totals
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,739,141
Licenses and permits	-	-	-	-	-	9,645
Intergovernmental	-	67,510	16,293	-	-	3,825,801
Charges for services	-	-	-	-	708,205	1,315,883
Fines and forfeits	-	-	-	-	-	70,521
Other	1,500	-	-	26,303	35,004	507,997
<b>Total receipts</b>	<b>1,500</b>	<b>67,510</b>	<b>16,293</b>	<b>26,303</b>	<b>743,209</b>	<b>8,468,988</b>
Disbursements:						
General government	-	-	-	-	597,077	2,405,280
Public safety	-	-	-	-	-	539,536
Highways and streets	-	-	-	-	-	2,433,799
Sanitation	-	-	-	-	-	33,544
Health and welfare	-	-	-	-	-	1,770,579
Culture and recreation	-	-	-	-	-	62,046
Debt service:						
Principal	-	-	-	-	-	679,029
Interest	-	-	-	-	-	329,979
Capital outlay:						
Highways and streets	-	-	-	-	-	498,785
<b>Total disbursements</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>597,077</b>	<b>8,752,577</b>
Excess (deficiency) of receipts over disbursements	1,500	67,510	16,293	26,303	146,132	(283,589)
Other financing sources (uses)						
Transfers in	-	-	-	35,615	593,582	1,370,057
Transfers out	-	-	-	-	(100,000)	(215,541)
Other receipts	-	-	-	-	-	19,305
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>35,615</b>	<b>493,582</b>	<b>1,173,821</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,500	67,510	16,293	61,918	639,714	890,232
Cash and investment fund balance - beginning	-	-	-	-	544,424	8,176,491
Cash and investment fund balance - ending	\$ 1,500	\$ 67,510	\$ 16,293	\$ 61,918	\$ 1,184,138	\$ 9,066,723
<b>Cash and Investment Assets - December 31</b>						
Restricted assets:						
Cash and investments	\$ 1,500	\$ 67,510	\$ 16,293	\$ 61,918	\$ 1,184,138	\$ 9,066,723
<b>Cash and Investment Fund Balance - December 31</b>						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 735,159
Highway and streets	-	-	-	-	-	157,750
Sanitation	-	-	-	-	-	752,027
Health and welfare	-	-	-	-	-	1,105,229
Culture and recreation	-	-	-	-	-	96,810
Debt service	-	-	-	-	-	1,084,566
Capital outlay	-	-	-	61,918	-	1,583,536
Other purposes	1,500	67,510	16,293	-	1,184,138	3,551,646
<b>Total cash and investment fund balance - December 31</b>	<b>\$ 1,500</b>	<b>\$ 67,510</b>	<b>\$ 16,293</b>	<b>\$ 61,918</b>	<b>\$ 1,184,138</b>	<b>\$ 9,066,723</b>

FULTON COUNTY  
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
 AGENCY FUNDS  
 For The Year Ended December 31, 2005

	Children With Special Health Care Needs	Coroner's Education	Tax Distribution	Dog Tax	Sales Disclosure	State Welfare Excise Tax
Additions:						
Agency fund additions	\$ 31,015	\$ 1,239	\$ 22,956,459	\$ 41	\$ 11,280	\$ 11,233
Deductions:						
Agency fund deductions	31,015	2,657	22,957,865	41	16,370	11,233
Excess (deficiency) of total additions over total deductions	-	(1,418)	(1,406)	-	(5,090)	-
Cash and investment fund balance - beginning	-	1,521	1,426	-	6,350	-
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 103</u>	<u>\$ 20</u>	<u>\$ -</u>	<u>\$ 1,260</u>	<u>\$ -</u>

FULTON COUNTY  
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
 AGENCY FUNDS  
 For The Year Ended December 31, 2005  
 (Continued)

	Surplus Dog Tax	User Fee	Welfare Hospital Care for the Indigent	Welfare Medical Assistance to Wards	Welfare Trust	CAGIT
Additions: Agency fund additions	\$ 1,877	\$ 83,834	\$ 274,841	\$ 26,244	\$ 500	\$ 2,697,820
Deductions: Agency fund deductions	<u>1,877</u>	<u>83,834</u>	<u>274,841</u>	<u>26,244</u>	<u>3,372</u>	<u>2,697,820</u>
Excess (deficiency) of total additions over total deductions	-	-	-	-	(2,872)	-
Cash and investment fund balance - beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,355</u>	<u>-</u>
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,483</u>	<u>\$ -</u>

FULTON COUNTY  
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
 AGENCY FUNDS  
 For The Year Ended December 31, 2005  
 (Continued)

	<u>CEDIT</u>	<u>City and Town Court Costs</u>	<u>Clerk Incentive</u>	<u>Congressional School Interest</u>	<u>Education Plate Fees</u>	<u>FIT</u>
Additions:						
Agency fund additions	\$ 700,886	\$ 7,745	\$ 19,198	\$ 757	\$ 769	\$ 101,048
Deductions:						
Agency fund deductions	<u>1,218,007</u>	<u>-</u>	<u>2,576</u>	<u>-</u>	<u>750</u>	<u>101,048</u>
Excess (deficiency) of total additions over total deductions	(517,121)	7,745	16,622	757	19	-
Cash and investment fund balance - beginning	<u>687,143</u>	<u>87,385</u>	<u>999</u>	<u>48,775</u>	<u>-</u>	<u>-</u>
Cash and investment fund balance - ending	<u>\$ 170,022</u>	<u>\$ 95,130</u>	<u>\$ 17,621</u>	<u>\$ 49,532</u>	<u>\$ 19</u>	<u>\$ -</u>

FULTON COUNTY  
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
 AGENCY FUNDS  
 For The Year Ended December 31, 2005  
 (Continued)

	Infraction Judgment	Inheritance Tax	Mortgage Fees	Overweight Vehicle	Payroll	State Fair Board
Additions:						
Agency fund additions	\$ 66,727	\$ 701,775	\$ 3,165	\$ 6,810	\$ 1,565,375	\$ 9,653
Deductions:						
Agency fund deductions	89,246	408,400	2,895	6,810	1,686,403	9,653
Excess (deficiency) of total additions over total deductions	(22,519)	293,375	270	-	(121,028)	-
Cash and investment fund balance - beginning	28,132	106,510	-	-	127,816	-
Cash and investment fund balance - ending	<u>\$ 5,613</u>	<u>\$ 399,885</u>	<u>\$ 270</u>	<u>\$ -</u>	<u>\$ 6,788</u>	<u>\$ -</u>

FULTON COUNTY  
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
 AGENCY FUNDS  
 For The Year Ended December 31, 2005  
 (Continued)

	State Forestry Tax	Surplus Tax	Tax Sale	Tax Sale Redemption	Treasurer	Clerk
Additions:						
Agency fund additions	\$ 19,306	\$ 26,339	\$ 146,059	\$ 57,305	\$ 24,953,659	\$ 1,457,886
Deductions:						
Agency fund deductions	<u>19,306</u>	<u>57,242</u>	<u>174,571</u>	<u>54,602</u>	<u>29,147,588</u>	<u>1,438,211</u>
Excess (deficiency) of total additions over total deductions	-	(30,903)	(28,512)	2,703	(4,193,929)	19,675
Cash and investment fund balance - beginning	<u>-</u>	<u>70,438</u>	<u>219,372</u>	<u>2,150</u>	<u>4,390,743</u>	<u>223,885</u>
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 39,535</u>	<u>\$ 190,860</u>	<u>\$ 4,853</u>	<u>\$ 196,814</u>	<u>\$ 243,560</u>

FULTON COUNTY  
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
 AGENCY FUNDS  
 For The Year Ended December 31, 2005  
 (Continued)

	<u>ISETS</u>	<u>Recorder</u>	<u>Sheriff</u>	<u>Probation</u>	<u>Inmate Trust</u>	<u>Totals</u>
Additions:						
Agency fund additions	\$ 1,315,511	\$ 104,672	\$ 503,081	\$ 167,857	\$ 90,556	\$ 58,122,522
Deductions:						
Agency fund deductions	<u>1,343,763</u>	<u>103,648</u>	<u>501,822</u>	<u>167,857</u>	<u>90,799</u>	<u>62,732,366</u>
Excess (deficiency) of total additions over total deductions	(28,252)	1,024	1,259	-	(243)	(4,609,844)
Cash and investment fund balance - beginning	<u>36,313</u>	<u>7,822</u>	<u>1,623</u>	<u>-</u>	<u>1,975</u>	<u>6,061,733</u>
Cash and investment fund balance - ending	<u>\$ 8,061</u>	<u>\$ 8,846</u>	<u>\$ 2,882</u>	<u>\$ -</u>	<u>\$ 1,732</u>	<u>\$ 1,451,889</u>

FULTON COUNTY  
 SUPPLEMENTARY INFORMATION  
 SCHEDULE OF CAPITAL ASSET  
 For The Year Ended December 31, 2005

Primary Government	Ending Balance
Governmental activities:	
Capital assets, not being depreciated:	
Land	\$ 1,493,559
Buildings	12,685,107
Improvement other than buildings	2,037,694
Machinery and equipment	4,455,729
 Total governmental activities, capital assets not being depreciated	 \$ 20,672,089

FULTON COUNTY  
 SUPPLEMENTARY INFORMATION  
 SCHEDULE OF LONG-TERM DEBT  
 For The Year Ended December 31, 2005

Description of Assets	Present Value of Net Minimum Lease Payments
Woodlawn Hospital Debt	\$ 2,325,871
Courthouse Renovation	3,212,537
Highway Maxx Patcher	34,984
<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities: Notes and loans payable	<u>\$ 401,164</u> <u>\$ 210,718</u>

FULTON COUNTY  
OTHER REPORT

The annual report presented herein was prepared in addition to the official report prepared for the individual County office listed below:

Clerk of the Circuit Court

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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 46204-2765

Telephone: (317) 232-2513  
Fax: (317) 232-4711  
Web Site: www.in.gov/sboa

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 FULTON COUNTY, INDIANA

Compliance

We have audited the compliance of Fulton 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, 2005. 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; 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 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. 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, 2005.

Internal Control Over Compliance

The 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.

This report is intended solely for the information and use of the County's management 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.

August 21, 2006

STATE BOARD OF ACCOUNTS

FULTON COUNTY  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For The Year Ended December 31, 2005

Federal Grantor Agency/Pass-Through Entity Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. DEPARTMENT OF AGRICULTURE</u>			
Pass-Through Indiana Department of Health Special Supplemental Nutrition Program for Women, Infants and Children	10.557		\$ <u>75,353</u>
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>			
Pass-Through Indiana Department of Health Community Development Block Grant/States Program	14.228		<u>149,990</u>
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>			
Direct Grant Public Safety Partnership and Community Policing Grants	16.710		<u>18,836</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Direct Grant Airport Improvement Program	20.106		
		3-18-0072-05	7,125
		3-18-0072-06	<u>449,149</u>
Total for program			<u>456,274</u>
Pass-Through Indiana Department of Transportation Formula Grants for Other Than Urbanized Areas	20.509		<u>71,717</u>
Total for federal grantor agency			<u>527,991</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana Department of Health Center for Disease Control and Prevention, Investigations and Technical Assistant	93.283		6,570
Pass-Through Indiana Department of Health Child Support Enforcement	93.563		<u>73,665</u>
Total for federal grantor agency			<u>80,235</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Homeland Security State Domestic Preparedness Equipment Support Program 2004 Homeland Security Grant Program First Responder Equipment Sub-Grant	97.004		1,108
			<u>45,812</u>
Total for federal grantor agency			<u>46,920</u>
Total federal awards expended			<u>\$ <u>899,325</u></u>

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

FULTON COUNTY  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

I. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the Fulton County (County) and is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Accordingly, the amount of federal awards expended is based on when the activity related to the award occurs. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

II. Subrecipients

Of the federal expenditures presented in the schedule, the County provided federal awards to sub-recipients as follows for the year ended December 31, 2005:

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>2005</u>
Formula Grants for Other Than Urbanized Areas	20.509	<u>\$ 71,717</u>

FULTON COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Qualified

Internal control over financial reporting:

Material weaknesses identified?	no
Reportable conditions identified that are not considered to be material weaknesses?	none reported

Noncompliance material to financial statements noted?	no
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Federal Awards:

Internal control over major programs:

Material weaknesses identified?	no
Reportable conditions identified that are not considered to be material weaknesses?	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?	no
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Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
20.106	Airport Improvement Program

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

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

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

FULTON COUNTY  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

FULTON COUNTY  
EXIT CONFERENCE

The contents of this report were discussed on August 21, 2006, with Denise Chandler, Auditor; Richard Powell, President of the Board of County Commissioners; and James Widman, President of the County Council. Our audit disclosed no material items that warrant comment at this time.