

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

ANNUAL FINANCIAL REPORT

2005

SHELBY COUNTY, INDIANA



FILED
12/27/2006

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Margaret Brunk	01-01-03 to 12-31-06
Treasurer	Kathy Plunkett	01-01-03 to 12-31-06
Clerk	Carol Stohry	01-01-03 to 12-31-06
Sheriff	Tom DeBaun	01-01-03 to 12-31-06
Recorder	O. Lynn Bass	01-01-04 to 12-31-07
President of the Board of County Commissioners	Doug Warnecke	01-01-05 to 12-31-06
President of the County Council	Sean Eberhart	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 SHELBY COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Shelby 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 November 22, 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

November 22, 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 SHELBY COUNTY, INDIANA

We have audited the financial statements of Shelby County (County), as of and for the year ended December 31, 2005, and have issued our report thereon dated November 22, 2006. The opinion to the financial statements was qualified due to the omission of component units of the County, 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.

We noted other matters involving the internal control over financial reporting that we have discussed with the management of the County on November 22, 2006. These immaterial instances of noncompliance were subsequently communicated to management in a separate letter.

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.

November 22, 2006

STATE BOARD OF ACCOUNTS

SHELBY 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 (Disbursement) Receipt and Changes in Net Assets</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Primary Governmental Activities</u>
Primary government:					
Governmental activities:					
General government	\$ 6,168,594	\$ 1,071,330	\$ 22,491	\$ 210,000	\$ (4,864,773)
Public safety	9,926,290	1,151,054	776,098	28,536	(7,970,602)
Highways and streets	4,939,503	650	-	-	(4,938,853)
Sanitation	89,291	-	-	-	(89,291)
Health and welfare	3,916,151	25,728	135,901	30,258	(3,724,264)
Development and housing	655,356	-	-	-	(655,356)
Interest on long-term debt	519,783	-	-	-	(519,783)
Total primary government	\$ 26,214,968	\$ 2,248,762	\$ 934,490	\$ 268,794	(22,762,922)
General receipts:					
Property taxes					14,039,674
Other local sources					9,503,855
Transfers					251,184
					23,794,713
					1,031,791
					10,547,774
					\$ 11,579,565
 <u>Assets</u>					
Cash and investments					\$ 2,002,579
Restricted assets:					
Cash and investments					9,576,986
Total assets					\$ 11,579,565
 <u>Net Assets</u>					
Restricted for:					
Public safety					\$ 1,564,533
Highways and streets					3,637,602
Health and welfare					1,086,518
Debt service					421,902
Other purposes					2,866,431
Unrestricted					2,002,579
Total net assets					\$ 11,579,565

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

SHELBY 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	County Highway	County Share EDIT	Family and Children	Cumulative Bridge	Other Governmental Funds	Totals
Receipts:							
Taxes	\$ 8,744,853	\$ -	\$ 451,044	\$ 1,424,159	\$ 661,371	\$ 3,316,947	\$ 14,598,374
Special assessments	-	-	-	-	-	35,547	35,547
Licenses and permits	-	12,004	-	-	-	6,054	18,058
Intergovernmental	631,508	2,559,012	-	545,459	1,199	2,513,029	6,250,207
Charges for services	467,661	650	-	-	-	1,303,222	1,771,533
Fines and forfeits	254,776	-	-	-	-	246,030	500,806
Other	629,058	114,309	20,136	131,605	-	655,192	1,550,300
Total receipts	10,727,856	2,685,975	471,180	2,101,223	662,570	8,076,021	24,724,825
Disbursements:							
General government	3,479,970	-	212,737	-	-	1,029,699	4,722,406
Public safety	5,573,278	-	-	-	-	3,131,540	8,704,818
Highways and streets	-	2,710,289	294,545	-	381,276	381,393	3,767,503
Sanitation	15,762	-	-	-	-	73,529	89,291
Health and welfare	303,579	-	-	2,860,145	-	752,427	3,916,151
Urban redevelopment and housing	116,527	-	538,829	-	-	-	655,356
Debt service:							
Principal	-	-	-	-	-	1,710,000	1,710,000
Interest	-	-	-	-	-	519,783	519,783
Total disbursements	9,489,116	2,710,289	1,046,111	2,860,145	381,276	7,598,371	24,085,308
Excess (deficiency) of revenue over disbursements	1,238,740	(24,314)	(574,931)	(758,922)	281,294	477,650	639,517
Other financing sources (uses)							
Interfund loans	-	-	-	1,172,000	-	(1,172,000)	-
Transfers in	-	-	-	-	-	206,452	206,452
Transfers out	(73,083)	-	-	-	-	(133,369)	(206,452)
Other receipts	664,801	-	-	-	-	-	664,801
Total other financing sources (uses)	591,718	-	-	1,172,000	-	(1,098,917)	664,801
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,830,458	(24,314)	(574,931)	413,078	281,294	(621,267)	1,304,318
Cash and investment fund balance - beginning	(24,842)	1,663,828	1,877,253	(119,657)	1,163,745	5,517,402	10,077,729
Cash and investment fund balance - ending	<u>\$ 1,805,616</u>	<u>\$ 1,639,514</u>	<u>\$ 1,302,322</u>	<u>\$ 293,421</u>	<u>\$ 1,445,039</u>	<u>\$ 4,896,135</u>	11,382,047
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.							197,518
Net assets of governmental activities							<u>\$ 11,579,565</u>
Cash and Investment Assets - December 31							
Cash and investments	\$ 1,805,616	\$ -	\$ -	\$ -	\$ -	\$ 196,963	\$ 2,002,579
Restricted assets:							
Cash and investments	-	1,639,514	1,302,322	293,421	1,445,039	4,699,172	9,379,468
Total cash and investment assets - December 31	<u>\$ 1,805,616</u>	<u>\$ 1,639,514</u>	<u>\$ 1,302,322</u>	<u>\$ 293,421</u>	<u>\$ 1,445,039</u>	<u>\$ 4,896,135</u>	<u>\$ 11,382,047</u>
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,564,533	\$ 1,564,533
Highways and streets	-	1,639,514	-	-	1,445,039	553,049	3,637,602
Health and welfare	-	-	-	293,421	-	793,097	1,086,518
Debt service	-	-	-	-	-	421,902	421,902
Other purposes	-	-	1,302,322	-	-	1,366,591	2,668,913
Unrestricted	1,805,616	-	-	-	-	196,963	2,002,579
Total cash and investment fund balance - December 31	<u>\$ 1,805,616</u>	<u>\$ 1,639,514</u>	<u>\$ 1,302,322</u>	<u>\$ 293,421</u>	<u>\$ 1,445,039</u>	<u>\$ 4,896,135</u>	<u>\$ 11,382,047</u>

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

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

	<u>Internal Service Funds</u>
Operating receipts:	
Other	\$ 437,871
Operating disbursements:	
Other disbursements	<u>710,398</u>
Deficiency of operating receipts under operating disbursements	<u>(272,527)</u>
Cash and investment fund balance - beginning	<u>470,045</u>
Cash and investment fund balance - ending	<u>\$ 197,518</u>
<u>Cash and Investment Assets - December 31</u>	
Restricted assets:	
Cash and investments	<u>\$ 197,518</u>
<u>Cash and Investment Fund Balance - December 31</u>	
Restricted for:	
Other purposes	<u>\$ 197,518</u>

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

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

	Pension Trust Sheriff's Pension	Private-Purpose Trust Funds	Agency Funds
	<u> </u>	<u> </u>	<u> </u>
Additions:			
Contributions:			
Employer	\$ 319,890	\$ -	\$ -
Plan members	32,846	-	-
Other	<u>66</u>	<u>46,280</u>	<u>-</u>
Total contributions	<u>352,802</u>	<u>46,280</u>	<u>-</u>
Investment earnings:			
Net increase in fair value of investments	78,981	-	-
Interest	<u>243,276</u>	<u>-</u>	<u>-</u>
Total investment earnings	322,257	-	-
Agency fund additions	<u>-</u>	<u>-</u>	<u>167,848,211</u>
Total additions	<u>675,059</u>	<u>46,280</u>	<u>167,848,211</u>
Deductions:			
Benefits	339,350	15,000	-
Administrative and general	57,583	6,446	-
Agency fund deductions	<u>-</u>	<u>-</u>	<u>172,794,847</u>
Total deductions	<u>396,933</u>	<u>21,446</u>	<u>172,794,847</u>
Excess (deficiency) of total additions over total deductions	278,126	24,834	(4,946,636)
Cash and investment fund balance - beginning	<u>5,716,186</u>	<u>73,592</u>	<u>9,102,741</u>
Cash and investment fund balance - ending	<u>\$ 5,994,312</u>	<u>\$ 98,426</u>	<u>\$ 4,156,105</u>

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

SHELBY 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:	Shelby County
Blended Component Unit:	Shelby County Solid Waste Management District

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

The Shelby County Solid Waste Management District, a blended 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 Emergency Ambulance Board, Major Hospital, Indiana Resources Conservation, Shelby Senior Services, Gallahue Mental Health, Animal Shelter, Site Plan Review, GIS Board, Solid Waste Board, and the Fiber Optic Board.

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. The statement distinguishes between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

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. However, at this time, the County has not established any enterprise funds.

SHELBY COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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 County highway fund accounts for construction and maintenance of local roads and highways.

The County share of EDIT fund accounts for the funding of various economic development projects.

The cumulative bridge fund accounts for construction and repairs of bridges.

The County family and children fund accounts for services provided to low income families.

Additionally, the County reports the following fund types:

The internal service fund accounts for healthcare benefits provided to other departments on a cost-reimbursement basis.

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

The private-purpose trust fund reports a trust arrangement under which principal and income benefit the local schools and general county government services.

Agency funds account for assets held by the County as an agent for the State of Indiana and other local units of government 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, 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.

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.

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

SHELBY COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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.
- 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.

SHELBY COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

2. Operating Receipts and Disbursements

Operating receipts and disbursements for proprietary funds and the similar discretely presented component unit 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:

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

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.

SHELBY COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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
Adult Protective Services	\$ (19,242)
Adult Protective Services 2	(250)
Juvenile Intensive Supervision	(26)
JISP	(10,713)

Cash and investment deficits arose primarily from disbursements exceeding receipts due to the reimbursement grants; these deficits are to be repaid from future grant receipts.

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
U.S. Treasuries and Securities	\$ 3,875,675
Mutual Funds	<u>2,118,637</u>
Total	<u>\$ 5,994,312</u>

SHELBY COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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.

The Sheriff's Pension Plan is not subject to the same investment laws as the County. The Sheriff's Merit Board has not adopted a formal investment policy.

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.

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 mutual funds in the amount of \$2,118,637. Of these investments \$2,118,637 are held by the investment's counterparty, not in the name of the Sheriff's Pension Plan.

SHELBY COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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.

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:

Moody's Rating	County's Investments Corporate Bonds
Aaa	\$ 1,595,016
Aa	52,973
Total	\$ 1,647,989

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.

B. Interfund Transfers

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

Transfer From	Transfer To	2005
General Fund	Clerk, Title IV-D	\$ 36,542
General Fund	Prosecutor, Title IV-D	36,541
Drug Free Community	Drug Free Coalition	133,369
Local Road and Street	Welfare Child Services	1,172,000
Total		\$ 1,378,452

SHELBY COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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.

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; 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, Retirees, and Dependents (Excluding Postemployment Benefits)

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 Health 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 \$25,000 per year. Settled claims resulting from this risk did not exceed commercial insurance coverage in the past three years. A premium is charged to each fund based upon participation of departmental employees, with the County share being two-thirds of the total premium. Provisions are also made for unexpected and unusual claims.

Job Related Illnesses or Injuries to Employees

During 2001, the County joined with other governmental entities to form the Indiana Public Employers Plan, Inc., a public entity risk pool currently operating as a common risk management and insurance program for 515 member governmental entities. This risk pool was formed in 1990. The purpose of the risk pool is to provide a medium for the funding and administration of job related illnesses or injuries to employees. The risk pool is considered a self-sustaining risk pool that will provide coverage for its members for up to \$1,000,000 per insured event. The risk pool obtains independent coverage for insured events in excess of the \$1,000,000 limit.

B. Holding Corporations

The County has entered into a capital lease with the Shelby County Jail Building Corporation and the Shelby County Courthouse Building Corporation (the lessors). The lessors were organized as not-for-profit corporations 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 \$1,288,783 and \$941,000, respectively.

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.

SHELBY 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.

SHELBY 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	\$ 204,104	\$ 260,319	\$ 13,970
Interest on net pension obligation	(36,923)	4,669	-
Adjustment to annual required contribution	42,077	(7,819)	-
Annual pension cost	209,258	257,169	13,970
Contributions made	293,110	292,016	13,970
Decrease in net pension obligation	(83,852)	(34,847)	-
Net pension obligation, beginning of year	(509,284)	66,694	-
Net pension obligation, end of year	\$ (593,136)	\$ 31,847	\$ -

	PERF	County Police Retirement Plan	County Police Benefit Plan
Contribution rates:			
County	5.75%	23%	1%
Plan members	3%	6%	6%
Actuarial valuation date	07-01-05	01-01-06	01-01-06
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

SHELBY COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

<u>Actuarial Assumptions</u>	<u>PERF</u>	<u>County Police Retirement Plan</u>	<u>County Police Benefit Plan</u>
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

	<u>Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
PERF	06-30-03	\$ 285,573	105%	\$ (408,729)
	06-30-04	187,685	154%	(509,284)
	06-30-05	209,258	156%	(593,136)
County Police Retirement Plan	12-31-03	240,791	101%	71,336
	12-31-04	258,867	102%	66,694
	12-31-05	257,169	112%	31,847
County Police Benefit Plan	12-31-03	17,988	100%	-
	12-31-04	14,827	100%	-
	12-31-05	13,970	100%	-

E. Long-Term Commitment – County Funds for Technology Park

In October 2003, the County Council passed an ordinance pledging a portion of the County's share of economic development income tax (EDIT) for the purposes of land acquisition, construction and installation of public infrastructure improvements at the Shelbyville/Shelby County Advanced Technological Industrial Park. The City of Shelbyville and Major Hospital (a component unit of the City of Shelbyville) also share administrative and financial responsibility for this project.

The County pledged \$125,000 each calendar year beginning in 2004 and continuing through 2028 (or such earlier date as all outstanding bonds issued to finance or refinance the project are defeased). A schedule of payments is as follows:

2006	\$ 125,000
2007	125,000
2008	125,000
2009	125,000
2010	125,000
Thereafter	<u>2,250,000</u>
Total payments committed	<u><u>\$ 2,875,000</u></u>

SHELBY 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 of Assets Over (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	\$ 2,606,934	\$ 2,591,443	\$ 15,491	101%	\$ 4,098,665	0%
07-01-04	2,770,391	2,934,873	(164,482)	94%	4,211,585	(4%)
07-01-05	3,003,670	3,656,172	(652,502)	82%	4,782,191	(14%)

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	\$ 4,903,295	\$ 4,903,295	\$ -	100%	\$ 1,111,810	0%
01-01-02	5,205,414	5,332,348	(126,934)	98%	1,168,724	(11%)
01-01-03	5,276,482	5,477,877	(201,395)	96%	1,116,913	(18%)
01-01-04	5,464,808	5,832,400	(367,592)	94%	1,024,922	(36%)
01-01-05	5,727,855	6,083,269	(355,414)	94%	1,040,406	(34%)
01-01-06	6,045,517	6,351,845	(306,328)	95%	1,120,907	(27%)

SHELBY 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	Local Road And Street	Accident Report	Firearm Training	Surveyor's Corner Perpetuation	Adult Probation Services	Juvenile Probation Services
Receipts:							
Taxes	\$ 328,161	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	6,054	-	-	-
Intergovernmental	37,071	651,243	-	-	-	-	-
Charges for services	23,483	-	5,935	-	11,805	152,644	10,125
Fines and forfeits	-	-	-	-	-	-	-
Other	27,477	-	-	-	-	6,940	-
Total receipts	416,192	651,243	5,935	6,054	11,805	159,584	10,125
Disbursements:							
General government	-	-	-	-	6,858	-	-
Public safety	-	-	8,785	10,519	-	264,078	-
Highways and streets	-	381,393	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-
Health and welfare	383,840	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total disbursements	383,840	381,393	8,785	10,519	6,858	264,078	-
Excess (deficiency) of revenue over disbursements	32,352	269,850	(2,850)	(4,465)	4,947	(104,494)	10,125
Other financing sources (uses)							
Interfund loans	-	(1,172,000)	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	(1,172,000)	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	32,352	(902,150)	(2,850)	(4,465)	4,947	(104,494)	10,125
Cash and investment fund balance - beginning	44,806	1,455,199	7,896	9,563	20,504	137,200	-
Cash and investment fund balance - ending	<u>\$ 77,158</u>	<u>\$ 553,049</u>	<u>\$ 5,046</u>	<u>\$ 5,098</u>	<u>\$ 25,451</u>	<u>\$ 32,706</u>	<u>\$ 10,125</u>
Cash and Investment Assets - December 31							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	77,158	553,049	5,046	5,098	25,451	32,706	10,125
Total cash and investment assets - December 31	<u>\$ 77,158</u>	<u>\$ 553,049</u>	<u>\$ 5,046</u>	<u>\$ 5,098</u>	<u>\$ 25,451</u>	<u>\$ 32,706</u>	<u>\$ 10,125</u>
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ -	\$ -	\$ 5,046	\$ 5,098	\$ -	\$ 32,706	\$ 10,125
Highways and streets	-	553,049	-	-	-	-	-
Health and welfare	77,158	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Other purposes	-	-	-	-	25,451	-	-
Unrestricted	-	-	-	-	-	-	-
Total cash and investment fund balance - December 31	<u>\$ 77,158</u>	<u>\$ 553,049</u>	<u>\$ 5,046</u>	<u>\$ 5,098</u>	<u>\$ 25,451</u>	<u>\$ 32,706</u>	<u>\$ 10,125</u>

SHELBY 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)

	Recorder's Records Perpetuation	Law Enforcement Continuing Education	Local Health Maintenance	Drainage Maintenance	Assessments and Referrals	Law Enforcement Sheriff	Enhanced 911
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ 188,555	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	34,250	-	-	-	-
Charges for services	71,345	-	-	-	-	-	317,949
Fines and forfeits	-	4,219	-	-	85,293	11,785	-
Other	-	-	-	-	-	-	-
Total receipts	71,345	4,219	34,250	188,555	85,293	11,785	317,949
Disbursements:							
General government	66,857	-	-	-	-	-	-
Public safety	-	4,803	-	-	83,521	8,275	185,162
Highways and streets	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-
Health and welfare	-	-	77,085	147,363	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total disbursements	66,857	4,803	77,085	147,363	83,521	8,275	185,162
Excess (deficiency) of revenue over disbursements	4,488	(584)	(42,835)	41,192	1,772	3,510	132,787
Other financing sources (uses)							
Interfund loans	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	4,488	(584)	(42,835)	41,192	1,772	3,510	132,787
Cash and investment fund balance - beginning	(170)	7,850	89,610	352,563	26,791	74,786	227,717
Cash and investment fund balance - ending	\$ 4,318	\$ 7,266	\$ 46,775	\$ 393,755	\$ 28,563	\$ 78,296	\$ 360,504
Cash and Investment Assets - December 31							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	4,318	7,266	46,775	393,755	28,563	78,296	360,504
Total cash and investment assets - December 31	\$ 4,318	\$ 7,266	\$ 46,775	\$ 393,755	\$ 28,563	\$ 78,296	\$ 360,504
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ -	\$ 7,266	\$ -	\$ -	\$ 28,563	\$ 78,296	\$ 360,504
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	46,775	393,755	-	-	-
Debt service	-	-	-	-	-	-	-
Other purposes	4,318	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	-
Total cash and investment fund balance - December 31	\$ 4,318	\$ 7,266	\$ 46,775	\$ 393,755	\$ 28,563	\$ 78,296	\$ 360,504

SHELBY 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)

	Drug Free Coalition	Project Income House Arrest	Community Corrections	Pretrial Diversion	Guardian Ad Litem	Plat Book	Misdemeanant
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	18,178	-	367,303	28,778	4,759	-	29,517
Charges for services	-	311,412	-	-	-	15,775	-
Fines and forfeits	-	-	-	-	-	-	-
Other	-	6,924	221,220	-	-	-	-
Total receipts	18,178	318,336	588,523	28,778	4,759	15,775	29,517
Disbursements:							
General government	-	-	-	-	-	18,208	-
Public safety	135,690	257,218	618,317	66,897	4,759	-	19,984
Highways and streets	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service:	-	-	-	-	-	-	-
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total disbursements	135,690	257,218	618,317	66,897	4,759	18,208	19,984
Excess (deficiency) of revenue over disbursements	(117,512)	61,118	(29,794)	(38,119)	-	(2,433)	9,533
Other financing sources (uses)							
Interfund loans	-	-	-	-	-	-	-
Transfers in	133,369	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	133,369	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	15,857	61,118	(29,794)	(38,119)	-	(2,433)	9,533
Cash and investment fund balance - beginning	4,926	244,058	143,851	110,716	6,294	9,282	1,909
Cash and investment fund balance - ending	<u>\$ 20,783</u>	<u>\$ 305,176</u>	<u>\$ 114,057</u>	<u>\$ 72,597</u>	<u>\$ 6,294</u>	<u>\$ 6,849</u>	<u>\$ 11,442</u>
Cash and Investment Assets - December 31							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	20,783	305,176	114,057	72,597	6,294	6,849	11,442
Total cash and investment assets - December 31	\$ 20,783	\$ 305,176	\$ 114,057	\$ 72,597	\$ 6,294	\$ 6,849	\$ 11,442
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ 20,783	\$ 305,176	\$ 114,057	\$ 72,597	\$ 6,294	\$ -	\$ 11,442
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Other purposes	-	-	-	-	-	6,849	-
Unrestricted	-	-	-	-	-	-	-
Total cash and investment fund balance - December 31	\$ 20,783	\$ 305,176	\$ 114,057	\$ 72,597	\$ 6,294	\$ 6,849	\$ 11,442

SHELBY 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)

	Public Defender	Emergency Planning Right to Know	Prosecutor Title IV-D	Unsafe Building	Jury Pay	Informal Adjustments	ACT Juvenile Justice Grant
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	8,162	-	-	-	-	-
Charges for services	24,784	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	8,027	-	-
Other	-	-	99	-	-	75,618	-
Total receipts	24,784	8,162	99	-	8,027	75,618	-
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	31,098	333	99	-	-	47,455	-
Highways and streets	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service:	-	-	-	-	-	-	-
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total disbursements	31,098	333	99	-	-	47,455	-
Excess (deficiency) of revenue over disbursements	(6,314)	7,829	-	-	8,027	28,163	-
Other financing sources (uses)							
Interfund loans	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(6,314)	7,829	-	-	8,027	28,163	-
Cash and investment fund balance - beginning	30,933	21,648	531	4,700	9,466	(12,522)	6,715
Cash and investment fund balance - ending	\$ 24,619	\$ 29,477	\$ 531	\$ 4,700	\$ 17,493	\$ 15,641	\$ 6,715
Cash and Investment Assets - December 31							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	24,619	29,477	531	4,700	17,493	15,641	6,715
Total cash and investment assets - December 31	\$ 24,619	\$ 29,477	\$ 531	\$ 4,700	\$ 17,493	\$ 15,641	\$ 6,715
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ 24,619	\$ 29,477	\$ 531	\$ -	\$ 17,493	\$ 15,641	\$ 6,715
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Other purposes	-	-	-	4,700	-	-	-
Unrestricted	-	-	-	-	-	-	-
Total cash and investment fund balance - December 31	\$ 24,619	\$ 29,477	\$ 531	\$ 4,700	\$ 17,493	\$ 15,641	\$ 6,715

SHELBY 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)

	Adult Protective Services	Drug Free Community	Adventure Based Counseling	Law Enforcement Prosecutor	Sheriff's Restitution	Sheriff's Drug Free	100th Monkey ABC
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	19,691	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	72,850	-	51,242	1,353	-	-
Other	-	-	-	-	-	10,000	-
Total receipts	19,691	72,850	-	51,242	1,353	10,000	-
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	31,844	-	-	58,296	-	11,595	-
Highways and streets	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service:	-	-	-	-	-	-	-
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total disbursements	31,844	-	-	58,296	-	11,595	-
Excess (deficiency) of revenue over disbursements	(12,153)	72,850	-	(7,054)	1,353	(1,595)	-
Other financing sources (uses)							
Interfund loans	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	(133,369)	-	-	-	-	-
Total other financing sources (uses)	-	(133,369)	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(12,153)	(60,519)	-	(7,054)	1,353	(1,595)	-
Cash and investment fund balance - beginning	(7,089)	147,522	9,939	88,589	3,677	1,624	10
Cash and investment fund balance - ending	<u>\$ (19,242)</u>	<u>\$ 87,003</u>	<u>\$ 9,939</u>	<u>\$ 81,535</u>	<u>\$ 5,030</u>	<u>\$ 29</u>	<u>\$ 10</u>
Cash and Investment Assets - December 31							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	(19,242)	87,003	9,939	81,535	5,030	29	10
Total cash and investment assets - December 31	\$ (19,242)	\$ 87,003	\$ 9,939	\$ 81,535	\$ 5,030	\$ 29	\$ 10
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ (19,242)	\$ 87,003	\$ 9,939	\$ 81,535	\$ 5,030	\$ 29	\$ 10
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	-
Total cash and investment fund balance - December 31	\$ (19,242)	\$ 87,003	\$ 9,939	\$ 81,535	\$ 5,030	\$ 29	\$ 10

SHELBY 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)

	Inmate Medical	Sheriff Commissary Clerk	Welfare Grant Planning Council	Clerk Title IV-D	Prosecutor Title IV-D after 10/99	MADD Impact Fees	Sheriff's Work Release
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	15,000	-	-	1,091	-	-
Charges for services	47,980	-	-	-	-	-	15,331
Fines and forfeits	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total receipts	47,980	15,000	-	-	1,091	-	15,331
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	40,528	13,639	-	-	-	-	27,405
Highways and streets	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	536	-	-
Debt service:	-	-	-	-	-	-	-
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total disbursements	40,528	13,639	-	-	536	-	27,405
Excess (deficiency) of revenue over disbursements	7,452	1,361	-	-	555	-	(12,074)
Other financing sources (uses)							
Interfund loans	-	-	-	-	-	-	-
Transfers in	-	-	-	36,542	36,541	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	36,542	36,541	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	7,452	1,361	-	36,542	37,096	-	(12,074)
Cash and investment fund balance - beginning	7,709	2,089	7	18,949	26,962	2,550	31,179
Cash and investment fund balance - ending	\$ 15,161	\$ 3,450	\$ 7	\$ 55,491	\$ 64,058	\$ 2,550	\$ 19,105
Cash and Investment Assets - December 31							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	15,161	3,450	7	55,491	64,058	2,550	19,105
Total cash and investment assets - December 31	\$ 15,161	\$ 3,450	\$ 7	\$ 55,491	\$ 64,058	\$ 2,550	\$ 19,105
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ 15,161	\$ 3,450	\$ 7	\$ -	\$ -	\$ 2,550	\$ 19,105
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	55,491	64,058	-	-
Debt service	-	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	-
Total cash and investment fund balance - December 31	\$ 15,161	\$ 3,450	\$ 7	\$ 55,491	\$ 64,058	\$ 2,550	\$ 19,105

SHELBY 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)

	Property Reassessment New	Operation Pullover	Community Corrections Living Skills	Juvenile Accountability	Victim Assistance Grant	Sheriff Defibrillator Donations	Jail Commissary
Receipts:							
Taxes	\$ 162,478	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	8,250	-	15,000	18,946	-	-
Charges for services	-	-	-	-	-	-	259,208
Fines and forfeits	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total receipts	162,478	8,250	-	15,000	18,946	-	259,208
Disbursements:							
General government	159,171	-	-	-	-	-	-
Public safety	-	7,524	180	23,412	19,220	-	269,971
Highways and streets	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service:	-	-	-	-	-	-	-
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total disbursements	159,171	7,524	180	23,412	19,220	-	269,971
Excess (deficiency) of revenue over disbursements	3,307	726	(180)	(8,412)	(274)	-	(10,763)
Other financing sources (uses)							
Interfund loans	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	3,307	726	(180)	(8,412)	(274)	-	(10,763)
Cash and investment fund balance - beginning	269,382	117	990	8,612	4,085	70	86,589
Cash and investment fund balance - ending	\$ 272,689	\$ 843	\$ 810	\$ 200	\$ 3,811	\$ 70	\$ 75,826
Cash and Investment Assets - December 31							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	272,689	843	810	200	3,811	70	75,826
Total cash and investment assets - December 31	\$ 272,689	\$ 843	\$ 810	\$ 200	\$ 3,811	\$ 70	\$ 75,826
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ -	\$ 843	\$ 810	\$ 200	\$ 3,811	\$ 70	\$ 75,826
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Other purposes	272,689	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	-
Total cash and investment fund balance - December 31	\$ 272,689	\$ 843	\$ 810	\$ 200	\$ 3,811	\$ 70	\$ 75,826

SHELBY 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 Account	Food Perpetuation	Clerk's Records	Sheriff's Equipment Donation	Build Indiana	Adult Protective Services II	Juvenile Intensive Supervision	Family Violence Victim Assistance
Receipts:								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	36,173	22,500	21,406
Charges for services	-	16,103	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	-
Other	279,689	-	-	7,475	-	-	-	-
Total receipts	279,689	16,103	7,475	-	-	36,173	22,500	21,406
Disbursements:								
General government	-	-	-	-	7,054	-	-	-
Public safety	287,189	-	-	6,473	-	30,025	18,364	21,128
Highways and streets	-	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-	-
Debt service:	-	-	-	-	-	-	-	-
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total disbursements	287,189	-	6,473	7,054	30,025	18,364	21,128	-
Excess (deficiency) of revenue over disbursements	(7,500)	16,103	1,002	(7,054)	6,148	4,136	278	-
Other financing sources (uses)								
Interfund loans	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(7,500)	16,103	1,002	(7,054)	6,148	4,136	278	-
Cash and investment fund balance - beginning	19,323	51,553	10,632	557,273	(6,398)	(4,162)	4,462	-
Cash and investment fund balance - ending	\$ 11,823	\$ 67,656	\$ 11,634	\$ 550,219	\$ (250)	\$ (26)	\$ 4,740	\$ -
Cash and Investment Assets - December 31								
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:								
Cash and investments	11,823	67,656	11,634	550,219	(250)	(26)	4,740	-
Total cash and investment assets - December 31	\$ 11,823	\$ 67,656	\$ 11,634	\$ 550,219	\$ (250)	\$ (26)	\$ 4,740	\$ -
Cash and Investment Fund Balance - December 31								
Restricted for:								
Public safety	\$ 11,823	\$ -	\$ 11,634	\$ -	\$ (250)	\$ (26)	\$ 4,740	\$ -
Highways and streets	-	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Other purposes	-	67,656	-	550,219	-	-	-	-
Unrestricted	-	-	-	-	-	-	-	-
Total cash and investment fund balance - December 31	\$ 11,823	\$ 67,656	\$ 11,634	\$ 550,219	\$ (250)	\$ (26)	\$ 4,740	\$ -

SHELBY 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's Training Fund	Assessor's State Disclosure	Sheriff's Range Fund	Sheriff's Car Computers	Vending Machines	Alternative Dispute	4-H Project
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	9,960	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	1,532	-
Other	-	-	-	1,403	858	-	-
Total receipts	-	9,960	-	1,403	858	1,532	-
Disbursements:							
General government	-	1,398	-	-	145	-	-
Public safety	-	-	-	13,394	-	-	141
Highways and streets	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service:	-	-	-	-	-	-	-
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total disbursements	-	1,398	-	13,394	145	-	141
Excess (deficiency) of revenue over disbursements	-	8,562	-	(11,991)	713	1,532	(141)
Other financing sources (uses)							
Interfund loans	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	8,562	-	(11,991)	713	1,532	(141)
Cash and investment fund balance - beginning	550	9,324	2,100	73,277	85	3,407	804
Cash and investment fund balance - ending	<u>\$ 550</u>	<u>\$ 17,886</u>	<u>\$ 2,100</u>	<u>\$ 61,286</u>	<u>\$ 798</u>	<u>\$ 4,939</u>	<u>\$ 663</u>
Cash and Investment Assets - December 31							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	550	17,886	2,100	61,286	798	4,939	663
Total cash and investment assets - December 31	<u>\$ 550</u>	<u>\$ 17,886</u>	<u>\$ 2,100</u>	<u>\$ 61,286</u>	<u>\$ 798</u>	<u>\$ 4,939</u>	<u>\$ 663</u>
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ 550	\$ -	\$ 2,100	\$ 61,286	\$ -	\$ 4,939	\$ 663
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Other purposes	-	17,886	-	-	798	-	-
Unrestricted	-	-	-	-	-	-	-
Total cash and investment fund balance - December 31	<u>\$ 550</u>	<u>\$ 17,886</u>	<u>\$ 2,100</u>	<u>\$ 61,286</u>	<u>\$ 798</u>	<u>\$ 4,939</u>	<u>\$ 663</u>

SHELBY 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)

	JISP	Emergency Comprehensive Plan	Shelby County Youth Shelter	First Responder	Gwynneville Sewer	Live Scan Grant	Law Enforcement Grant
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	7,500	-	-	1,606	-	-	1,930
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other	-	15,653	-	-	-	-	-
Total receipts	7,500	15,653	-	1,606	-	-	1,930
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	18,213	-	1,047	238,000	-	34,483	7,436
Highways and streets	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service:	-	-	-	-	-	-	-
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total disbursements	18,213	-	1,047	238,000	-	34,483	7,436
Excess (deficiency) of revenue over disbursements	(10,713)	15,653	(1,047)	(236,394)	-	(34,483)	(5,506)
Other financing sources (uses)							
Interfund loans	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(10,713)	15,653	(1,047)	(236,394)	-	(34,483)	(5,506)
Cash and investment fund balance - beginning	-	824	1,047	240,341	4,450	34,483	5,535
Cash and investment fund balance - ending	<u>\$ (10,713)</u>	<u>\$ 16,477</u>	<u>\$ -</u>	<u>\$ 3,947</u>	<u>\$ 4,450</u>	<u>\$ -</u>	<u>\$ 29</u>
Cash and Investment Assets - December 31							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	(10,713)	16,477	-	3,947	4,450	-	29
Total cash and investment assets - December 31	<u>\$ (10,713)</u>	<u>\$ 16,477</u>	<u>\$ -</u>	<u>\$ 3,947</u>	<u>\$ 4,450</u>	<u>\$ -</u>	<u>\$ 29</u>
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ (10,713)	\$ 16,477	\$ -	\$ 3,947	\$ -	\$ -	\$ 29
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Other purposes	-	-	-	-	4,450	-	-
Unrestricted	-	-	-	-	-	-	-
Total cash and investment fund balance - December 31	<u>\$ (10,713)</u>	<u>\$ 16,477</u>	<u>\$ -</u>	<u>\$ 3,947</u>	<u>\$ 4,450</u>	<u>\$ -</u>	<u>\$ 29</u>

SHELBY 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 Donation	Race and Gender Fairness	Rainy Day	Seized Assets	Terrorism Prevention	Extradition	Waldron Conservancy Grant
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	22,491	-	-	84,290	-	32,330
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	4,043	-	-	-
Other	466	-	-	-	-	-	-
Total receipts	466	22,491	-	4,043	84,290	-	32,330
Disbursements:							
General government	-	22,634	-	-	-	-	-
Public safety	883	-	-	9,980	168,579	63	-
Highways and streets	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	32,330
Health and welfare	-	-	-	-	-	-	-
Debt service:	-	-	-	-	-	-	-
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total disbursements	883	22,634	-	9,980	168,579	63	32,330
Excess (deficiency) of revenue over disbursements	(417)	(143)	-	(5,937)	(84,289)	(63)	-
Other financing sources (uses)							
Interfund loans	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(417)	(143)	-	(5,937)	(84,289)	(63)	-
Cash and investment fund balance - beginning	1,269	10,787	196,963	17,786	84,290	141	-
Cash and investment fund balance - ending	\$ 852	\$ 10,644	\$ 196,963	\$ 11,849	\$ 1	\$ 78	\$ -
Cash and Investment Assets - December 31							
Cash and investments	\$ -	\$ -	\$ 196,963	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	852	10,644	-	11,849	1	78	-
Total cash and investment assets - December 31	\$ 852	\$ 10,644	\$ 196,963	\$ 11,849	\$ 1	\$ 78	\$ -
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ 852	\$ -	\$ -	\$ 11,849	\$ 1	\$ 78	\$ -
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Other purposes	-	10,644	-	-	-	-	-
Unrestricted	-	-	196,963	-	-	-	-
Total cash and investment fund balance - December 31	\$ 852	\$ 10,644	\$ 196,963	\$ 11,849	\$ 1	\$ 78	\$ -

SHELBY 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)

	Coroner Continuing Education	Voting Machine Title III	Pro Bono Program	Mortgage Fees State Share	Soil and Water Service Federal	Railroad Crossing Grant	Public Health Preparedness
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	210,000	-	-	10,000	4,992	30,258
Charges for services	2,245	-	-	7,138	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other	-	-	837	-	-	-	-
Total receipts	2,245	210,000	837	7,138	10,000	4,992	30,258
Disbursements:							
General government	-	185,204	-	6,595	-	4,992	-
Public safety	-	-	253	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-
Health and welfare	3,067	-	-	-	-	-	14,263
Debt service:	-	-	-	-	-	-	-
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total disbursements	3,067	185,204	253	6,595	-	4,992	14,263
Excess (deficiency) of revenue over disbursements	(822)	24,796	584	543	10,000	-	15,995
Other financing sources (uses)							
Interfund loans	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(822)	24,796	584	543	10,000	-	15,995
Cash and investment fund balance - beginning	1,016	-	-	-	-	-	-
Cash and investment fund balance - ending	\$ 194	\$ 24,796	\$ 584	\$ 543	\$ 10,000	\$ -	\$ 15,995
Cash and Investment Assets - December 31							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	194	24,796	584	543	10,000	-	15,995
Total cash and investment assets - December 31	\$ 194	\$ 24,796	\$ 584	\$ 543	\$ 10,000	\$ -	\$ 15,995
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ -	\$ -	\$ 584	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-	-
Health and welfare	194	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Other purposes	-	24,796	-	543	10,000	-	15,995
Unrestricted	-	-	-	-	-	-	-
Total cash and investment fund balance - December 31	\$ 194	\$ 24,796	\$ 584	\$ 543	\$ 10,000	\$ -	\$ 15,995

SHELBY 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)

	Incident Response	Food and Beverage	Bail Alternative Program	Campaign Finance Enforcement	Children's Psychiatric Fund	Cumulative Courthouse Buildings
Receipts:						
Taxes	\$ -	\$ 32,138	\$ -	\$ -	\$ 178,641	\$ 1,454,201
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	25,000	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	5,686	-	-	-
Other	-	-	-	200	-	-
Total receipts	25,000	32,138	5,686	200	178,641	1,454,201
Disbursements:						
General government	-	-	-	-	-	-
Public safety	25,000	-	282	-	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	126,273	-
Debt service:	-	-	-	-	-	-
Principal	-	-	-	-	-	685,000
Interest	-	-	-	-	-	256,000
Total disbursements	25,000	-	282	-	126,273	941,000
Excess (deficiency) of revenue over disbursements	-	32,138	5,404	200	52,368	513,201
Other financing sources (uses)						
Interfund loans	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	32,138	5,404	200	52,368	513,201
Cash and investment fund balance - beginning	-	-	-	-	103,298	(96,431)
Cash and investment fund balance - ending	\$ -	\$ 32,138	\$ 5,404	\$ 200	\$ 155,666	\$ 416,770
Cash and Investment Assets - December 31						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	-	32,138	5,404	200	155,666	416,770
Total cash and investment assets - December 31	\$ -	\$ 32,138	\$ 5,404	\$ 200	\$ 155,666	\$ 416,770
Cash and Investment Fund Balance - December 31						
Restricted for:						
Public safety	\$ -	\$ -	\$ 5,404	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	155,666	-
Debt service	-	-	-	-	-	416,770
Other purposes	-	32,138	-	200	-	-
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - December 31	\$ -	\$ 32,138	\$ 5,404	\$ 200	\$ 155,666	\$ 416,770

SHELBY 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 Debt	Cumulative Capital Development	General Drain Improvement	Courthouse Construction	Totals
Receipts:					
Taxes	\$ 414,073	\$ 558,700	\$ -	\$ -	\$ 3,316,947
Special assessments	-	-	35,547	-	35,547
Licenses and permits	-	-	-	-	6,054
Intergovernmental	745,000	314	-	-	2,513,029
Charges for services	-	-	-	-	1,303,222
Fines and forfeits	-	-	-	-	246,030
Other	-	-	-	333	655,192
Total receipts	<u>1,159,073</u>	<u>559,014</u>	<u>35,547</u>	<u>333</u>	<u>8,076,021</u>
Disbursements:					
General government	-	538,759	-	11,824	1,029,699
Public safety	-	-	-	-	3,131,540
Highways and streets	-	-	-	-	381,393
Sanitation	-	-	41,199	-	73,529
Health and welfare	-	-	-	-	752,427
Debt service:	-	-	-	-	-
Principal	1,025,000	-	-	-	1,710,000
Interest	263,783	-	-	-	519,783
Total disbursements	<u>1,288,783</u>	<u>538,759</u>	<u>41,199</u>	<u>11,824</u>	<u>7,598,371</u>
Excess (deficiency) of revenue over disbursements	<u>(129,710)</u>	<u>20,255</u>	<u>(5,652)</u>	<u>(11,491)</u>	<u>477,650</u>
Other financing sources (uses)					
Interfund loans	-	-	-	-	(1,172,000)
Transfers in	-	-	-	-	206,452
Transfers out	-	-	-	-	(133,369)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,098,917)</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(129,710)</u>	<u>20,255</u>	<u>(5,652)</u>	<u>(11,491)</u>	<u>(621,267)</u>
Cash and investment fund balance - beginning	<u>134,842</u>	<u>158,360</u>	<u>140,377</u>	<u>15,410</u>	<u>5,517,402</u>
Cash and investment fund balance - ending	<u>\$ 5,132</u>	<u>\$ 178,615</u>	<u>\$ 134,725</u>	<u>\$ 3,919</u>	<u>\$ 4,896,135</u>
<u>Cash and Investment Assets - December 31</u>					
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ 196,963
Restricted assets:					
Cash and investments	<u>5,132</u>	<u>178,615</u>	<u>134,725</u>	<u>3,919</u>	<u>4,699,172</u>
Total cash and investment assets - December 31	<u>\$ 5,132</u>	<u>\$ 178,615</u>	<u>\$ 134,725</u>	<u>\$ 3,919</u>	<u>\$ 4,896,135</u>
<u>Cash and Investment Fund Balance - December 31</u>					
Restricted for:					
Public safety	\$ -	\$ -	\$ -	\$ -	\$ 1,564,533
Highways and streets	-	-	-	-	553,049
Health and welfare	-	-	-	-	793,097
Debt service	5,132	-	-	-	421,902
Other purposes	-	178,615	134,725	3,919	1,366,591
Unrestricted	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>196,963</u>
Total cash and investment fund balance - December 31	<u>\$ 5,132</u>	<u>\$ 178,615</u>	<u>\$ 134,725</u>	<u>\$ 3,919</u>	<u>\$ 4,896,135</u>

SHELBY COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PRIVATE-PURPOSE TRUST FUNDS
 For The Year Ended December 31, 2005

	<u>Tindall Farm</u>	<u>Congressional Principal</u>	<u>Total</u>
Additions:			
Contributions:			
Farm rent	\$ 46,280	\$ -	\$ 46,280
Deductions:			
Benefits	15,000	-	15,000
Administrative and general	<u>6,446</u>	<u>-</u>	<u>6,446</u>
Total deductions	<u>21,446</u>	<u>-</u>	<u>21,446</u>
Excess of total additions over total deductions	24,834	-	24,834
Cash and investment fund balance - beginning	<u>56,171</u>	<u>17,421</u>	<u>73,592</u>
Cash and investment fund balance - ending	<u>\$ 81,005</u>	<u>\$ 17,421</u>	<u>\$ 98,426</u>

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

	Tax Sale Redemption	Tax Sale Surplus	Inheritance Tax	Hospital Care for the Indigent	Medical Assistance to Wards	Children with Special Health Care Needs	Surplus Tax
Additions:							
Agency fund additions	\$ 128,478	\$ 1,765,006	\$ 959,408	\$ 41,865	\$ 299,614	\$ 39,074	\$ 161,962
Deductions:							
Agency fund deductions	127,839	768,039	857,329	41,865	299,614	39,074	173,521
Excess (deficiency) of total additions over total deductions	639	996,967	102,079	-	-	-	(11,559)
Cash and investment fund balance - beginning	393	374,517	96,487	-	-	-	180,547
Cash and investment fund balance - ending	<u>\$ 1,032</u>	<u>\$ 1,371,484</u>	<u>\$ 198,566</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 168,988</u>

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

	Congressional Interest	City and Town Court Costs	Tax Distributions	Payroll Withholdings	County Payroll	Surplus Dog	Welfare Trust
Additions:							
Agency fund additions	\$ 312	\$ 17,122	\$ 58,126,705	\$ 2,804,227	\$ 6,345,534	\$ 6,546	\$ 15,183
Deductions:							
Agency fund deductions	1,045	26,920	58,377,927	2,804,227	6,345,534	6,546	12,784
Excess (deficiency) of total additions over total deductions	(733)	(9,798)	(251,222)	-	-	-	2,399
Cash and investment fund balance - beginning	14,913	9,798	251,222	-	-	-	13,649
Cash and investment fund balance - ending	<u>\$ 14,180</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,048</u>

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

	State Fines and Forfeitures	Sales Disclosure	Infraction Judgments	County Recorder	County Sheriff	Sheriff's Inmate Trust
Additions:						
Agency fund additions	\$ 37,839	\$ 2,490	\$ 101,977	\$ 240,628	\$ 1,613,203	\$ 280,989
Deductions:						
Agency fund deductions	35,963	3,674	152,346	241,828	1,613,170	280,257
Excess (deficiency) of total additions over total deductions	1,876	(1,184)	(50,369)	(1,200)	33	732
Cash and investment fund balance - beginning	3,343	1,426	60,208	18,799	3,480	7,086
Cash and investment fund balance - ending	<u>\$ 5,219</u>	<u>\$ 242</u>	<u>\$ 9,839</u>	<u>\$ 17,599</u>	<u>\$ 3,513</u>	<u>\$ 7,818</u>

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

	Clerk of the Circuit Court	County Health	County Treasurer	County Plan Commission/ Inspector	Innkeepers Tax	Total
Additions:						
Agency fund additions	\$ 18,260,588	\$ 25,975	\$ 76,341,309	\$ 86,075	\$ 146,102	\$ 167,848,211
Deductions:						
Agency fund deductions	18,262,647	25,975	82,112,027	85,820	98,876	172,794,847
Excess (deficiency) of total additions over total deductions	(2,059)	-	(5,770,718)	255	47,226	(4,946,636)
Cash and investment fund balance - beginning	801,421	-	7,107,960	4,038	153,454	9,102,741
Cash and investment fund balance - ending	<u>\$ 799,362</u>	<u>\$ -</u>	<u>\$ 1,337,242</u>	<u>\$ 4,293</u>	<u>\$ 200,680</u>	<u>\$ 4,156,105</u>

SHELBY COUNTY
SUPPLEMENTARY INFORMATION
SCHEDULE OF CAPITAL ASSETS

For The Year Ended December 31, 2005

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

Retroactive reporting of general infrastructure assets will occur by 2007.

<u>Primary Government</u>	<u>Ending Balance</u>
Governmental activities:	
Capital assets, not being depreciated:	
Land	\$ 962,967
Buildings	22,910,097
Improvements other than buildings	127,636
Machinery and equipment	<u>10,091,474</u>
Total governmental activities, capital assets not being depreciated	<u>\$ 34,092,174</u>

SHELBY COUNTY
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT

For The Year Ended December 31, 2005

CAPITAL LEASES

The County has entered into the following capital leases:

Description of Asset	Ending Balance	Due Within One Year
Governmental Activities:		
Capital leases:		
Courthouse Annex	\$ 1,005,000	\$ 270,000
Annex Addendum	3,620,000	445,000
Jail Facility	4,070,000	1,080,000
Highway Paver	59,717	59,717
Professional Building	106,831	53,868
Notes and loans payable	<u>483,763</u>	<u>54,868</u>
Total governmental activities long-term debt	<u>\$ 9,345,311</u>	<u>\$ 1,963,453</u>

SHELBY COUNTY
OTHER REPORTS

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

Clerk of the Circuit Court
County Sheriff
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 46204-2769

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 SHELBY COUNTY, INDIANA

Compliance

We have audited the compliance of Shelby 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

November 22, 2006

SHELBY 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 JUSTICE</u>			
Pass-Through Indiana Criminal Justice Institute Juvenile Accountability Incentive Block Grant	16.523	03-JB-053	\$ 14,429
Juvenile Justice and Delinquency Prevention - Allocation to States Juvenile Intensive Supervision	16.540	03-JF-012 04-JF-022	8,195 <u>10,673</u>
Total for program			<u>18,868</u>
Crime Victim Assistance	16.575	04VA136 05VA114	7,859 <u>12,281</u>
Total for program			<u>20,140</u>
Local Law Enforcement Block Grants	16.592	04-LB-053	<u>5,535</u>
Total for federal grantor agency			<u>58,972</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Pass-Through Indiana Department of Transportation Highway Planning and Construction	20.205	STP 6473(1) STP 8073(3) STP 8073(3) STP 8073(4) STP 8073(4) STP 8073(4) BR-NBIS(536)	278,098 1,008 12,279 3,758 11,912 31,336 <u>8,342</u>
Total for program			<u>346,733</u>
Alcohol Traffic Safety and Drunk Driving Prevention	20.601	154AL 05-03-03-70	<u>5,499</u>
Total for federal grantor agency			<u>352,232</u>
<u>U.S. GENERAL SERVICES ADMINISTRATION</u>			
Pass-Through Indiana Secretary of State Election Reform Payments	39.011		<u>185,204</u>

The accompanying note is an integral part of the Schedule of Expenditures of Federal Awards.

SHELBY COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended December 31, 2005
(Continued)

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 HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana Family and Social Services Administration Special Programs for the Aging - Title VII, Chapter 3 Programs for Prevention of Elder Abuse, Neglect, and Exploitation Adult Protective Services	93.041	71-06-PV-1244	<u>55,861</u>
Pass-Through Indiana Department of Health Public Health Preparedness and Response for Bioterrorism Bioterrorism Preparedness and Response Supplemental	93.283		<u>33,684</u>
Pass-Through Indiana Department of Child Services Child Support Enforcement County Clerk of the Court's Expenditures County Prosecutor's Expenditures Collection Incentives Indirect Costs	93.563		25,661 108,095 67,008 <u>18,544</u>
Total for program			<u>219,308</u>
Pass-Through Indiana Department of Health Preventative Health and Health Services Block Grant West Nile Control	93.991		<u>2,500</u>
Total for federal grantor agency			<u>311,353</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Homeland Security Homeland Security Grant Program First Responder Live Scan Grant Law Enforcement Terrorism Prevention Homeland Security Sub-grant Incident Response	97.004		233,995 34,483 7,053 77,236 <u>25,000</u>
Total for program			<u>377,767</u>
Public Assistance Grants	97.036		<u>39,096</u>
Total for federal grantor agency			<u>416,863</u>
Total federal awards expended			<u>\$ 1,324,624</u>

The accompanying note is an integral part of the Schedule of Expenditures of Federal Awards.

SHELBY COUNTY
NOTE 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 Shelby 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.

SHELBY 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

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
97.004	Homeland Security Grant Program

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

Auditee qualified as low-risk auditee? yes

Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

SHELBY COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

SHELBY COUNTY
EXIT CONFERENCE

The contents of this report were discussed on November 22, 2006, with Margaret Brunk, Auditor; and Roger Laird, County Commissioner.