

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

ANNUAL FINANCIAL REPORT

2006

GRANT COUNTY, INDIANA



FILED
09/28/2007

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Michael H. Burton	01-01-03 to 12-31-10
Treasurer	Roger A. Bainbridge	01-01-05 to 12-31-08
Clerk	Carolyn J. Mowery Mark Florence	01-01-03 to 12-31-06 01-01-07 to 12-31-10
Sheriff	Oatess E. Archey Darrell L. Himelick	01-01-03 to 12-31-06 01-01-07 to 12-31-10
Recorder	Dixi Fischer Conner	01-01-06 to 12-31-09
President of the Board of County Commissioners	Jeremy Diller Mark Bardsley	01-01-06 to 12-31-06 01-01-07 to 12-31-07
President of the County Council	Mike Scott	01-01-06 to 12-31-07



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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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 FINANCIAL STATEMENTS
AND SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

TO: THE OFFICIALS OF GRANT COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Grant County (County), as of and for the year ended December 31, 2006, which collectively comprise the County's basic financial statements as listed in the Table of Contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

As discussed in Note I, the County prepares its financial statements on the prescribed basis of accounting that demonstrates compliance with the cash and investment basis and budget laws of the State of Indiana, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective cash and investment balances of the governmental activities, each major fund, and the aggregate remaining fund information of the County as of December 31, 2006, and the respective cash receipts and cash disbursements during the year then ended on the basis of accounting described in Note I.

In accordance with Government Auditing Standards, we have also issued a report dated August 22, 2007, on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. Our report on compliance and on internal control over financial reporting should be read along with this report.

Our audit was performed for the purpose of forming an opinion on the basic financial statements of the County taken as a whole. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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

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

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

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

STATE BOARD OF ACCOUNTS

August 22, 2007



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

TO: THE OFFICIALS OF GRANT COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Grant County (County), as of and for the year ended December 31, 2006, which collectively comprise the County's basic financial statements and have issued our report thereon dated August 22, 2007. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be significant deficiencies or material weaknesses, as defined above.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

We noted certain matters that we reported to management in a separate letter dated August 22, 2007.

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

STATE BOARD OF ACCOUNTS

August 22, 2007

GRANT COUNTY
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS
For The Year Ended December 31, 2006

Functions/Programs	Disbursements	Program Receipts			Net (Disbursements) Receipts and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Primary government:					
Governmental activities:					
General government	\$ 18,755,412	\$ 4,547,557	\$ 679,717	\$ 103,456	\$ (13,424,682)
Public safety	14,722,981	2,731,048	2,087,417	109,315	(9,795,201)
Highways and streets	4,547,896	76,313	3,255,698	486,478	(729,407)
Sanitation	98,781	-	-	-	(98,781)
Health and welfare	6,469,763	383,036	1,961,645	-	(4,125,082)
Economic development	50,050	-	25,000	-	(25,050)
Culture and recreation	9,250	-	-	-	(9,250)
Interest on long-term debt	219,377	-	-	-	(219,377)
Total primary government	<u>\$ 44,873,510</u>	<u>\$ 7,737,954</u>	<u>\$ 8,009,477</u>	<u>\$ 699,249</u>	<u>(28,426,830)</u>
General receipts:					
Property taxes					14,653,298
Other local sources					8,866,580
Grants and contributions not restricted					147,805
Unrestricted investment earnings					<u>1,168,771</u>
Total general receipts					<u>24,836,454</u>
Change in net assets					(3,590,376)
Net assets - beginning					<u>14,599,219</u>
Net assets - ending					<u>\$ 11,008,843</u>
Assets					
Cash and investments					\$ 3,057,459
Restricted assets:					
Cash and investments					<u>7,951,384</u>
Total assets					<u>\$ 11,008,843</u>
Net Assets					
Restricted for:					
Public safety					\$ 2,490,102
Highways and streets					2,949,334
Health and welfare					2,088,054
Debt service					619,743
Other purposes					(195,849)
Unrestricted					<u>3,057,459</u>
Total net assets					<u>\$ 11,008,843</u>

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

GRANT 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, 2006

	General	County Highway	Local Road and Street	Family and Children	Drainage Maintenance	Emergency Telephone System	Debt Service	Cumulative Bridge	Other Governmental Funds	Totals
Receipts:										
Taxes	\$ 9,840,243	\$ -	\$ -	\$ 2,431,406	\$ -	\$ -	\$ 1,024,565	\$ 336,226	\$ 1,020,858	\$ 14,653,298
Special assessments	-	-	-	-	282,076	-	-	-	103,456	385,532
Licenses and permits	-	-	-	-	-	-	-	-	8,330	8,330
Intergovernmental	8,342,604	3,216,169	427,823	1,371,612	-	-	109,315	94,538	2,370,375	15,932,436
Charges for services	1,051,061	-	-	-	-	397,274	-	-	2,012,222	3,460,557
Fines and forfeits	358,411	-	-	-	-	-	-	-	42,363	400,774
Other	1,831,832	143,522	261,722	178,595	261,882	1,078	-	28,369	400,152	3,107,152
Total receipts	21,424,151	3,359,691	689,545	3,981,613	543,958	398,352	1,133,880	459,133	5,957,756	37,948,079
Disbursements:										
General government	12,786,508	-	-	-	154,155	-	-	-	1,743,575	14,684,238
Public safety	8,717,751	-	-	-	-	362,752	1,285,396	-	3,597,082	13,962,981
Highways and streets	-	3,074,106	890,001	-	-	-	-	-	-	3,964,107
Sanitation	11,925	-	-	-	-	-	-	-	86,856	98,781
Health and welfare	165,000	-	-	5,537,390	-	-	-	-	767,373	6,469,763
Culture and recreation	-	-	-	-	-	-	-	-	9,250	9,250
Economic development	25,050	-	-	-	-	-	-	-	25,000	50,050
Debt service:										
Principal	-	-	-	-	-	-	760,000	-	315,268	1,075,268
Interest	-	-	-	-	-	-	199,002	-	20,375	219,377
Capital outlay:										
Highways and streets	-	-	-	-	-	-	-	583,789	-	583,789
Total disbursements	21,706,234	3,074,106	890,001	5,537,390	154,155	362,752	2,244,398	583,789	6,564,779	41,117,604
Excess (deficiency) of receipts over disbursements	(282,083)	285,585	(200,456)	(1,555,777)	389,803	35,600	(1,110,518)	(124,656)	(607,023)	(3,169,525)
Cash and investment fund balance - beginning	629,312	1,387,268	886,055	2,877,673	715,256	564,425	1,730,261	715,538	5,136,780	14,642,568
Cash and investment fund balance - ending	<u>\$ 347,229</u>	<u>\$ 1,672,853</u>	<u>\$ 685,599</u>	<u>\$ 1,321,896</u>	<u>\$ 1,105,059</u>	<u>\$ 600,025</u>	<u>\$ 619,743</u>	<u>\$ 590,882</u>	<u>\$ 4,529,757</u>	11,473,043
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 of the internal service funds are included in governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis.										(464,200)
Net assets of governmental activities										<u>\$ 11,008,843</u>
Cash and Investment Assets - December 31										
Cash and investments	\$ 347,229	\$ -	\$ -	\$ -	\$ 1,105,059	\$ -	\$ -	\$ -	\$ 1,605,171	\$ 3,057,459
Restricted assets:										
Cash and investments	-	1,672,853	685,599	1,321,896	-	600,025	619,743	590,882	2,924,586	8,415,584
Total cash and investment assets - December 31	\$ 347,229	\$ 1,672,853	\$ 685,599	\$ 1,321,896	\$ 1,105,059	\$ 600,025	\$ 619,743	\$ 590,882	\$ 4,529,757	\$ 11,473,043
Cash and Investment Fund Balance - December 31										
Restricted for:										
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 600,025	\$ -	\$ -	\$ 1,890,077	\$ 2,490,102
Highways and streets	-	1,672,853	685,599	-	-	-	-	590,882	-	2,949,334
Health and welfare	-	-	-	1,321,896	-	-	-	-	766,158	2,088,054
Debt service	-	-	-	-	-	-	619,743	-	-	619,743
Other purposes	-	-	-	-	-	-	-	-	268,351	268,351
Unrestricted	347,229	-	-	-	1,105,059	-	-	-	1,605,171	3,057,459
Total cash and investment fund balance - December 31	\$ 347,229	\$ 1,672,853	\$ 685,599	\$ 1,321,896	\$ 1,105,059	\$ 600,025	\$ 619,743	\$ 590,882	\$ 4,529,757	\$ 11,473,043

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

GRANT COUNTY
STATEMENT OF ASSETS AND FUND BALANCES AND
RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
PROPRIETARY FUND
As of and for the Year Ended December 31, 2006

	<u>Internal Service Fund</u>
Operating receipts:	
Insurance proceeds	\$ <u>3,335,055</u>
Operating disbursements:	
Insurance disbursements	<u>3,755,906</u>
Deficiency of receipts over disbursements	(420,851)
Cash and investment fund balance - beginning	<u>(43,349)</u>
Cash and investment fund balance - ending	<u>\$ (464,200)</u>
<u>Cash and Investment Assets - December 31</u>	
Restricted assets:	
Cash and investments	<u>\$ (464,200)</u>
<u>Cash and Investment Fund Balance - December 31</u>	
Restricted for:	
Other purposes	<u>\$ (464,200)</u>

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

GRANT COUNTY
STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
FIDUCIARY FUNDS
For The Year Ended December 31, 2006

	<u>Pension Trust Funds</u>	<u>Private-Purpose Trust Funds</u>	<u>Agency Funds</u>
Additions:			
Contributions:			
Employer	\$ 541,012	\$ -	\$ -
Other	<u>1,327</u>	<u>26,786</u>	<u>-</u>
Total contributions	<u>542,339</u>	<u>26,786</u>	<u>-</u>
Investment earnings:			
Interest and dividends	<u>523,584</u>	<u>-</u>	<u>-</u>
Agency fund additions	<u>-</u>	<u>-</u>	<u>191,618,135</u>
Total additions	<u>1,065,923</u>	<u>26,786</u>	<u>191,618,135</u>
Deductions:			
Benefits	270,673	-	-
Administrative and general	71,760	24,018	-
Agency fund deductions	<u>-</u>	<u>-</u>	<u>192,818,397</u>
Total deductions	<u>342,433</u>	<u>24,018</u>	<u>192,818,397</u>
Excess (deficiency) of total additions over total deductions	723,490	2,768	(1,200,262)
Cash and investment fund balance - beginning	<u>8,242,650</u>	<u>33,399</u>	<u>9,411,441</u>
Cash and investment fund balance - ending	<u>\$ 8,966,140</u>	<u>\$ 36,167</u>	<u>\$ 8,211,179</u>

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

GRANT 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 primary government, Grant County.

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

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

The Statement of Activities and Net Assets – Cash and Investment Basis displays information about the reporting government as a whole. It includes all funds of the reporting entity except for fiduciary funds. 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.

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 is used to account for the collection of motor vehicle highway distributions and other related taxes and fees intended for the maintenance, repair and preservation of County highways.

The local road and street fund is used to account for the collection of state distributions and other related taxes and fees intended for the maintenance, repair and preservation of County highways.

The family and children fund is used to account for collection of property taxes and state distributions to be used for the health and welfare of the citizens of Grant County.

The drainage maintenance fund is used to account for the collection of special assessments and other related fees associated with the maintenance and repair of the County drainage system.

GRANT COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

The emergency telephone system fund is used to account for the collection of the fees and payment of the costs associated with the lease, purchase, or maintenance of enhanced emergency telephone equipment.

The debt service fund is used to account for collection of property taxes to be used for the repayment of debt obligations of Grant County.

The cumulative bridge fund is used to provide funds for the cost of reconstruction, maintenance, and repair of bridges, approaches and grade separations.

Additionally, the County reports the following fund types:

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

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

The private-purpose trust funds account for donations held by the County for uses restricted by the donor.

Agency funds account for assets held by the County as an agent for individuals, private organizations, other governmental and/or other funds 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.

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.

GRANT COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

D. Assets and Cash and Investment Balances

1. Cash and Investments

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

2. Capital Assets

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

3. Long-Term Debt

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

4. Equity Classification

Government-Wide Statements

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

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

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

Fund Financial Statements

Governmental fund equity is classified as fund balance. 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.

GRANT COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

2. Operating Receipts and Disbursements

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

F. Internal and Interfund Balances and Activities

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

Fund Financial Statements

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

Government-Wide Financial Statements

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

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 and Net Assets – 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.

Prior to the first required publication, 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.

GRANT 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. Disbursements in Excess of Appropriations

For the year ended December 31, 2006, disbursements exceeded budgeted appropriations in the following funds by the amounts below:

Fund	2006
Debt Service	\$ 27,768
Local Road and Street	40,001
Cumulative Capital Development	349
Total	\$ 68,118

These disbursements were funded by available fund balances.

C. Cash and Investment Balance Deficits

At December 31, 2006, the following funds reported deficits in cash and investments, which are violations of the Uniform Compliance Guidelines and state statute:

Fund	2006
Drug Court Grant	\$ 44,440
Juvenile Community Corrections	1,088
JEAN Team Grant	7,171
Medical Health Insurance	464,200

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

III. Detailed Notes on All Funds

Deposits and Investments

A. 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

GRANT COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

political subdivision. At December 31, 2006, the bank balance held at Star Financial Bank in the amount of \$10,967,226 was collateralized with securities held by the pledging financial institution. The remaining bank balances were insured by the Federal Deposit Insurance Corporation or the Public Deposit Insurance Fund, which covers all public funds held in approved depositories.

B. Investments

Authorization for investment activity is stated in Indiana Code 5-13. The Sheriff's Merit Board has established an investment policy for the Sheriff's Retirement and Benefit Pension Plan. This investment policy outlines parameters for investment activity for the Sheriff's Pension Plans. As of December 31, 2006, the County had the following investments:

Investment Type	Primary Government Market Value	Sheriff's Retirement and Benefit Pension Plans
U.S. treasuries and securities	\$ -	\$ 144,449
U.S. agencies	-	761,418
Corporate bonds	-	404,087
Mutual funds	10,967,226	6,526,930
Corporate stock	-	275,667
Totals	<u>\$ 10,967,226</u>	<u>\$ 8,112,551</u>

Investment Policies

Indiana Code 5-13-9 authorizes the County to invest in securities backed by the full faith and credit of the United States Treasury or fully guaranteed by the United States of America and issued by the United States Treasury, a federal agency, a federal instrumentality, or a federal government sponsored enterprise. Indiana Code also authorizes the County 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.

GRANT COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Additionally, the County may enter into repurchase agreements with depositories designated by the State Board of Finance as depositories for state deposits involving the County'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 investment policy for the Sheriff's Retirement and Benefit Pension Plans was adopted by the Sheriff's Merit Board on May 31, 2006. Authorized investments include those within a balanced portfolio of investments composed of equity, fixed income, and cash equivalent securities, and, as such, are intended to be more aggressive than fixed income portfolios and less aggressive than purely equity-oriented portfolios.

Investment Custodial Credit Risk

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. The County does not have a formal investment policy for custodial credit risk for investments. At December 31, 2006, the County held investments in mutual funds in the amount of \$10,967,226. All of these investments were held by the counterparty's trust department or agent and in the County's name.

The Sheriff's Merit Board has not adopted an investment policy for custodial credit risk for investments. At December 31, 2006, the Sheriff's Retirement and Benefit Pension Plans held investments in U.S. Treasuries and Securities, U.S. Agencies, Corporate Bonds and Notes, Mutual Funds, Equities - Preferred Stock in the amount of \$8,112,551. All of these investments were held by the counterparty's trust department or agent and in the County's name.

Interest Rate Risk

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

The Sheriff's Merit Board has not adopted a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses.

Primary Government:

Investment Type	Investment Maturities (in Years)		
	Less Than 1	1-2	More Than 2
Mutual funds	\$ 10,967,226	\$ -	\$ -

GRANT COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Sheriff's Retirement and Benefit Pension Plans:

Investment Type	Investment Maturities (in Years)		
	Less Than 1	1-2	More Than 2
U.S. treasuries and securities	\$ -	\$ -	\$ 144,449
U.S. agencies	198,375	-	563,043
Corporate bonds	-	73,415	330,672
Mutual funds	6,526,930	-	-
Corporate stock	275,667	-	-
Totals	<u>\$ 7,000,972</u>	<u>\$ 73,415</u>	<u>\$ 1,038,164</u>

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.

Primary Government:

Standard and Poor's Rating	Moody's Rating	County's Investments		
		Mutual Funds	Corporate Bonds	Government Sponsored Enterprise
Unrated	Unrated	<u>\$ 10,967,226</u>	<u>\$ -</u>	<u>\$ -</u>

Sheriff's Retirement and Benefit Pension Plans:

Standard and Poor's Rating	Moody's Rating	Sheriff Pension Plan's Investments		
		Mutual Funds	Corporate Bonds	Government Sponsored Enterprise
AAA	Aaa	\$ -	\$ 258,425	\$ 761,418
A	A	-	145,662	-
Unrated	Unrated	6,526,930	-	-
Totals		<u>\$ 6,526,930</u>	<u>\$ 404,087</u>	<u>\$ 761,418</u>

GRANT COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Concentration of Credit Risk

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

The Sheriff's Merit Board has not adopted a policy for the concentration of credit risk. More than 5% of the Sheriff's Retirement and Benefit investments are in Vanguard 500 Index Fund Inv, T Rowe Price Mid Cap Value Fund, Federated Kaufmann Fund Class A, American Century International Growth Institute Fund and RMK Select Intermediate Bond Fund Class A. These investments represent 17%, 5%, 6%, 6%, and 6%, respectively, of the total investments.

Foreign Currency Risk

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

IV. Other Information

A. Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; job related illnesses or injuries to employees; medical benefits to employees, retirees, and dependents (excluding postemployment benefits); and natural disasters.

The risks of torts; theft of, damage to, and destruction of assets; errors and omissions; job related illnesses or injuries to employees; and natural disasters are covered by commercial insurance from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years. There were no significant reductions in insurance by major category of risk.

Medical Benefits to Employees

The County has chosen to establish a risk financing fund for risks associated with medical benefits to employees. The risk financing fund is accounted for in the Medical 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 \$100,000 per year. Settled claims, resulting from this risk did not exceed commercial insurance coverage in the past three years. Amounts are paid into the fund by all funds with payrolls and are available to pay claims, claim reserves, and administrative costs of the program. Interfund premiums are based upon an overall premium percentage which is applied to each fund's gross wages, and are reported as quasi-external interfund transactions.

B. Postemployment Benefits

In addition to the pension benefits described below, the County provides postemployment medical benefits, as authorized by Indiana Code 5-10-8, to all employees who retire from the County on or after attaining age 50 with at least 20 years of service. Currently, 14 retirees meet these eligibility requirements. The County and retirees provide 75% and 25%, respectively, of these postemployment benefits. Disbursements for those postemployment benefits are recognized on a pay-as-you-go basis. During the year ended December 31, 2006, disbursements of \$80,423 were recognized for postemployment benefits.

GRANT COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

C. Administration of Welfare Programs

The County is required to provide certain funding for administrative costs of welfare programs, the Hospital Care for the 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.

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

GRANT COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

members and beneficiaries. The trustee issues a publicly available financial report that includes financial statements and required supplementary information of the plan. The report may be obtained by contacting the County Sheriff.

Funding Policy and Annual Pension Cost

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

3. County Police Benefit Plan

Plan Description

The County contributes to the County Police Benefit Plan which is a single-employer defined benefit pension plan. With the approval of the County's fiscal body, the plan is administered by the Sheriff's Department and an appointed trustee as authorized by state statute (IC 36-8-10-12) for full-time police officers. The plan provides dependent pensions, life insurance, and disability benefits to plan members and beneficiaries. The trustee issues a publicly available financial report that includes financial statements and required supplementary information of the plan. The report may be obtained by contacting the County Sheriff.

Funding Policy and Annual Pension Cost

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

Actuarial Information for the Above Plans

	<u>PERF</u>	<u>County Police Retirement Plan</u>	<u>County Police Benefit Plan</u>
Annual required contribution	\$ 482,560	\$ 502,529	\$ 38,483
Interest on net pension obligation	(33,544)	7,455	-
Adjustment to annual required contribution	<u>38,226</u>	<u>(13,671)</u>	<u>-</u>
Annual pension cost	487,242	496,313	38,483
Contributions made	<u>445,226</u>	<u>502,529</u>	<u>38,483</u>
Increase (decrease) in net pension obligation	42,016	(6,216)	-
Net pension obligation, beginning of year	<u>(462,676)</u>	<u>106,497</u>	<u>-</u>
Net pension obligation, end of year	<u>\$ (420,660)</u>	<u>\$ 100,281</u>	<u>\$ -</u>

GRANT COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

	PERF	County Police Retirement Plan	County Police Benefit Plan
Contribution rates:			
County	5%	31%	2%
Plan members	3%	none	none
Actuarial valuation date	07-01-06	01-01-07	01-01-07
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

Actuarial Assumptions

Investment rate of return	7.25%	7%	7%
Projected future salary increases:			
Total	5%	5%	5%
Attributed to inflation	4%	4%	4%
Attributed to merit/seniority	1%	1%	1%
Cost-of-living adjustments	2%	2%	0%

Three Year Trend Information

	Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
PERF	06-30-04	\$ 364,853	123%	\$ (408,935)
	06-30-05	408,594	113%	(462,676)
	06-30-06	487,242	109%	(420,660)
County Police Retirement Plan	12-31-04	473,995	100%	113,098
	12-31-05	501,000	100%	106,497
	12-31-06	496,313	100%	100,281
County Police Benefit Plan	12-31-04	48,860	100%	-
	12-31-05	38,896	100%	-
	12-31-06	38,483	100%	-

E. Medical Health Insurance Fund

The County's medical insurance fund administrator recommends a balance of three times the monthly projected costs. That projection would be \$900,000. At December 31, 2006, the fund has a deficit balance of \$464,200.

GRANT COUNTY
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF FUNDING PROGRESS

Public Employees' Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-04	\$ 7,528,687	\$ 7,564,090	\$ (35,403)	100%	\$ 8,469,004	0%
07-01-05	7,897,799	8,633,667	(735,868)	91%	8,509,649	(9%)
07-01-06	8,536,160	9,070,845	(534,685)	94%	8,685,741	(6%)

County Police Pension Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Excess of Assets Over AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Excess AAL as a Percentage of Covered Payroll ((a-b)/c)
01-01-02	\$ 6,411,415	\$ 6,411,415	\$ -	100%	\$ 1,477,668	0%
01-01-03	6,391,047	6,391,047	-	100%	1,518,269	0%
01-01-04	6,589,593	6,589,593	-	100%	1,499,900	0%
01-01-05	7,049,424	7,049,424	-	100%	1,555,067	0%
01-01-06	7,788,389	7,788,389	-	100%	1,638,952	0%
01-01-07	8,614,722	8,614,722	-	100%	1,604,202	0%

GRANT 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, 2006

	Surveyor's Corner Perpetuation	Property Reassessment 2006	Recorder Records Perpetuation	Plat Book	Clerk Records Perpetuation	County Sales Disclosure	Supplemental Juvenile Probation Services
Receipts:							
Taxes	\$ -	\$ 332,281	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	35,403	-	-	-	-	-
Charges for services	14,460	-	74,620	23,628	11,833	8,490	36,031
Fines and forfeits	-	-	-	-	-	-	-
Other	141	19,856	-	-	-	-	-
Total receipts	14,601	387,540	74,620	23,628	11,833	8,490	36,031
Disbursements:							
General government	46,554	445,851	195,110	38,349	34,783	4,605	-
Public safety	-	-	-	-	-	-	10,405
Sanitation	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total disbursements	46,554	445,851	195,110	38,349	34,783	4,605	10,405
Excess (deficiency) of receipts over disbursements	(31,953)	(58,311)	(120,490)	(14,721)	(22,950)	3,885	25,626
Cash and investment fund balance - beginning	57,127	500,310	179,355	34,643	48,422	9,593	81,779
Cash and investment fund balance - ending	\$ 25,174	\$ 441,999	\$ 58,865	\$ 19,922	\$ 25,472	\$ 13,478	\$ 107,405
Cash and Investment Assets - December 31							
Cash and investments	\$ 25,174	\$ 441,999	\$ 58,865	\$ 19,922	\$ 25,472	\$ 13,478	\$ -
Restricted assets:							
Cash and investments	-	-	-	-	-	-	107,405
Total cash and investment assets - December 31	\$ 25,174	\$ 441,999	\$ 58,865	\$ 19,922	\$ 25,472	\$ 13,478	\$ 107,405
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 107,405
Health and welfare	-	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-	-
Unrestricted	25,174	441,999	58,865	19,922	25,472	13,478	-
Total cash and investment fund balance - December 31	\$ 25,174	\$ 441,999	\$ 58,865	\$ 19,922	\$ 25,472	\$ 13,478	\$ 107,405

GRANT 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, 2006
 (Continued)

	Supplemental Adult Probation Services	Community Transition Program	Clerk Support	County Extradition	Adult Community Corrections	Clerk Title IV-D Incentive	Community Corrections Home Detention
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	23,210	71,586	-	685,416	-	-
Charges for services	141,363	-	-	-	-	-	157,992
Fines and forfeits	-	-	-	-	-	-	-
Other	-	-	-	-	65,518	-	2,559
Total receipts	141,363	23,210	71,586	-	750,934	-	160,551
Disbursements:							
General government	-	-	16,957	-	-	40,884	-
Public safety	187,856	26,416	-	-	795,740	-	151,622
Sanitation	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total disbursements	187,856	26,416	16,957	-	795,740	40,884	151,622
Excess (deficiency) of receipts over disbursements	(46,493)	(3,206)	54,629	-	(44,806)	(40,884)	8,929
Cash and investment fund balance - beginning	240,463	7,716	69,976	10,065	135,091	43,747	240,919
Cash and investment fund balance - ending	<u>\$ 193,970</u>	<u>\$ 4,510</u>	<u>\$ 124,605</u>	<u>\$ 10,065</u>	<u>\$ 90,285</u>	<u>\$ 2,863</u>	<u>\$ 249,848</u>
<u>Cash and Investment Assets - December 31</u>							
Cash and investments	\$ -	\$ 4,510	\$ 124,605	\$ 10,065	\$ -	\$ 2,863	\$ -
Restricted assets:							
Cash and investments	193,970	-	-	-	90,285	-	249,848
Total cash and investment assets - December 31	\$ 193,970	\$ 4,510	\$ 124,605	\$ 10,065	\$ 90,285	\$ 2,863	\$ 249,848
<u>Cash and Investment Fund Balance - December 31</u>							
Restricted for:							
Public safety	\$ 193,970	\$ -	\$ -	\$ -	\$ 90,285	\$ -	\$ 249,848
Health and welfare	-	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-	-
Unrestricted	-	4,510	124,605	10,065	-	2,863	-
Total cash and investment fund balance - December 31	\$ 193,970	\$ 4,510	\$ 124,605	\$ 10,065	\$ 90,285	\$ 2,863	\$ 249,848

GRANT 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, 2006
 (Continued)

	Supplemental Public Defender	Jury Fee	Computer Access Fee	Local Plan Council	Deferred Prosecution Fee	Prosecutor's Education and Training	Criminal Thinking and Training
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	37,092	-	-	-	128,829	-	-
Fines and forfeits	-	19,234	-	-	-	-	-
Other	971	-	-	-	-	1,846	-
Total receipts	38,063	19,234	-	-	128,829	1,846	-
Disbursements:							
General government	-	38,886	-	-	-	-	-
Public safety	37,466	-	-	-	147,553	-	-
Sanitation	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total disbursements	37,466	38,886	-	-	147,553	-	-
Excess (deficiency) of receipts over disbursements	597	(19,652)	-	-	(18,724)	1,846	-
Cash and investment fund balance - beginning	47,589	46,435	8	2,275	61,090	3,156	1,641
Cash and investment fund balance - ending	<u>\$ 48,186</u>	<u>\$ 26,783</u>	<u>\$ 8</u>	<u>\$ 2,275</u>	<u>\$ 42,366</u>	<u>\$ 5,002</u>	<u>\$ 1,641</u>
<u>Cash and Investment Assets - December 31</u>							
Cash and investments	\$ 48,186	\$ 26,783	\$ 8	\$ 2,275	\$ 42,366	\$ 5,002	\$ 1,641
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - December 31	\$ 48,186	\$ 26,783	\$ 8	\$ 2,275	\$ 42,366	\$ 5,002	\$ 1,641
<u>Cash and Investment Fund Balance - December 31</u>							
Restricted for:							
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Health and welfare	-	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-	-
Unrestricted	48,186	26,783	8	2,275	42,366	5,002	1,641
Total cash and investment fund balance - December 31	\$ 48,186	\$ 26,783	\$ 8	\$ 2,275	\$ 42,366	\$ 5,002	\$ 1,641

GRANT 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, 2006
 (Continued)

	Pretrial Diversion	County Corrections Level Three	Sheriff Work Crew	Community Corrections Project Income	Community Corrections Truancy Intervention	Convention and Visitor's Bureau	Covered Bridge
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	52,986	116,667	-	-	-	1,777
Charges for services	4,110	-	-	91,606	-	297,984	-
Fines and forfeits	-	-	-	-	-	-	-
Other	-	-	-	10,517	-	14,256	-
Total receipts	4,110	52,986	116,667	102,123	-	312,240	1,777
Disbursements:							
General government	-	-	-	-	-	257,853	-
Public safety	-	54,482	101,399	161,876	-	-	-
Sanitation	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total disbursements	-	54,482	101,399	161,876	-	257,853	-
Excess (deficiency) of receipts over disbursements	4,110	(1,496)	15,268	(59,753)	-	54,387	1,777
Cash and investment fund balance - beginning	-	53,481	(1,051)	417,998	23,229	177,414	7,447
Cash and investment fund balance - ending	<u>\$ 4,110</u>	<u>\$ 51,985</u>	<u>\$ 14,217</u>	<u>\$ 358,245</u>	<u>\$ 23,229</u>	<u>\$ 231,801</u>	<u>\$ 9,224</u>
<u>Cash and Investment Assets - December 31</u>							
Cash and investments	\$ 4,110	\$ 51,985	\$ 14,217	\$ -	\$ -	\$ 231,801	\$ 9,224
Restricted assets:							
Cash and investments	-	-	-	358,245	23,229	-	-
Total cash and investment assets - December 31	\$ 4,110	\$ 51,985	\$ 14,217	\$ 358,245	\$ 23,229	\$ 231,801	\$ 9,224
<u>Cash and Investment Fund Balance - December 31</u>							
Restricted for:							
Public safety	\$ -	\$ -	\$ -	\$ 358,245	\$ 23,229	\$ -	\$ -
Health and welfare	-	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-	-
Unrestricted	4,110	51,985	14,217	-	-	231,801	9,224
Total cash and investment fund balance - December 31	\$ 4,110	\$ 51,985	\$ 14,217	\$ 358,245	\$ 23,229	\$ 231,801	\$ 9,224

GRANT 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, 2006
 (Continued)

	Vehicle Inspection	County Health	Drug Court Fees	Drug Court Grant	Certified Alcohol and Drug Program	Bioterrorism Grant	Local Health Maintenance
Receipts:							
Taxes	\$ -	\$ 66,706	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	7,176	-	139,824	-	50,050	44,144
Charges for services	1,265	180,467	-	5,887	144,551	-	-
Fines and forfeits	-	-	17,236	-	-	-	-
Other	-	963	200	1,012	-	5,340	550
Total receipts	1,265	255,312	17,436	146,723	144,551	55,390	44,694
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	853	-	240	163,806	96,298	55,517	-
Sanitation	-	-	-	-	-	-	-
Health and welfare	-	377,843	-	-	-	-	42,921
Culture and recreation	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total disbursements	853	377,843	240	163,806	96,298	55,517	42,921
Excess (deficiency) of receipts over disbursements	412	(122,531)	17,196	(17,083)	48,253	(127)	1,773
Cash and investment fund balance - beginning	2,602	240,369	-	(27,357)	410,304	3,611	56,986
Cash and investment fund balance - ending	<u>\$ 3,014</u>	<u>\$ 117,838</u>	<u>\$ 17,196</u>	<u>\$ (44,440)</u>	<u>\$ 458,557</u>	<u>\$ 3,484</u>	<u>\$ 58,759</u>
Cash and Investment Assets - December 31							
Cash and investments	\$ 3,014	\$ -	\$ -	\$ -	\$ -	\$ 3,484	\$ -
Restricted assets:							
Cash and investments	-	117,838	17,196	(44,440)	458,557	-	58,759
Total cash and investment assets - December 31	<u>\$ 3,014</u>	<u>\$ 117,838</u>	<u>\$ 17,196</u>	<u>\$ (44,440)</u>	<u>\$ 458,557</u>	<u>\$ 3,484</u>	<u>\$ 58,759</u>
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ -	\$ -	\$ 17,196	\$ (44,440)	\$ 458,557	\$ -	\$ -
Health and welfare	-	117,838	-	-	-	-	58,759
Other purposes	-	-	-	-	-	-	-
Unrestricted	3,014	-	-	-	-	3,484	-
Total cash and investment fund balance - December 31	<u>\$ 3,014</u>	<u>\$ 117,838</u>	<u>\$ 17,196</u>	<u>\$ (44,440)</u>	<u>\$ 458,557</u>	<u>\$ 3,484</u>	<u>\$ 58,759</u>

GRANT 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, 2006
 (Continued)

	State Tobacco Settlement Grant	State Tobacco Settlement Health Maintenance	Tobacco Grant	TAP/TEG Grant	Child Psychiatric Residential Treatment	Prosecutor Title IV-D Incentive	Juvenile Community Corrections
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 155,439	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	32,481	4,715	45,691	-	16,505	48,021	46,932
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other	-	14,144	1,041	4,000	-	-	10,126
Total receipts	32,481	18,859	46,732	4,000	171,944	48,021	57,058
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	27,458	58,754
Sanitation	-	-	-	-	-	-	-
Health and welfare	559	13,642	44,344	4,000	183,956	-	-
Culture and recreation	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total disbursements	559	13,642	44,344	4,000	183,956	27,458	58,754
Excess (deficiency) of receipts over disbursements	31,922	5,217	2,388	-	(12,012)	20,563	(1,696)
Cash and investment fund balance - beginning	42,434	61,595	(284)	-	454,147	128,131	608
Cash and investment fund balance - ending	<u>\$ 74,356</u>	<u>\$ 66,812</u>	<u>\$ 2,104</u>	<u>\$ -</u>	<u>\$ 442,135</u>	<u>\$ 148,694</u>	<u>\$ (1,088)</u>
Cash and Investment Assets - December 31							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (1,088)
Restricted assets:							
Cash and investments	74,356	66,812	2,104	-	442,135	148,694	-
Total cash and investment assets - December 31	\$ 74,356	\$ 66,812	\$ 2,104	\$ -	\$ 442,135	\$ 148,694	\$ (1,088)
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 148,694	\$ -
Health and welfare	74,356	66,812	2,104	-	442,135	-	-
Other purposes	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	(1,088)
Total cash and investment fund balance - December 31	\$ 74,356	\$ 66,812	\$ 2,104	\$ -	\$ 442,135	\$ 148,694	\$ (1,088)

GRANT 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, 2006
 (Continued)

	A. Benedict Training Center	Tornado Alert System	HIV Education Grant	Criminal Record Application	Grant County D.A.R.E.	J.E.A.N. Team Grant	Drug Free Communities Grant
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	125,697	-
Charges for services	-	-	-	7,890	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other	-	-	-	-	-	1,071	-
Total receipts	-	-	-	7,890	-	126,768	-
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	-	2,000	-	10,290	-	142,584	-
Sanitation	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total disbursements	-	2,000	-	10,290	-	142,584	-
Excess (deficiency) of receipts over disbursements	-	(2,000)	-	(2,400)	-	(15,816)	-
Cash and investment fund balance - beginning	95	2,000	19	6,750	375	8,645	358
Cash and investment fund balance - ending	<u>\$ 95</u>	<u>\$ -</u>	<u>\$ 19</u>	<u>\$ 4,350</u>	<u>\$ 375</u>	<u>\$ (7,171)</u>	<u>\$ 358</u>
Cash and Investment Assets - December 31							
Cash and investments	\$ 95	\$ -	\$ 19	\$ 4,350	\$ 375	\$ -	\$ -
Restricted assets:							
Cash and investments	-	-	-	-	-	(7,171)	358
Total cash and investment assets - December 31	\$ 95	\$ -	\$ 19	\$ 4,350	\$ 375	\$ (7,171)	\$ 358
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	(7,171)	\$ 358
Health and welfare	-	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-	-
Unrestricted	95	-	19	4,350	375	-	-
Total cash and investment fund balance - December 31	\$ 95	\$ -	\$ 19	\$ 4,350	\$ 375	\$ (7,171)	\$ 358

GRANT 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, 2006
 (Continued)

	Guardian Ad Litem/ CASA	Self-Sufficient Program	Community Corrections Division of Addiction Services	Women's Services/ Victims Assistance	Operation Pull Over/ DART	Accident Report	Firearms Training
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	8,330
Intergovernmental	-	51,422	-	25,121	6,500	-	-
Charges for services	-	-	-	-	-	7,458	-
Fines and forfeits	-	-	-	-	-	-	-
Other	16,000	-	-	-	-	-	-
Total receipts	16,000	51,422	-	25,121	6,500	7,458	8,330
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	28,709	5,866	8,625	3,387
Sanitation	-	-	-	-	-	-	-
Health and welfare	-	56,098	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total disbursements	-	56,098	-	28,709	5,866	8,625	3,387
Excess (deficiency) of receipts over disbursements	16,000	(4,676)	-	(3,588)	634	(1,167)	4,943
Cash and investment fund balance - beginning	(16,000)	4,676	6,561	3,588	(76)	2,485	2,456
Cash and investment fund balance - ending	\$ -	\$ -	\$ 6,561	\$ -	\$ 558	\$ 1,318	\$ 7,399
Cash and Investment Assets - December 31							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	-	-	6,561	-	558	1,318	7,399
Total cash and investment assets - December 31	\$ -	\$ -	\$ 6,561	\$ -	\$ 558	\$ 1,318	\$ 7,399
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ -	\$ -	\$ 6,561	\$ -	\$ 558	\$ 1,318	\$ 7,399
Health and welfare	-	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	-
Total cash and investment fund balance - December 31	\$ -	\$ -	\$ 6,561	\$ -	\$ 558	\$ 1,318	\$ 7,399

GRANT 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, 2006
 (Continued)

	Sheriff Drug Interdiction	CASA	CJI Meth Mini Grant	Operation Pull Over/ Governor's Council	County Drug Free Community	DUI Task Force	Big City/County Seatbelt Enforcement
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	44,010	-	36,607	-	21,500	-
Charges for services	-	-	-	-	58,268	-	-
Fines and forfeits	5,893	-	-	-	-	-	-
Other	-	-	1	-	-	-	-
Total receipts	<u>5,893</u>	<u>44,010</u>	<u>1</u>	<u>36,607</u>	<u>58,268</u>	<u>21,500</u>	<u>-</u>
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	4,598	-	-	34,826	74,989	24,505	706
Sanitation	-	-	-	-	-	-	-
Health and welfare	-	44,010	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total disbursements	<u>4,598</u>	<u>44,010</u>	<u>-</u>	<u>34,826</u>	<u>74,989</u>	<u>24,505</u>	<u>706</u>
Excess (deficiency) of receipts over disbursements	1,295	-	1	1,781	(16,721)	(3,005)	(706)
Cash and investment fund balance - beginning	200	100	(1)	3,995	79,183	4,254	883
Cash and investment fund balance - ending	<u>\$ 1,495</u>	<u>\$ 100</u>	<u>\$ -</u>	<u>\$ 5,776</u>	<u>\$ 62,462</u>	<u>\$ 1,249</u>	<u>\$ 177</u>
<u>Cash and Investment Assets - December 31</u>							
Cash and investments	\$ -	\$ 100	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	1,495	-	-	5,776	62,462	1,249	177
Total cash and investment assets - December 31	<u>\$ 1,495</u>	<u>\$ 100</u>	<u>\$ -</u>	<u>\$ 5,776</u>	<u>\$ 62,462</u>	<u>\$ 1,249</u>	<u>\$ 177</u>
<u>Cash and Investment Fund Balance - December 31</u>							
Restricted for:							
Public safety	\$ 1,495	\$ -	\$ -	\$ 5,776	\$ 62,462	\$ 1,249	\$ 177
Health and welfare	-	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-	-
Unrestricted	-	100	-	-	-	-	-
Total cash and investment fund balance - December 31	<u>\$ 1,495</u>	<u>\$ 100</u>	<u>\$ -</u>	<u>\$ 5,776</u>	<u>\$ 62,462</u>	<u>\$ 1,249</u>	<u>\$ 177</u>

GRANT 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, 2006
 (Continued)

	Car Seat Fitting Station	Sheriff's Law Enforcement Continuing Education	Emergency Planning and Right to Know	Recorder CISP	Build Indiana Grant	IEDC/FUTR Skills \$ NOW	Workforce Investment
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	900	-	17,296	-	-	-	11,183
Charges for services	-	4,398	-	25,260	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other	-	-	200	-	-	-	-
Total receipts	900	4,398	17,496	25,260	-	-	11,183
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	2,665	3,727	15,043	-	-	-	-
Sanitation	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total disbursements	2,665	3,727	15,043	-	-	-	-
Excess (deficiency) of receipts over disbursements	(1,765)	671	2,453	25,260	-	-	11,183
Cash and investment fund balance - beginning	2,232	700	40,509	-	2,701	1,500	(11,183)
Cash and investment fund balance - ending	\$ 467	\$ 1,371	\$ 42,962	\$ 25,260	\$ 2,701	\$ 1,500	\$ -
Cash and Investment Assets - December 31							
Cash and investments	\$ -	\$ -	\$ -	\$ 25,260	\$ 2,701	\$ 1,500	\$ -
Restricted assets:							
Cash and investments	467	1,371	42,962	-	-	-	-
Total cash and investment assets - December 31	\$ 467	\$ 1,371	\$ 42,962	\$ 25,260	\$ 2,701	\$ 1,500	\$ -
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ 467	\$ 1,371	\$ 42,962	\$ -	\$ -	\$ -	\$ -
Health and welfare	-	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-	-
Unrestricted	-	-	-	25,260	2,701	1,500	-
Total cash and investment fund balance - December 31	\$ 467	\$ 1,371	\$ 42,962	\$ 25,260	\$ 2,701	\$ 1,500	\$ -

GRANT 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, 2006
 (Continued)

	Bulletproof Vest	JAG Grant	JAP/JUV Account Program	State Immunization Representative	Plan Commission Nonreverting	Law Enforcement Assistance	ECISWD Recycling Grant
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	2,020	56,262	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other	-	-	785	-	-	-	-
Total receipts	2,020	56,262	785	-	-	-	-
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	2,020	32,250	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total disbursements	2,020	32,250	-	-	-	-	-
Excess (deficiency) of receipts over disbursements	-	24,012	785	-	-	-	-
Cash and investment fund balance - beginning	-	-	(785)	4,154	15	1	13,687
Cash and investment fund balance - ending	\$ -	\$ 24,012	\$ -	\$ 4,154	\$ 15	\$ 1	\$ 13,687
Cash and Investment Assets - December 31							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ 15	\$ 1	\$ -
Restricted assets:							
Cash and investments	-	24,012	-	4,154	-	-	13,687
Total cash and investment assets - December 31	\$ -	\$ 24,012	\$ -	\$ 4,154	\$ 15	\$ 1	\$ 13,687
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ -	\$ 24,012	\$ -	\$ -	\$ -	\$ -	\$ -
Health and welfare	-	-	-	4,154	-	-	-
Other purposes	-	-	-	-	-	-	13,687
Unrestricted	-	-	-	-	15	1	-
Total cash and investment fund balance - December 31	\$ -	\$ 24,012	\$ -	\$ 4,154	\$ 15	\$ 1	\$ 13,687

GRANT 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, 2006
 (Continued)

	Ten Commandments	99 Yard Waste Management	99 Recycling Grant	Refund/Grant Housing Development	Recycled Furniture	RRR Recycle Center	Boys and Girls Club
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other	-	-	44,155	-	-	57,991	-
Total receipts	-	-	44,155	-	-	57,991	-
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Sanitation	-	-	18,377	-	-	68,479	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	9,250
Economic development	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total disbursements	-	-	18,377	-	-	68,479	9,250
Excess (deficiency) of receipts over disbursements	-	-	25,778	-	-	(10,488)	(9,250)
Cash and investment fund balance - beginning	100	104,785	60,661	590	5,490	73,928	9,250
Cash and investment fund balance - ending	<u>\$ 100</u>	<u>\$ 104,785</u>	<u>\$ 86,439</u>	<u>\$ 590</u>	<u>\$ 5,490</u>	<u>\$ 63,440</u>	<u>\$ -</u>
Cash and Investment Assets - December 31							
Cash and investments	\$ 100	\$ -	\$ -	\$ 590	\$ 5,490	\$ -	\$ -
Restricted assets:							
Cash and investments	-	104,785	86,439	-	-	63,440	-
Total cash and investment assets - December 31	<u>\$ 100</u>	<u>\$ 104,785</u>	<u>\$ 86,439</u>	<u>\$ 590</u>	<u>\$ 5,490</u>	<u>\$ 63,440</u>	<u>\$ -</u>
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Health and welfare	-	-	-	-	-	-	-
Other purposes	-	104,785	86,439	-	-	63,440	-
Unrestricted	100	-	-	590	5,490	-	-
Total cash and investment fund balance - December 31	<u>\$ 100</u>	<u>\$ 104,785</u>	<u>\$ 86,439</u>	<u>\$ 590</u>	<u>\$ 5,490</u>	<u>\$ 63,440</u>	<u>\$ -</u>

GRANT 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, 2006
 (Continued)

	Recycling Grant/IDEM	Homeland Security/ SEMP	Finding Words Indiana	Homeland Security/ CBRNE	Homeland Security/ Part II	HAVA - Voting Machines	Homeland Security 2005
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	29,999	-	-	14,500	374,635
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other	-	26	-	-	-	-	-
Total receipts	-	26	29,999	-	-	14,500	374,635
Disbursements:							
General government	-	-	-	-	-	14,500	-
Public safety	-	1,200	38,476	-	-	-	374,635
Sanitation	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total disbursements	-	1,200	38,476	-	-	14,500	374,635
Excess (deficiency) of receipts over disbursements	-	(1,174)	(8,477)	-	-	-	-
Cash and investment fund balance - beginning	1,442	1,174	8,477	12	181	-	-
Cash and investment fund balance - ending	<u>\$ 1,442</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12</u>	<u>\$ 181</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Cash and Investment Assets - December 31</u>							
Cash and investments	\$ 1,442	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	-	-	-	12	181	-	-
Total cash and investment assets - December 31	<u>\$ 1,442</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12</u>	<u>\$ 181</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Cash and Investment Fund Balance - December 31</u>							
Restricted for:							
Public safety	\$ -	\$ -	\$ -	\$ 12	\$ 181	\$ -	\$ -
Health and welfare	-	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-	-
Unrestricted	1,442	-	-	-	-	-	-
Total cash and investment fund balance - December 31	<u>\$ 1,442</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12</u>	<u>\$ 181</u>	<u>\$ -</u>	<u>\$ -</u>

GRANT 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, 2006
 (Continued)

	T.I.P./IV-D Investigator	Jail Addictions Treatment Program	Interpreters Grant	Sheriff's Commissary	County Crime Control	J.E.A.N. Team Operating
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	1,000	-	-	-
Charges for services	12,500	-	-	536,240	-	-
Fines and forfeits	-	-	-	-	-	-
Other	36,713	10,000	-	-	3,417	65,613
Total receipts	49,213	10,000	1,000	536,240	3,417	65,613
Disbursements:						
General government	-	-	-	-	-	-
Public safety	63,961	5,820	2,300	503,231	7,028	84,059
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total disbursements	63,961	5,820	2,300	503,231	7,028	84,059
Excess (deficiency) of receipts over disbursements	(14,748)	4,180	(1,300)	33,009	(3,611)	(18,446)
Cash and investment fund balance - beginning	51,927	80	2,550	35,826	5,613	35,787
Cash and investment fund balance - ending	<u>\$ 37,179</u>	<u>\$ 4,260</u>	<u>\$ 1,250</u>	<u>\$ 68,835</u>	<u>\$ 2,002</u>	<u>\$ 17,341</u>
Cash and Investment Assets - December 31						
Cash and investments	\$ -	\$ 4,260	\$ 1,250	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	37,179	-	-	68,835	2,002	17,341
Total cash and investment assets - December 31	<u>\$ 37,179</u>	<u>\$ 4,260</u>	<u>\$ 1,250</u>	<u>\$ 68,835</u>	<u>\$ 2,002</u>	<u>\$ 17,341</u>
Cash and Investment Fund Balance - December 31						
Restricted for:						
Public safety	\$ 37,179	\$ -	\$ -	\$ 68,835	\$ 2,002	\$ 17,341
Health and welfare	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-
Unrestricted	-	4,260	1,250	-	-	-
Total cash and investment fund balance - December 31	<u>\$ 37,179</u>	<u>\$ 4,260</u>	<u>\$ 1,250</u>	<u>\$ 68,835</u>	<u>\$ 2,002</u>	<u>\$ 17,341</u>

GRANT 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, 2006
 (Continued)

	Community Comeback Grant	Victims Advocacy	General Drain Improvement	Cumulative Capital Development	Totals
Receipts:					
Taxes	\$ -	\$ -	\$ -	\$ 466,432	\$ 1,020,858
Special assessments	-	-	103,456	-	103,456
Licenses and permits	-	-	-	-	8,330
Intergovernmental	25,000	54,385	-	49,754	2,370,375
Charges for services	-	-	-	-	2,012,222
Fines and forfeits	-	-	-	-	42,363
Other	-	-	8,032	3,108	400,152
Total receipts	25,000	54,385	111,488	519,294	5,957,756
Disbursements:					
General government	-	-	198,893	410,350	1,743,575
Public safety	-	41,841	-	-	3,597,082
Sanitation	-	-	-	-	86,856
Health and welfare	-	-	-	-	767,373
Culture and recreation	-	-	-	-	9,250
Economic development	25,000	-	-	-	25,000
Debt service:					
Principal	-	-	2,289	312,979	315,268
Interest	-	-	42	20,333	20,375
Total disbursements	25,000	41,841	201,224	743,662	6,564,779
Excess (deficiency) of receipts over disbursements	-	12,544	(89,736)	(224,368)	(607,023)
Cash and investment fund balance - beginning	-	-	158,078	543,688	5,136,780
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 12,544</u>	<u>\$ 68,342</u>	<u>\$ 319,320</u>	<u>\$ 4,529,757</u>
<u>Cash and Investment Assets - December 31</u>					
Cash and investments	\$ -	\$ -	\$ 68,342	\$ 319,320	\$ 1,605,171
Restricted assets:					
Cash and investments	-	12,544	-	-	2,924,586
Total cash and investment assets - December 31	<u>\$ -</u>	<u>\$ 12,544</u>	<u>\$ 68,342</u>	<u>\$ 319,320</u>	<u>\$ 4,529,757</u>
<u>Cash and Investment Fund Balance - December 31</u>					
Restricted for:					
Public safety	\$ -	\$ 12,544	\$ -	\$ -	\$ 1,890,077
Health and welfare	-	-	-	-	766,158
Other purposes	-	-	-	-	268,351
Unrestricted	-	-	68,342	319,320	1,605,171
Total cash and investment fund balance - December 31	<u>\$ -</u>	<u>\$ 12,544</u>	<u>\$ 68,342</u>	<u>\$ 319,320</u>	<u>\$ 4,529,757</u>

GRANT COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PRIVATE-PURPOSE TRUST FUNDS
 For The Year Ended December 31, 2006

	Congressional Principal	EMA Traffic Donations	Tobacco Prevention Donations	Totals
Additions:				
Contributions:				
Other	\$ -	\$ 20,961	\$ 5,825	\$ 26,786
Deductions:				
Other	-	18,596	5,422	24,018
Excess of total additions over total deductions	-	2,365	403	2,768
Cash and investment fund balance - beginning	29,029	4,320	50	33,399
Cash and investment fund balance - ending	<u>\$ 29,029</u>	<u>\$ 6,685</u>	<u>\$ 453</u>	<u>\$ 36,167</u>

GRANT COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2006

	<u>Surplus Tax</u>	<u>Surplus Dog</u>	<u>Tax Sale Redemption</u>	<u>Tax Sale Surplus</u>	<u>Tax Certificate Sale Redemption</u>	<u>State Sales Disclosure Fee</u>	<u>Coroner's Training and Continuing Education</u>	<u>County Police Pension</u>
Additions:								
Agency fund additions	\$ 379,711	\$ 2,628	\$ 687,582	\$ 3,520,453	\$ 22,714	\$ 8,580	\$ 4,292	\$ 29,254
Deductions:								
Agency fund deductions	<u>293,696</u>	<u>1,592</u>	<u>678,299</u>	<u>2,879,194</u>	<u>9,749</u>	<u>8,760</u>	<u>4,145</u>	<u>38,767</u>
Excess (deficiency) of total additions over total deductions	86,015	1,036	9,283	641,259	12,965	(180)	147	(9,513)
Cash and investment fund balance - beginning	<u>779,228</u>	<u>1,247</u>	<u>2,014</u>	<u>2,480,018</u>	-	<u>730</u>	<u>301</u>	<u>16,057</u>
Cash and investment fund balance - ending	<u>\$ 865,243</u>	<u>\$ 2,283</u>	<u>\$ 11,297</u>	<u>\$ 3,121,277</u>	<u>\$ 12,965</u>	<u>\$ 550</u>	<u>\$ 448</u>	<u>\$ 6,544</u>

GRANT COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	City/Town Court Cost	Education Plate Fee	Narcotics Pending	Children's Home Trust	Center Township Poor Relief Debt	Welfare Trust	County Hospital Care for the Indigent
Additions:							
Agency fund additions	\$ 12,657	\$ 2,325	\$ 49,469	\$ 2,680	\$ -	\$ 119,972	\$ 1,493,900
Deductions:							
Agency fund deductions	13,290	2,325	35,112	-	-	122,651	1,975,375
Excess (deficiency) of total additions over total deductions	(633)	-	14,357	2,680	-	(2,679)	(481,475)
Cash and investment fund balance - beginning	7,090	-	34,445	56,531	(132)	38,392	481,475
Cash and investment fund balance - ending	<u>\$ 6,457</u>	<u>\$ -</u>	<u>\$ 48,802</u>	<u>\$ 59,211</u>	<u>\$ (132)</u>	<u>\$ 35,713</u>	<u>\$ -</u>

GRANT COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	Medical Assistance to Wards	Children with Special Health Care Needs	County Law Enforcement Continuing Education	Recorder Trust	Mortgage Fee	Congressional Interest	Inheritance Tax
Additions:							
Agency fund additions	\$ 153,283	\$ 92,456	\$ 2,568	\$ 14,700	\$ 8,813	\$ 360	\$ 1,451,896
Deductions:							
Agency fund deductions	203,750	124,170	1,668	-	8,995	1,161	1,788,497
Excess (deficiency) of total additions over total deductions	(50,467)	(31,714)	900	14,700	(182)	(801)	(336,601)
Cash and investment fund balance - beginning	50,467	31,714	54,286	808	1,580	26,015	471,559
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 55,186</u>	<u>\$ 15,508</u>	<u>\$ 1,398</u>	<u>\$ 25,214</u>	<u>\$ 134,958</u>

GRANT COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	<u>Innkeepers Tax</u>	<u>State Fees</u>	<u>Tax Distributions</u>	<u>Payroll Withholdings</u>	<u>County Treasurer</u>	<u>Clerk of the Circuit Court</u>	<u>County Recorder</u>
Additions:							
Agency fund additions	\$ -	\$ 242,203	\$ 78,384,020	\$ 4,543,124	\$ 86,565,388	\$ 10,295,045	\$ 291,784
Deductions:							
Agency fund deductions	-	266,484	78,314,826	4,485,682	87,688,298	10,321,516	291,784
Excess (deficiency) of total additions over total deductions	-	(24,281)	69,194	57,442	(1,122,910)	(26,471)	-
Cash and investment fund balance - beginning	<u>211</u>	<u>58,195</u>	<u>1,683,897</u>	<u>116,882</u>	<u>1,967,305</u>	<u>954,856</u>	<u>-</u>
Cash and investment fund balance - ending	<u>\$ 211</u>	<u>\$ 33,914</u>	<u>\$ 1,753,091</u>	<u>\$ 174,324</u>	<u>\$ 844,395</u>	<u>\$ 928,385</u>	<u>\$ -</u>

GRANT COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	County Sheriff	Inmate Trust	Inmate Work	Work Release	Health Department	Probation Department	Totals
Additions:							
Agency fund additions	\$ 1,246,879	\$ 1,372,767	\$ 10,075	\$ 241,860	\$ 176,570	\$ 188,127	\$ 191,618,135
Deductions:							
Agency fund deductions	<u>1,246,286</u>	<u>1,385,270</u>	<u>10,603</u>	<u>240,369</u>	<u>185,571</u>	<u>190,512</u>	<u>192,818,397</u>
Excess (deficiency) of total additions over total deductions	593	(12,503)	(528)	1,491	(9,001)	(2,385)	(1,200,262)
Cash and investment fund balance - beginning	<u>2,363</u>	<u>24,778</u>	<u>705</u>	<u>16,496</u>	<u>37,309</u>	<u>14,619</u>	<u>9,411,441</u>
Cash and investment fund balance - ending	<u>\$ 2,956</u>	<u>\$ 12,275</u>	<u>\$ 177</u>	<u>\$ 17,987</u>	<u>\$ 28,308</u>	<u>\$ 12,234</u>	<u>\$ 8,211,179</u>

GRANT COUNTY
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT

December 31, 2006

Description of Asset	Ending Balance	Due Within One Year
Governmental Activities:		
Capital leases:		
E-911 Equipment	\$ 165,486	\$ 165,486
HVAC Refinancing	324,449	324,449
Sheriff's Patrol Cars	95,718	46,443
Bonds payable:		
General obligation bonds:		
1998 Juvenile Detention Center	3,480,000	390,000
2005 Juvenile Housing	<u>1,285,000</u>	<u>105,000</u>
Total governmental activities long-term debt	<u>\$ 5,350,653</u>	<u>\$ 1,031,378</u>

GRANT COUNTY
OTHER REPORTS

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

County Auditor
County Sheriff

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 GRANT COUNTY, INDIANA

Compliance

We have audited the compliance of Grant 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, 2006. The County's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether 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, 2006.

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, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

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

A control deficiency in a County's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be significant deficiencies or material weaknesses, as defined above.

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

STATE BOARD OF ACCOUNTS

August 22, 2007

GRANT COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended December 31, 2006

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. DEPARTMENT OF AGRICULTURE</u>			
Pass-Through Indiana Department of Education			
Child Nutrition Cluster			
School Breakfast Program	10.553		\$ 12,358
National School Lunch Program	10.555		<u>22,307</u>
Total for federal grantor agency			<u>34,665</u>
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Direct Grant			
Drug Court Discretionary Grant Program	16.585	2004-DC-BX-0027	<u>151,911</u>
Bulletproof Vest Partnership Program	16.607		<u>2,020</u>
Pass-Through Indiana Criminal Justice Institute			
Crime Victim Assistance	16.575	04-VA-055	8,477
		05-VA-038	32,736
		05-VA-040	26,647
		05-VA-041	18,687
		05-VA-042	21,772
		06-VA-037	17,363
		06-VA-039	<u>11,249</u>
Total for program			<u>136,931</u>
Edward Byrne Memorial Formula Grant Program	16.579	04-DB-012	<u>28,612</u>
Violence Against Women Formula Grants	16.588	05-ST-018	19,495
		05-ST-019	28,709
		03-VATR-002	<u>29,999</u>
Total for program			<u>78,203</u>
Edward Byrne Memorial Justice Assistance Grant Program	16.738	03-DB-067	60,624
		05-DJ-072	18,808
		2005-DJ-BX-1196	<u>32,250</u>
Total for program			<u>111,682</u>
Total for federal grantor agency			<u>509,359</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Pass-Through Indiana Criminal Justice Institute			
Highway Safety Cluster			
State and Community Highway Safety	20.600	PT-06-04-07-12	<u>15,819</u>
Alcohol Traffic Safety and Drunk Driving Prevention Incentive Grants	20.601	J8-2006-04-04-01	<u>19,007</u>
Safety Incentive Grants for Use of Seatbelts	20.604	IN-05-02-03-12	<u>706</u>
Traffic Safety Grants		154AL-06-03-03-06	<u>24,505</u>
Total for federal grantor agency			<u>60,037</u>

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

GRANT COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended December 31, 2006
(Continued)

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana State Department of Health			
Centers for Disease Control and Prevention - Investigations and Technical Assistance	93.283		
FY 2005-2006		BPRS-126-3	45,820
FY 2006-2007		BPRS-126-3	2,357
Pandemic Assessment			<u>2,340</u>
Total for program			<u>50,517</u>
Pass-Through Indiana Department of Child Services			
Child Support Enforcement	93.563		
County Prosecutor's Expenditures			178,065
Incentive Payment			119,007
IV-D Court Expenditures			101,410
County Clerk's Expenditures			36,706
Indirect Costs			<u>18,896</u>
Total for program			<u>454,084</u>
Total for federal grantor agency			<u>504,601</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Homeland Security			
Emergency Management Performance Grants	97.042		<u>21,171</u>
Homeland Security Grant Program	97.067		<u>167,065</u>
State Homeland Security Program	97.073		<u>11,250</u>
Law Enforcement Terrorism Prevention Program (LETPP)	97.074		
FY 2004			94,938
FY 2005			<u>101,382</u>
Total for program			<u>196,320</u>
Total for federal grantor agency			<u>395,806</u>
Total federal awards expended			<u>\$ 1,504,468</u>

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

GRANT COUNTY
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

I. Basis of Presentation

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

II. Subrecipients

Of the federal expenditures presented in the schedule, the County provided federal awards to subrecipients as follows for the year ended December 31, 2006:

Program Title	Federal CFDA Number	Amount
Crime Victim Assistance	16.575	\$ 103,909
Violence Against Women Formula Grants	16.588	58,708

GRANT COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

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

Noncompliance material to financial statements noted? no

Federal Awards:

Internal control over major programs:

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

Type of auditor's report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? no

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
93.563	Child Support Enforcement
97.067	Homeland Security Grant Program
97.074	Law Enforcement Terrorism Prevention Program (LETPP)

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

Auditee qualified as low-risk auditee? no

Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

GRANT COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

GRANT COUNTY
EXIT CONFERENCE

The contents of this report were discussed on August 22, 2007, with Michael H. Burton, Auditor; Mark Bardsley, President of the Board of County Commissioners; and Mike Scott, President of the County Council.