

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

ANNUAL FINANCIAL REPORT

2005

DEKALB COUNTY, INDIANA



FILED

11/15/2006

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Sharon G. Hayes	01-01-03 to 12-31-06
Treasurer	Susan J. Bauermeister	01-01-05 to 12-31-08
Clerk	Jacqueline Rowan	01-01-05 to 12-31-08
Sheriff	John Dennis	01-01-03 to 12-31-06
Recorder	Burtie Rynearson	01-01-05 to 12-31-08
President of the Board of County Commissioners	Connie R. Miles William C. Ort	01-01-05 to 12-31-05 01-01-06 to 12-31-06
President of the County Council	Ben Smaltz	01-01-05 to 12-31-06



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 DEKALB COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of DeKalb 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.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective cash and investment balances of the governmental activities, the business-type 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 October 16, 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.

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.

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

The Schedules of Funding Progress, Schedule of Contributions From the Employer and Other Contributing Entities 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, 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 Long-Term Debt has 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 it.

STATE BOARD OF ACCOUNTS

October 16, 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 DEKALB COUNTY, INDIANA

We have audited the financial statements of DeKalb County (County), as of and for the year ended December 31, 2005, and have issued our report thereon dated October 16, 2006. 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

October 16, 2006

DEKALB 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>
		Charges for Services	Operating Grants and Contributions	Primary Government
				Governmental Activities
Primary government:				
Governmental activities:				
General government	\$ 8,023,091	\$ 395,007	\$ 974,895	\$ (6,653,189)
Public safety	5,086,886	1,028,319	121,892	(3,936,675)
Highways and streets	3,061,112	19,520	2,674,398	(367,194)
Sanitation	8,568	-	-	(8,568)
Economic development	2,215,308	-	-	(2,215,308)
Culture and recreation	10,600	-	-	(10,600)
Interest on long-term debt	599,023	-	-	(599,023)
Health and welfare	3,740,180	359,747	1,003,735	(2,376,698)
	<u>\$ 22,744,768</u>	<u>\$ 1,802,593</u>	<u>\$ 4,774,920</u>	<u>(16,167,255)</u>
Total primary government				
General receipts:				
Property taxes				12,173,006
License excise taxes				737,214
Financial institution taxes				48,789
Inheritance tax				62,542
ABC excise				495
County option income tax				2,551,159
CVET				67,023
CEDIT				1,286,253
Unrestricted investment earnings				720,117
Other				961,138
				<u>18,607,736</u>
				Change in net assets 2,440,481
				Net assets - beginning <u>18,680,799</u>
				Net assets - ending <u>\$ 21,121,280</u>
<u>Assets</u>				
Cash and investments				\$ 2,082,368
Restricted assets:				
Cash and investments				<u>19,038,912</u>
Total assets				<u>\$ 21,121,280</u>
<u>Net Assets</u>				
Restricted for:				
General government				\$ 7,726,570
Public safety				1,395,935
Highways and streets				1,906,350
Health and welfare				783,312
Debt service				317,302
Capital outlay				6,909,443
Unrestricted				<u>2,082,368</u>
Total net assets				<u>\$ 21,121,280</u>

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

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

	General	Drainage Maintenance	Highway	Redevelopment Commission	Cumulative Bridge	Cumulative Capital Development	Other Governmental Funds	Totals
Receipts:								
Taxes	\$ 5,178,873	\$ -	\$ -	\$ 2,781,960	\$ 355,531	\$ 414,712	\$ 2,521,720	\$ 11,252,796
Special assessments	-	551,523	-	-	-	-	502,665	1,054,188
Licenses and permits	80,492	-	-	-	-	-	33,103	113,595
Intergovernmental	3,517,613	-	2,249,854	22,086	40,289	44,307	3,519,813	9,393,962
Charges for services	620,478	-	-	-	-	-	711,424	1,331,902
Fines and forfeits	205,626	-	-	-	19,520	-	-	225,146
Other	1,399,885	-	19,686	1,920	-	-	392,169	1,813,660
Total receipts	11,002,967	551,523	2,269,540	2,805,966	415,340	459,019	7,680,894	25,185,249
Disbursements:								
General government	5,990,946	794,948	-	3,641	-	-	742,411	7,531,946
Public safety	3,930,822	-	-	-	-	-	1,121,964	5,052,786
Highways and streets	-	-	2,275,521	-	-	-	384,109	2,659,630
Sanitation	8,568	-	-	-	-	-	-	8,568
Health and welfare	963,191	-	-	-	-	-	2,776,989	3,740,180
Culture and recreation	10,600	-	-	-	-	-	-	10,600
Debt service:								
Principal	-	-	-	160,000	-	-	501,267	661,267
Interest	-	-	-	542,000	-	-	57,023	599,023
Capital outlay:								
Highways and streets	-	-	-	-	401,482	-	-	401,482
Other	-	-	-	-	-	471,364	1,116,777	1,588,141
Special assessments	-	-	-	-	-	-	274,517	274,517
Total disbursements	10,904,127	794,948	2,275,521	705,641	401,482	471,364	6,975,057	22,528,140
Excess (deficiency) of revenue over disbursements	98,840	(243,425)	(5,981)	2,100,325	13,858	(12,345)	705,837	2,657,109
Other financing sources (uses)								
Interfund loans	(1,000,000)	-	-	-	500,000	500,000	-	-
Transfers in	-	-	-	-	-	-	13,800	13,800
Transfers out	-	-	-	(13,800)	-	-	-	(13,800)
Total other financing sources (uses)	(1,000,000)	-	-	(13,800)	500,000	500,000	13,800	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(901,160)	(243,425)	(5,981)	2,086,525	513,858	487,655	719,637	2,657,109
Cash and investment fund balance - beginning	2,825,146	1,844,791	912,521	1,983,045	2,124,969	1,429,216	7,006,203	18,125,891
Cash and investment fund balance - ending	\$ 1,923,986	\$ 1,601,366	\$ 906,540	\$ 4,069,570	\$ 2,638,827	\$ 1,916,871	\$ 7,725,840	20,783,000
Amounts reported for governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis are different because:								
Internal services funds are used by management to charge the costs of certain services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis.								
								338,280
Net assets of governmental activities								<u>\$ 21,121,280</u>
Cash and Investment Assets - December 31								
Cash and investments	\$ 1,923,986	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 158,382	\$ 2,082,368
Restricted assets:								
Cash and investments	-	1,601,366	906,540	4,069,570	2,638,827	1,916,871	7,905,738	19,038,912
Total cash and investment assets - December 31	\$ 1,923,986	\$ 1,601,366	\$ 906,540	\$ 4,069,570	\$ 2,638,827	\$ 1,916,871	\$ 8,064,120	\$ 21,121,280
Cash and Investment Fund Balance - December 31								
Restricted for:								
General government	\$ -	\$ 1,601,366	\$ -	\$ 4,069,570	\$ -	\$ -	\$ 2,055,634	\$ 7,726,570
Public safety	-	-	-	-	-	-	1,395,935	1,395,935
Highways and streets	-	-	906,540	-	-	-	999,810	1,906,350
Health and welfare	-	-	-	-	-	-	783,312	783,312
Debt service	-	-	-	-	-	-	317,302	317,302
Capital outlay	-	-	-	-	2,638,827	1,916,871	2,353,745	6,909,443
Unrestricted	1,923,986	-	-	-	-	-	158,382	2,082,368
Total cash and investment fund balance - December 31	\$ 1,923,986	\$ 1,601,366	\$ 906,540	\$ 4,069,570	\$ 2,638,827	\$ 1,916,871	\$ 8,064,120	\$ 21,121,280

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

DEKALB COUNTY
STATEMENT OF ASSETS AND FUND BALANCES AND RECEIPTS,
DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
PROPRIETARY FUND
As of and for the Year Ended December 31, 2005

	<u>Internal Service Fund</u>
Receipts:	
Employee/employer contributions	\$ 1,302,640
Other	<u>10,434</u>
Total operating receipts	<u>1,313,074</u>
Disbursements:	
Support services/claims paid	<u>1,529,702</u>
Deficiency of operating receipts over operating disbursements	<u>(216,628)</u>
Transfers in	1,551,514
Transfers out	<u>(1,551,514)</u>
Deficiency of receipts, contributions and transfers in over disbursements and transfers out	(216,628)
Cash and investment fund balance - beginning	<u>554,908</u>
Cash and investment fund balance - ending	<u>\$ 338,280</u>
<u>Cash and Investment Assets - December 31</u>	
Restricted assets:	
Cash and investments	<u>\$ 338,280</u>
<u>Cash and Investment Fund Balance - December 31</u>	
Restricted for:	
Other purposes	<u>\$ 338,280</u>

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

DEKALB 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 Fund	Agency Funds
Additions:			
Contributions:			
Employer	\$ 391,381	\$ -	\$ -
Investment earnings:			
Interest	174,805	-	-
Agency fund additions	<u>-</u>	<u>-</u>	<u>155,328,999</u>
Total additions	<u>566,186</u>	<u>-</u>	<u>155,328,999</u>
Deductions:			
Benefits	71,088	-	-
Administrative and general	69,057	-	-
Agency fund deductions	<u>-</u>	<u>-</u>	<u>170,701,476</u>
Total deductions	<u>140,145</u>	<u>-</u>	<u>170,701,476</u>
Excess (deficiency) of total additions over total deductions	426,041	-	(15,372,477)
Cash and investment fund balance - beginning	<u>2,705,190</u>	<u>17,684</u>	<u>19,230,357</u>
Cash and investment fund balance - ending	<u>\$ 3,131,231</u>	<u>\$ 17,684</u>	<u>\$ 3,857,880</u>

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

DEKALB 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: DeKalb County
Blended Component Unit: DeKalb County Redevelopment Authority

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

Blended Component Unit

A blended component unit is a separate legal entity that meets the component unit criteria. In addition, the blended component unit's governing body is the same or substantially the same as the County's governing body or the component unit provides services entirely to the County. The component unit's funds are blended into those of the County by appropriate fund type to constitute the primary government presentation. The blended component unit is presented below:

<u>Component Unit</u>	<u>Description/Inclusion Criteria</u>	<u>Fund Included In</u>
Redevelopment Authority	The primary government appoints a voting majority of the Redevelopment Authority's board and a financial benefit/burden relationship exists between the County and the Redevelopment Authority. Although it is legally separate from the County, the Redevelopment Authority is reported as if it were a part of the County because it provides services entirely or almost entirely to the County.	Redevelopment Authority

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

The Statement of Activities and Net Assets – Cash and Investment Basis displays 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.

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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, proprietary 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.

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.

The drainage maintenance fund is used for the maintenance of the County's drainage system.

The highway fund is used for the maintenance of the County's highway systems.

The redevelopment commission is used for economic development in the County.

The cumulative bridge fund is for maintenance of the County's bridges.

The cumulative capital development fund is used for capital improvements in the County.

Additionally, the County reports the following fund types:

The internal service fund, the self-insurance fund, provides health insurance to County employees.

The pension trust funds account for the activities of the Sheriff's Pension Trust and the Sheriff's Benefit pension funds, which accumulate resources for pension benefit payments.

The private purpose trust fund accounts for congressional school principal which is a permanent endowment fund held by counties in which loans can be made to individuals by approval of council.

Agency funds account for assets held by the County as an agent for other government entities and serve as control 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, proprietary 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.

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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.

If the County utilized the basis of accounting recognized as generally accepted, the fund financial statements for governmental funds would use the modified accrual basis of accounting, while the fund financial statements for proprietary fund types would use the accrual basis of accounting. All government-wide financials would be presented on the accrual basis of accounting.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in the enterprise fund statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their enterprise funds, subject to this same limitation. The County has elected not to follow subsequent private-sector guidance.

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

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities are provided to people outside the government (enterprise funds) or other departments or agencies primarily within the government (internal service funds). The County does not have any enterprise funds.

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. Long-Term Debt

Long-term debt arising from cash basis transactions of governmental and proprietary 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.

3. 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.

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

- 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. Proprietary fund equity is classified the same as in the government-wide statements.

E. Receipts and Disbursements

1. Program Receipts

Amounts reported as program receipts include (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general receipts rather than as program receipts. Likewise, general receipts include all taxes.

2. Operating Receipts and Disbursements

Operating receipts and disbursements for proprietary funds result from providing services and producing and delivering goods and/or services. They also include all receipts and disbursements not related to capital and related financing, noncapital financing, or investing activities.

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:

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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 and business-type 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.

II. Stewardship, Compliance and Accountability

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.

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. At December 31, 2005, the bank balances held at National City Bank and Wells Fargo Bank in the amounts of \$18,701,000 and \$10,178,292, respectively, were collateralized with securities held by the pledging financial institution. The bank balance held at Morgan Stanley Trust for the Sheriff's Retirement and Benefit Pension Plans for \$142,977 was uninsured and uncollateralized. The remaining 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.

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

2. Investments

Authorization for investment activity is stated in Indiana Code 5-13. As of December 31, 2005, the County had the following investments:

Investment Type	Primary Government Market Value	Sheriff's Retirement and Benefit Pension Plans
U.S. Treasuries and Securities	\$ -	\$ 479,029
U.S. Agencies	-	330,961
Corporate Bonds	-	374,665
Corporate Stock	-	2,009,417
Repurchase Agreements	<u>28,879,292</u>	<u>-</u>
Totals	<u>\$ 28,879,292</u>	<u>\$ 3,194,072</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 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.

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

The Sheriff's Pension Plan is not subject to the same investment 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, the County held investments in repurchase agreements in the amount of \$28,879,292. Of these investments \$28,879,292 were held by the counterparty's trust department or agent but not 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 U.S. Treasury Bonds and Notes, Government Sponsored Entities, Corporate Bonds, and Corporate Stock in the amount of \$3,194,072. Of these investments \$3,194,072 are held by the investment's counterparty, not 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.

Primary Government:

Investment Type	Investment Maturities (in Years)		
	Less Than 1	1-2	More Than 2
Repurchase Agreements	\$ 28,879,292	\$ -	\$ -

Sheriff's Retirement and Benefit Pension Plans:

Investment Type	Investment Maturities (in Years)		
	Less Than 0-5	5-10	More Than 10
U.S. Treasuries and Securities	\$ 409,537	\$ 20,004	\$ 49,488
U.S. Agencies	298,336	32,625	-
Corporate Bonds	63,270	196,190	115,205
Corporate Stock	2,009,417	-	-
Totals	\$ 2,780,560	\$ 248,819	\$ 164,693

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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.

Sheriff's Retirement and Benefit Pension Plans:

Standard and Poor's Rating	Moody's Rating	Sheriff's Pension Plans Investments	
		Corporate Bonds	Government Sponsored Enterprise
AAA	Aaa	\$ 19,818	\$ 809,990
AA	Aa	89,396	-
A	A	137,371	-
BBB	Baa	83,325	-
BB	Ba	11,190	-
B	B	2,827	-
Unrated	Unrated	30,738	-
Totals		<u>\$ 374,665</u>	<u>\$ 809,990</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 Federal National Mortgage Association and Federal Home Loan Mortgage. These investments represent 5.3% and 5.6%, respectively, of the total investments.

B. Interfund Transfers

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

Transfer From	Transfer To	2005
Redevelopment Commission	Other governmental	<u>\$ 13,800</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.

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

C. Restatements and Reclassifications

For the year ended December 31, 2005, certain changes have been made to the financial statements to more appropriately reflect financial activity of the County. The following schedule presents a summary of restated beginning balances by opinion unit:

Opinion Unit	Balance as Reported December 31, 2004	Fund Reclassification	Balance as Restated January 1, 2005
Governmental Funds	\$ 18,026,435	\$ 99,456	\$ 18,125,891
Fiduciary Funds	22,052,687	(99,456)	21,953,231

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. There were no significant reductions in insurance by major category of risk.

Medical Benefits to Employees

The County has chosen to establish a risk financing fund for risks associated with health insurance. The risk financing fund is accounted for in the Self-Insurance Fund, an internal service fund, where assets are set aside for claim settlements. An excess policy through commercial insurance covers individual claims in excess of \$60,000 per year individually and \$1,000,000 per year in aggregate. Settled claims resulting from this risk did not exceed commercial insurance coverage in the past three years. Premiums are paid by the employee and the General Fund based upon the type of plan the employee carries.

B. Holding Corporation

The County has entered into a capital lease with the DeKalb County Airport 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. The lessor has been determined to be a related party of the County. Lease payments during the year totaled \$635,000.

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

C. Loans Receivable

On August 24, 1991, and February 1, 1993, the County loaned \$50,000 and \$35,000, respectively, to Star Technology, Inc., for economic development. Star Technology, Inc., is to repay the \$85,000 to the County over a 21 year period with interest calculated at 5% per annum of the unpaid balance. The loan receivable balance at December 31, 2005, was \$44,737.

D. 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. The County administers the Adoption Assistance program and the Foster Care Program.

E. Temporary Loan

In 2003, the General Fund received temporary loans of \$1,000,000 from the Cumulative Bridge Fund and \$1,000,000 from the Cumulative Capital Development Fund. The General Fund repaid half of these loans to the two capital projects funds during 2004. The remaining half was repaid on February 25, 2005.

F. 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

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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.

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.

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Actuarial Information for the Above Plans

	PERF	County Police Retirement Plan	County Police Benefit Plan
Annual required contribution	\$ 246,333	\$ 203,659	\$ 3,650
Interest on net pension obligation	(21,989)	4,547	-
Adjustment to annual required contribution	25,058	(9,732)	-
Annual pension cost	249,402	198,474	3,650
Contributions made	239,868	238,194	3,650
Increase (decrease) in net pension obligation	9,534	(39,720)	-
Net pension obligation, beginning of year	(303,299)	60,628	-
Net pension obligation, end of year	\$ (293,765)	\$ 20,908	\$ -

	PERF	County Police Retirement Plan	County Police Benefit Plan
Contribution rates:			
County	5%	27.6%	0%
Plan members	3%	3%	None
Actuarial valuation date	07-01-05	01-01-06	01-01-06
Actuarial cost method	Entry age	Frozen initial liability	Aggregate
Amortization method	Level percentage of projected payroll, closed	Level percentage of projected payroll, closed	*
Amortization period	40 years	40 years	*
Amortization period (from date)	07-01-97	01-01-97	*
Asset valuation method	4 year smoothed market	75% of expected actuarial value plus 25% of actual market value	75% of expected actuarial value plus 25% of actual market value

*The aggregate cost method does not identify or separately amortize unfunded actuarial liabilities. The actual present value of projected benefits of the group in excess of the actuarial value of assets is allocated on a level basis over the earnings of the group.

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Actuarial Assumptions	PERF	County Police Retirement Plan	County Police Benefit Plan
Investment rate of return	7.25%	7.5%	7.5%
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	\$ 205,810	112%	\$ (256,578)
	06-30-04	188,367	125%	(303,299)
	06-30-05	249,402	127%	(293,765)
County Police Retirement Plan	12-31-03	187,080	83%	104,510
	12-31-04	191,621	100%	60,628
	12-31-05	198,474	%	20,908
County Police Benefit Plan	12-31-03	3,812	100%	-
	12-31-04	3,812	100%	-
	12-31-05	3,650	100%	-

DEKALB 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)	Excess (Unfunded) AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Excess (Unfunded) AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-03	\$ 4,012,096	\$ 3,882,973	\$ 129,123	103%	\$ 4,304,731	3%
07-01-04	4,094,779	4,495,362	(400,583)	91%	4,605,974	(9%)
07-01-05	4,284,138	5,171,094	(886,956)	83%	4,783,509	(19%)

County Police Retirement Plan

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)
01-01-01	\$ 2,141,004	\$ 2,334,495	\$ (193,491)	92%	\$ 663,138	(29%)
01-01-02	2,281,182	2,304,930	(23,748)	99%	698,484	(3%)
01-01-03	2,424,785	2,474,128	(49,343)	98%	693,731	(7%)
01-01-04	2,700,178	2,780,361	(80,183)	97%	719,144	(11%)
01-01-05	3,082,191	3,122,296	(40,105)	99%	740,966	(5%)
01-01-06	3,473,941	3,473,941	-	100%	831,066	0%

County Police Benefit Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Excess AAL as a Percentage of Covered Payroll ((a-b)/c)
01-01-01	\$ 73,342	\$ 73,342	\$ -	100%	\$ 663,138	0%
01-01-02	76,433	76,433	-	100%	698,484	0%
01-01-03	75,242	75,242	-	100%	693,731	0%
01-01-04	79,104	79,104	-	100%	719,144	0%
01-01-05	84,780	84,780	-	100%	740,966	0%
01-01-06	90,219	90,219	-	100%	831,066	0%

DEKALB COUNTY
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULES OF CONTRIBUTIONS FROM THE
 EMPLOYER AND OTHER CONTRIBUTING ENTITIES

County Police Retirement Plan		
Year Ending	Annual Required Contribution (ARC)	Percentage of ARC Contributed County
12-31-00	\$ 37,017	195%
12-31-01	119,042	67%
12-31-02	154,814	79%
12-31-03	187,080	104%
12-31-04	191,621	100%
12-31-05	203,659	117%

County Police Benefit Plan		
Year Ending	Annual Required Contribution (ARC)	Percentage of ARC Contributed County
12-31-00	\$ 3,601	100%
12-31-01	3,812	100%
12-31-02	3,812	100%
12-31-03	3,812	100%
12-31-04	3,812	100%
12-31-05	3,650	100%

DEKALB 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

	County Health	County Aviation	Local Road and Street	Accident Report	Firearms Training	Home Detention	Pretrial Diversion
Receipts:							
Taxes	\$ 147,753	\$ 2,933	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	33,103	-	-	-	-	-	-
Intergovernmental	15,665	294	423,294	-	-	-	-
Charges for services	-	-	-	4,695	3,210	36,083	72,034
Other	-	105,105	28,425	-	-	-	-
Total receipts	196,521	108,332	451,719	4,695	3,210	36,083	72,034
Disbursements:							
General government	-	229,009	-	-	-	-	-
Public safety	-	-	-	5,294	-	38,519	46,453
Highways and streets	-	-	376,509	-	-	-	-
Health and welfare	217,539	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
Other	-	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-	-
Total disbursements	217,539	229,009	376,509	5,294	-	38,519	46,453
Excess (deficiency) of revenue over disbursements	(21,018)	(120,677)	75,210	(599)	3,210	(2,436)	25,581
Other financing sources (uses)							
Transfers in	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(21,018)	(120,677)	75,210	(599)	3,210	(2,436)	25,581
Cash and investment fund balance - beginning	173,262	269,017	906,948	7,615	7,356	74,506	423,898
Cash and investment fund balance - ending	\$ 152,244	\$ 148,340	\$ 982,158	\$ 7,016	\$ 10,566	\$ 72,070	\$ 449,479
Cash and Investment Assets - December 31							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	152,244	148,340	982,158	7,016	10,566	72,070	449,479
Total cash and investment assets - December 31	\$ 152,244	\$ 148,340	\$ 982,158	\$ 7,016	\$ 10,566	\$ 72,070	\$ 449,479
Cash and Investment Fund Balance - December 31							
Restricted for:							
General government	\$ -	\$ 148,340	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	7,016	10,566	72,070	449,479
Highways and streets	-	-	982,158	-	-	-	-
Health and welfare	152,244	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	-
Total cash and investment fund balance - December 31	\$ 152,244	\$ 148,340	\$ 982,158	\$ 7,016	\$ 10,566	\$ 72,070	\$ 449,479

DEKALB 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)

	Surveyor's Corner Perpetuation	Supplemental Adult Probation Services	Supplemental Juvenile Probation Services	County Extradition	Recorder's Records Perpetuation	Clerk's Records Perpetuation	Emergency 911 Surcharge
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	9,335	116,064	8,326	-	69,822	9,958	284,518
Other	-	-	-	-	-	-	-
Total receipts	9,335	116,064	8,326	-	69,822	9,958	284,518
Disbursements:							
General government	8,444	-	-	-	40,637	10,563	-
Public safety	-	86,149	19,663	1,151	-	-	255,410
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
Other	-	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-	-
Total disbursements	8,444	86,149	19,663	1,151	40,637	10,563	255,410
Excess (deficiency) of revenue over disbursements	891	29,915	(11,337)	(1,151)	29,185	(605)	29,108
Other financing sources (uses)							
Transfers in	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	891	29,915	(11,337)	(1,151)	29,185	(605)	29,108
Cash and investment fund balance - beginning	5,595	217,948	56,502	1,603	24,983	7,683	156,428
Cash and investment fund balance - ending	\$ 6,486	\$ 247,863	\$ 45,165	\$ 452	\$ 54,168	\$ 7,078	\$ 185,536
Cash and Investment Assets - December 31							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	6,486	247,863	45,165	452	54,168	7,078	185,536
Total cash and investment assets - December 31	\$ 6,486	\$ 247,863	\$ 45,165	\$ 452	\$ 54,168	\$ 7,078	\$ 185,536
Cash and Investment Fund Balance - December 31							
Restricted for:							
General government	\$ 6,486	\$ -	\$ -	\$ -	\$ 54,168	\$ 7,078	\$ -
Public safety	-	247,863	45,165	452	-	-	185,536
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	-
Total cash and investment fund balance - December 31	\$ 6,486	\$ 247,863	\$ 45,165	\$ 452	\$ 54,168	\$ 7,078	\$ 185,536

DEKALB 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)

	Sheriff Continuing Education	County User Fee	Local Health Maintenance	Sheriff's Commissary	Supplemental Public Defender Services	Guardian Ad Litem	Emergency Planning and Right to Know
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	33,139	-	-	4,396	21,286
Charges for services	11,380	14,302	-	-	6,718	-	-
Other	-	-	-	131,949	-	-	-
	<u>11,380</u>	<u>14,302</u>	<u>33,139</u>	<u>131,949</u>	<u>6,718</u>	<u>4,396</u>	<u>21,286</u>
Total receipts	<u>11,380</u>	<u>14,302</u>	<u>33,139</u>	<u>131,949</u>	<u>6,718</u>	<u>4,396</u>	<u>21,286</u>
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	-	1,932	-	118,098	-	4,396	2,786
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	34,373	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
Other	-	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-	-
	<u>-</u>	<u>1,932</u>	<u>34,373</u>	<u>118,098</u>	<u>-</u>	<u>4,396</u>	<u>2,786</u>
Total disbursements	<u>-</u>	<u>1,932</u>	<u>34,373</u>	<u>118,098</u>	<u>-</u>	<u>4,396</u>	<u>2,786</u>
Excess (deficiency) of revenue over disbursements	<u>11,380</u>	<u>12,370</u>	<u>(1,234)</u>	<u>13,851</u>	<u>6,718</u>	<u>-</u>	<u>18,500</u>
Other financing sources (uses)							
Transfers in	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>11,380</u>	<u>12,370</u>	<u>(1,234)</u>	<u>13,851</u>	<u>6,718</u>	<u>-</u>	<u>18,500</u>
Cash and investment fund balance - beginning	<u>7,554</u>	<u>96,783</u>	<u>45,728</u>	<u>19,487</u>	<u>999</u>	<u>-</u>	<u>35,042</u>
Cash and investment fund balance - ending	<u>\$ 18,934</u>	<u>\$ 109,153</u>	<u>\$ 44,494</u>	<u>\$ 33,338</u>	<u>\$ 7,717</u>	<u>\$ -</u>	<u>\$ 53,542</u>
<u>Cash and Investment Assets - December 31</u>							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	<u>18,934</u>	<u>109,153</u>	<u>44,494</u>	<u>33,338</u>	<u>7,717</u>	<u>-</u>	<u>53,542</u>
Total cash and investment assets - December 31	<u>\$ 18,934</u>	<u>\$ 109,153</u>	<u>\$ 44,494</u>	<u>\$ 33,338</u>	<u>\$ 7,717</u>	<u>\$ -</u>	<u>\$ 53,542</u>
<u>Cash and Investment Fund Balance - December 31</u>							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	18,934	109,153	-	33,338	7,717	-	53,542
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	44,494	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total cash and investment fund balance - December 31	<u>\$ 18,934</u>	<u>\$ 109,153</u>	<u>\$ 44,494</u>	<u>\$ 33,338</u>	<u>\$ 7,717</u>	<u>\$ -</u>	<u>\$ 53,542</u>

DEKALB 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)

	Covered Bridge	County Drug Free Community	CDBG Revolving Loan	Sheriff's Donation	County Home Donations	Family and Children	2006 Property Reassessment
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,130,786	\$ 273,013
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	1,250	-	5,062	-	-	1,068,219	29,078
Charges for services	-	23,747	-	-	-	-	-
Other	-	-	-	500	-	458	-
Total receipts	1,250	23,747	5,062	500	-	2,199,463	302,091
Disbursements:							
General government	-	-	-	-	-	-	208,074
Public safety	-	24,685	-	325	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	2,335,556	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
Other	-	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-	-
Total disbursements	-	24,685	-	325	-	2,335,556	208,074
Excess (deficiency) of revenue over disbursements	1,250	(938)	5,062	175	-	(136,093)	94,017
Other financing sources (uses)							
Transfers in	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,250	(938)	5,062	175	-	(136,093)	94,017
Cash and investment fund balance - beginning	15,602	25,330	44,592	1,800	240	650,783	1,157,013
Cash and investment fund balance - ending	<u>\$ 16,852</u>	<u>\$ 24,392</u>	<u>\$ 49,654</u>	<u>\$ 1,975</u>	<u>\$ 240</u>	<u>\$ 514,690</u>	<u>\$ 1,251,030</u>
Cash and Investment Assets - December 31							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	16,852	24,392	49,654	1,975	240	514,690	1,251,030
Total cash and investment assets - December 31	<u>\$ 16,852</u>	<u>\$ 24,392</u>	<u>\$ 49,654</u>	<u>\$ 1,975</u>	<u>\$ 240</u>	<u>\$ 514,690</u>	<u>\$ 1,251,030</u>
Cash and Investment Fund Balance - December 31							
Restricted for:							
General government	\$ -	\$ -	\$ 49,654	\$ -	\$ -	\$ -	\$ 1,251,030
Public safety	-	24,392	-	1,975	-	-	-
Highways and streets	16,852	-	-	-	-	-	-
Health and welfare	-	-	-	-	240	514,690	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	-
Total cash and investment fund balance - December 31	<u>\$ 16,852</u>	<u>\$ 24,392</u>	<u>\$ 49,654</u>	<u>\$ 1,975</u>	<u>\$ 240</u>	<u>\$ 514,690</u>	<u>\$ 1,251,030</u>

DEKALB 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)

	K-9 Donations	Medical Care For Inmates	Access Indiana	County Misdemeanant	Law Enforcement Assistance	Dare Equipment Grant	Local Planning Grant
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	26,383	-	-	-
Charges for services	-	1,500	-	-	-	-	-
Other	2,540	-	-	-	-	-	-
Total receipts	2,540	1,500	-	26,383	-	-	-
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	957	-	-	57,999	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
Other	-	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-	-
Total disbursements	957	-	-	57,999	-	-	-
Excess (deficiency) of revenue over disbursements	1,583	1,500	-	(31,616)	-	-	-
Other financing sources (uses)							
Transfers in	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,583	1,500	-	(31,616)	-	-	-
Cash and investment fund balance - beginning	1,149	8,481	1,389	89,089	616	168	5,763
Cash and investment fund balance - ending	<u>\$ 2,732</u>	<u>\$ 9,981</u>	<u>\$ 1,389</u>	<u>\$ 57,473</u>	<u>\$ 616</u>	<u>\$ 168</u>	<u>\$ 5,763</u>
Cash and Investment Assets - December 31							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	2,732	9,981	1,389	57,473	616	168	5,763
Total cash and investment assets - December 31	<u>\$ 2,732</u>	<u>\$ 9,981</u>	<u>\$ 1,389</u>	<u>\$ 57,473</u>	<u>\$ 616</u>	<u>\$ 168</u>	<u>\$ 5,763</u>
Cash and Investment Fund Balance - December 31							
Restricted for:							
General government	\$ -	\$ -	\$ 1,389	\$ -	\$ -	\$ -	\$ 5,763
Public safety	2,732	9,981	-	57,473	616	168	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	-
Total cash and investment fund balance - December 31	<u>\$ 2,732</u>	<u>\$ 9,981</u>	<u>\$ 1,389</u>	<u>\$ 57,473</u>	<u>\$ 616</u>	<u>\$ 168</u>	<u>\$ 5,763</u>

DEKALB 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)

	Tobacco Settlement	Plat Book	Community Transitional Living Grant	Court Appointed Student Ed	Flood Mitigation Assistance	Interstate Compact Fee	Adult Administrative Fee
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	22,360	-	6,180	5,000	12,810	-	-
Charges for services	-	16,100	-	-	-	188	21,513
Other	-	-	-	-	-	-	-
Total receipts	22,360	16,100	6,180	5,000	12,810	188	21,513
Disbursements:							
General government	-	-	-	-	12,810	-	-
Public safety	-	-	-	15,000	-	113	21,428
Highways and streets	-	-	-	-	-	-	-
Health and welfare	22,717	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
Other	-	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-	-
Total disbursements	22,717	-	-	15,000	12,810	113	21,428
Excess (deficiency) of revenue over disbursements	(357)	16,100	6,180	(10,000)	-	75	85
Other financing sources (uses)							
Transfers in	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(357)	16,100	6,180	(10,000)	-	75	85
Cash and investment fund balance - beginning	24,415	40,206	11,925	10,000	-	38	21,428
Cash and investment fund balance - ending	<u>\$ 24,058</u>	<u>\$ 56,306</u>	<u>\$ 18,105</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 113</u>	<u>\$ 21,513</u>
Cash and Investment Assets - December 31							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	24,058	56,306	18,105	-	-	113	21,513
Total cash and investment assets - December 31	<u>\$ 24,058</u>	<u>\$ 56,306</u>	<u>\$ 18,105</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 113</u>	<u>\$ 21,513</u>
Cash and Investment Fund Balance - December 31							
Restricted for:							
General government	\$ -	\$ 56,306	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	18,105	-	-	113	21,513
Highways and streets	-	-	-	-	-	-	-
Health and welfare	24,058	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	-
Total cash and investment fund balance - December 31	<u>\$ 24,058</u>	<u>\$ 56,306</u>	<u>\$ 18,105</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 113</u>	<u>\$ 21,513</u>

DEKALB 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)

	Juvenile Administrative Fee	State Homeland Security Grant	First Responder Communication Equipment Grant	USDA Infrastructure Grant	Child Psychiatric Residential Treatment	Public Health Bioterrorism	Rainy Day Fund
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 90,369	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	30,146	198	8,400	9,634	-	-
Charges for services	1,931	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total receipts	1,931	30,146	198	8,400	100,003	-	-
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	2,035	30,614	354,474	-	-	-	-
Highways and streets	-	-	-	7,600	-	-	-
Health and welfare	-	-	-	-	164,986	1,818	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
Other	-	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-	-
Total disbursements	2,035	30,614	354,474	7,600	164,986	1,818	-
Excess (deficiency) of revenue over disbursements	(104)	(468)	(354,276)	800	(64,983)	(1,818)	-
Other financing sources (uses)							
Transfers in	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(104)	(468)	(354,276)	800	(64,983)	(1,818)	-
Cash and investment fund balance - beginning	2,035	16,573	354,276	-	89,351	25,036	158,382
Cash and investment fund balance - ending	<u>\$ 1,931</u>	<u>\$ 16,105</u>	<u>\$ -</u>	<u>\$ 800</u>	<u>\$ 24,368</u>	<u>\$ 23,218</u>	<u>\$ 158,382</u>
Cash and Investment Assets - December 31							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 158,382
Restricted assets:							
Cash and investments	1,931	16,105	-	800	24,368	23,218	-
Total cash and investment assets - December 31	<u>\$ 1,931</u>	<u>\$ 16,105</u>	<u>\$ -</u>	<u>\$ 800</u>	<u>\$ 24,368</u>	<u>\$ 23,218</u>	<u>\$ 158,382</u>
Cash and Investment Fund Balance - December 31							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	1,931	16,105	-	-	-	-	-
Highways and streets	-	-	-	800	-	-	-
Health and welfare	-	-	-	-	24,368	23,218	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	158,382
Total cash and investment fund balance - December 31	<u>\$ 1,931</u>	<u>\$ 16,105</u>	<u>\$ -</u>	<u>\$ 800</u>	<u>\$ 24,368</u>	<u>\$ 23,218</u>	<u>\$ 158,382</u>

DEKALB 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)

	Levy Excess	Historical Guide Publication Grant	HAVA Title III Grant	Fingerprint ID Fund	Aviation Lease Rental	Ambulance Replacement
Receipts:						
Taxes	\$ 133,978	\$ -	\$ -	\$ -	\$ 410,996	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	5,000	196,100	34,483	43,922	-
Charges for services	-	-	-	-	-	-
Other	-	-	-	-	-	51,361
Total receipts	133,978	5,000	196,100	34,483	454,918	51,361
Disbursements:						
General government	21,136	1,838	196,100	-	-	-
Public safety	-	-	-	34,483	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	425,000	34,100
Interest	-	-	-	-	18,655	1,672
Capital outlay:						
Other	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-
Total disbursements	21,136	1,838	196,100	34,483	443,655	35,772
Excess (deficiency) of revenue over disbursements	112,842	3,162	-	-	11,263	15,589
Other financing sources (uses)						
Transfers in	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	112,842	3,162	-	-	11,263	15,589
Cash and investment fund balance - beginning	21,136	-	-	-	217,838	44,346
Cash and investment fund balance - ending	<u>\$ 133,978</u>	<u>\$ 3,162</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 229,101</u>	<u>\$ 59,935</u>
Cash and Investment Assets - December 31						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	133,978	3,162	-	-	229,101	59,935
Total cash and investment assets - December 31	<u>\$ 133,978</u>	<u>\$ 3,162</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 229,101</u>	<u>\$ 59,935</u>
Cash and Investment Fund Balance - December 31						
Restricted for:						
General government	\$ 133,978	\$ 3,162	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service	-	-	-	-	229,101	59,935
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - December 31	<u>\$ 133,978</u>	<u>\$ 3,162</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 229,101</u>	<u>\$ 59,935</u>

DEKALB 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)

	Jail Lease Rental	Aviation Loan Repayment	Redevelopment Authority	Cumulative Jail	Aviation FAA Grant
Receipts:					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Charges for services	-	-	-	-	-
Other	-	71,831	-	-	-
Total receipts	-	71,831	-	-	-
Disbursements:					
General government	-	-	13,800	-	-
Public safety	-	-	-	-	-
Highways and streets	-	-	-	-	-
Health and welfare	-	-	-	-	-
Debt service:					
Principal	-	42,167	-	-	-
Interest	-	36,696	-	-	-
Capital outlay:					
Other	-	-	-	-	-
Special assessments	-	-	-	-	-
Total disbursements	-	78,863	13,800	-	-
Excess (deficiency) of revenue over disbursements	-	(7,032)	(13,800)	-	-
Other financing sources (uses)					
Transfers in	-	-	13,800	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(7,032)	-	-	-
Cash and investment fund balance - beginning	9,378	26,280	(360)	920	11,528
Cash and investment fund balance - ending	<u>\$ 9,378</u>	<u>\$ 19,248</u>	<u>\$ (360)</u>	<u>\$ 920</u>	<u>\$ 11,528</u>
<u>Cash and Investment Assets - December 31</u>					
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:					
Cash and investments	9,378	19,248	(360)	920	11,528
Total cash and investment assets - December 31	<u>\$ 9,378</u>	<u>\$ 19,248</u>	<u>\$ (360)</u>	<u>\$ 920</u>	<u>\$ 11,528</u>
<u>Cash and Investment Fund Balance - December 31</u>					
Restricted for:					
General government	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-
Highways and streets	-	-	-	-	-
Health and welfare	-	-	-	-	-
Debt service	9,378	19,248	(360)	-	-
Capital outlay	-	-	-	920	11,528
Unrestricted	-	-	-	-	-
Total cash and investment fund balance - December 31	<u>\$ 9,378</u>	<u>\$ 19,248</u>	<u>\$ (360)</u>	<u>\$ 920</u>	<u>\$ 11,528</u>

DEKALB 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)

	General Drain Improvement	Public Airport Improvement Grant	County EDIT Capital Improvement Plan	New Millennium Infrastructure TIF	AM Heritage Village TIF	Totals
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ 322,059	\$ 9,833	\$ 2,521,720
Special assessments	502,665	-	-	-	-	502,665
Licenses and permits	-	-	-	-	-	33,103
Intergovernmental	-	231,261	1,286,253	-	-	3,519,813
Charges for services	-	-	-	-	-	711,424
Other	-	-	-	-	-	392,169
Total receipts	502,665	231,261	1,286,253	322,059	9,833	7,680,894
Disbursements:						
General government	-	-	-	-	-	742,411
Public safety	-	-	-	-	-	1,121,964
Highways and streets	-	-	-	-	-	384,109
Health and welfare	-	-	-	-	-	2,776,989
Debt service:						
Principal	-	-	-	-	-	501,267
Interest	-	-	-	-	-	57,023
Capital outlay:						
Other	-	486,232	630,545	-	-	1,116,777
Special assessments	274,517	-	-	-	-	274,517
Total disbursements	274,517	486,232	630,545	-	-	6,975,057
Excess (deficiency) of revenue over disbursements	228,148	(254,971)	655,708	322,059	9,833	705,837
Other financing sources (uses)						
Transfers in	-	-	-	-	-	13,800
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	228,148	(254,971)	655,708	322,059	9,833	719,637
Cash and investment fund balance - beginning	967,587	313,477	-	99,456	-	7,006,203
Cash and investment fund balance - ending	\$ 1,195,735	\$ 58,506	\$ 655,708	\$ 421,515	\$ 9,833	\$ 7,725,840
Cash and Investment Assets - December 31						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 158,382
Restricted assets:						
Cash and investments	1,195,735	58,506	655,708	421,515	9,833	7,567,458
Total cash and investment assets - December 31	\$ 1,195,735	\$ 58,506	\$ 655,708	\$ 421,515	\$ 9,833	\$ 7,725,840
Cash and Investment Fund Balance - December 31						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,717,354
Public safety	-	-	-	-	-	1,395,935
Highways and streets	-	-	-	-	-	999,810
Health and welfare	-	-	-	-	-	783,312
Debt service	-	-	-	-	-	317,302
Capital outlay	1,195,735	58,506	655,708	421,515	9,833	2,353,745
Unrestricted	-	-	-	-	-	158,382
Total cash and investment fund balance - December 31	\$ 1,195,735	\$ 58,506	\$ 655,708	\$ 421,515	\$ 9,833	\$ 7,725,840

DEKALB COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 INTERNAL SERVICE FUNDS
 As of and for the Year Ended December 31, 2005

	<u>Self- Insurance</u>	<u>Health Insurance</u>	<u>Self- Insurance Surplus</u>	<u>Total</u>
Operating receipts:				
Employee/Employer Contributions	\$ 406	\$ 1,302,234	\$ -	\$ 1,302,640
Other	-	-	10,434	10,434
	<u>406</u>	<u>1,302,234</u>	<u>10,434</u>	<u>1,313,074</u>
Operating disbursements:				
Insurance disbursements	<u>1,479,637</u>	<u>50,065</u>	-	<u>1,529,702</u>
Excess (deficiency) of receipts over disbursements	<u>(1,479,231)</u>	<u>1,252,169</u>	<u>10,434</u>	<u>(216,628)</u>
Transfers in	1,551,514	-	-	1,551,514
Transfers out	<u>-</u>	<u>(1,251,514)</u>	<u>(300,000)</u>	<u>(1,551,514)</u>
Excess (deficiency) of receipts, contributions and transfers in over disbursements and transfers out	72,283	655	(289,566)	(216,628)
Cash and investment fund balance - beginning	<u>(53,820)</u>	<u>4,261</u>	<u>604,467</u>	<u>554,908</u>
Cash and investment fund balance - ending	<u>\$ 18,463</u>	<u>\$ 4,916</u>	<u>\$ 314,901</u>	<u>\$ 338,280</u>
<u>Cash and Investment Assets - December 31</u>				
Restricted assets:				
Cash and investments	<u>\$ 18,463</u>	<u>\$ 4,916</u>	<u>\$ 314,901</u>	<u>\$ 338,280</u>
<u>Cash and Investment Fund Balance - December 31</u>				
Restricted for:				
Other purposes	<u>\$ 18,463</u>	<u>\$ 4,916</u>	<u>\$ 314,901</u>	<u>\$ 338,280</u>

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

	Mortgage Fees	Welfare Trust	Inheritance Tax	Sales Disclosure	Ditch Surplus Tax	Coroner's Continuing Education
Additions:						
Agency fund additions	\$ 7,450	\$ 89,671	\$ 885,732	\$ 12,250	\$ 2,570	\$ 2,184
Deductions:						
Agency fund deductions	3,132	83,165	845,033	6,772	2,363	1,000
Excess (deficiency) of total additions over total deductions	4,318	6,506	40,699	5,478	207	1,184
Cash and investment fund balance - beginning	-	11,645	51,954	58,892	429	-
Cash and investment fund balance - ending	<u>\$ 4,318</u>	<u>\$ 18,151</u>	<u>\$ 92,653</u>	<u>\$ 64,370</u>	<u>\$ 636</u>	<u>\$ 1,184</u>

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

	<u>Late Surrender Fees</u>	<u>Congressional School Interest</u>	<u>Surplus Tax</u>	<u>Tax Sale Redemption</u>	<u>Tax Sale Surplus</u>	<u>Surplus Dog Tax</u>
Additions:						
Agency fund additions	<u>\$ 1,000</u>	<u>\$ 325</u>	<u>\$ 75,002</u>	<u>\$ 166,728</u>	<u>\$ 1,166,280</u>	<u>\$ 3,669</u>
Deductions:						
Agency fund deductions	<u>-</u>	<u>353</u>	<u>77,879</u>	<u>161,539</u>	<u>763,443</u>	<u>13,651</u>
Excess (deficiency) of total additions over total deductions	1,000	(28)	(2,877)	5,189	402,837	(9,982)
Cash and investment fund balance - beginning	<u>47,010</u>	<u>18,075</u>	<u>55,812</u>	<u>42</u>	<u>100,866</u>	<u>10,032</u>
Cash and investment fund balance - ending	<u>\$ 48,010</u>	<u>\$ 18,047</u>	<u>\$ 52,935</u>	<u>\$ 5,231</u>	<u>\$ 503,703</u>	<u>\$ 50</u>

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

	Court Fees	Tax Distributions	Sheriff's Inmate Trust	County Sheriff	Clerk of the Circuit Court	County Recorder
Additions:						
Agency fund additions	\$ 316,188	\$ 76,300,904	\$ 79,697	\$ 1,666,622	\$ 5,700,100	\$ 240,968
Deductions:						
Agency fund deductions	184,710	76,662,472	79,909	1,666,622	5,697,209	240,968
Excess (deficiency) of total additions over total deductions	131,478	(361,568)	(212)	-	2,891	-
Cash and investment fund balance - beginning	33,355	528,024	2,056	-	90,195	-
Cash and investment fund balance - ending	<u>\$ 164,833</u>	<u>\$ 166,456</u>	<u>\$ 1,844</u>	<u>\$ -</u>	<u>\$ 93,086</u>	<u>\$ -</u>

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

	County Treasurer	County Home Residents' Trust	Probation Department	Health Department	Payroll	Total
Additions:						
Agency fund additions	\$ 59,527,241	\$ 89,108	\$ 200,061	\$ 30,647	\$ 8,764,602	\$ 155,328,999
Deductions:						
Agency fund deductions	75,122,103	89,898	202,244	30,016	8,766,995	170,701,476
Excess (deficiency) of total additions over total deductions	(15,594,862)	(790)	(2,183)	631	(2,393)	(15,372,477)
Cash and investment fund balance - beginning	18,068,957	6,000	5,871	3,716	137,426	19,230,357
Cash and investment fund balance - ending	<u>\$ 2,474,095</u>	<u>\$ 5,210</u>	<u>\$ 3,688</u>	<u>\$ 4,347</u>	<u>\$ 135,033</u>	<u>\$ 3,857,880</u>

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

Description of Asset	Ending Balance	Due Within One Year
Governmental Activities:		
Capital leases:		
Airport Expansion	\$ 2,000,000	\$ -
Notes and loans payable	732,536	59,507
Bonds payable:		
Tax Incremental Financing (TIF) Bonds	11,765,000	315,000
Total governmental activities long-term debt	<u>\$ 14,497,536</u>	<u>\$ 374,507</u>

DEKALB COUNTY
OTHER REPORT

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

County Auditor

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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 DEKALB COUNTY, INDIANA

Compliance

We have audited the compliance of DeKalb 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.

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)

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control 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 noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program 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 compliance 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

October 16, 2006

DEKALB 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>			
Direct grant			
Rural Business Enterprise Grant	10.769		\$ 7,600
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Pass-Through Indiana Criminal Justice Institute			
Juvenile Accountability Incentive Block Grant	16.523		
Court Appointed Student Education Program		03-JB-017	15,000
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Direct grant			
Airport Improvement Program	20.106		
Automated Weather Observing System		AIP 3-18-0004-10	32,914
Environmental Assessment for South Development Area		AIP 3-18-0004-11	56,387
Environmental Assessment for Runway Extension		AIP 3-18-0004-12	138,518
Total for federal grantor agency			227,819
<u>U.S. ELECTION ASSISTANCE COMMISSION</u>			
Pass-Through Indiana Secretary of State			
Help America Vote Act Requirements Payments	90.401		196,100
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana Family and Social Services Administration			
Child Support Enforcement	93.563		
County Prosecutor's Expenditures			127,604
County Clerk of the Circuit Court Expenditures			17,439
Indirect Costs			58,244
Collection Incentive			32,377
Total for federal grantor agency			235,664
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Homeland Security			
State Domestic Preparedness Equipment Support Program	97.004		
		FY-03 Part I	30,146
		FY-03 Part II	34,483
		FY-04	354,457
Total for program			419,086
Flood Mitigation Assistance	97.029		6,155
Emergency Management Performance Grants	97.042		18,204
Total for federal grantor agency			443,445
Total federal awards expended			\$ 1,125,628

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

DEKALB 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 DeKalb 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 subrecipients as follows for the year ended December 31, 2005:

Program Title	Federal CFDA Number	2005
Juvenile Accountability Incentive Block Grant	16.523	<u>\$ 15,000</u>

DEKALB 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
Reportable conditions identified that are not considered to be material weaknesses?	none reported

Noncompliance material to financial statements noted? no

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

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
93.563	Child Support Enforcement
97.004	State Domestic Preparedness Equipment Support Program

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.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

DEKALB COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

DEKALB COUNTY
EXIT CONFERENCE

The contents of this report were discussed on October 16, 2006, with William C. Ort, President of the Board of County Commissioners; Connie R. Miles, Commissioner; and Sharon G. Hayes, Auditor.