

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

ANNUAL FINANCIAL REPORT

2006

MIAMI COUNTY, INDIANA



FILED
10/16/2007

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Brenda Weaver	01-01-05 to 12-31-08
Treasurer	Karen Large	01-01-05 to 12-31-08
Clerk	Trudy McRae	01-01-04 to 12-31-07
Sheriff	Kenneth F. Roland	01-01-03 to 12-31-10
Recorder	Sherry Payne	01-01-05 to 12-31-08
President of the Board of County Commissioners	Gary D. Hawley	01-01-06 to 12-31-07
President of the County Council	James Stephenson William E. Click	01-01-06 to 12-31-06 01-01-07 to 12-31-07



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

TO: THE OFFICIALS OF MIAMI COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Miami 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 September 24, 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, Schedule of Capital Assets, 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 Capital Assets and Schedule of Long-Term Debt have not been subjected to the auditing procedures applied by us in the audit of the basic financial statements and, accordingly, we express no opinion on them.

STATE BOARD OF ACCOUNTS

September 24, 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 MIAMI COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Miami 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 September 24, 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.

Our consideration of the internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we considered to be significant deficiencies.

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. We consider the deficiency described in item 2006-1 of the accompanying Schedule of Findings and Questioned Costs to be a significant deficiency in internal control over financial reporting.

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. However, of the significant deficiencies described above, we consider item 2006-1 to be a material weakness.

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 instances of noncompliance or other matters that are required to be reported under Government Auditing Standards and which are described in the accompanying Schedule of Findings and Questioned Costs as item 2006-1.

We noted certain matters that we reported to management in a separate letter dated September 24, 2007.

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

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

September 24, 2007

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

Functions/Programs	Disbursements	Program Receipts			Net (Disbursement) Receipt and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Primary government:					
Governmental activities:					
General government	\$ 7,626,773	\$ 2,340,338	\$ -	\$ -	\$ (5,286,435)
Public safety	4,232,621	34,701	-	-	(4,197,920)
Highways and streets	3,146,064	-	-	-	(3,146,064)
Health and welfare	3,090,868	-	1,203,469	-	(1,887,399)
Economic development	856,346	-	-	-	(856,346)
Culture and recreation	94,702	-	-	-	(94,702)
Capital outlay	215,272	-	-	239,528	24,256
Total primary government	19,262,646	2,375,039	1,203,469	239,528	(15,444,610)
General receipts:					
Property taxes					13,502,010
Other local sources					1,480,649
Grants and contributions not restricted to specific programs					4,222,068
Unrestricted investment earnings					310,991
Total general receipts					19,515,718
Change in net assets					4,071,108
Net assets - beginning					10,030,186
Net assets - ending					\$ 14,101,294
<u>Assets</u>					
Cash and investments					\$ 1,621,554
Restricted assets:					
Cash and investments					12,479,740
Total assets					\$ 14,101,294
<u>Net Assets</u>					
Restricted for:					
Public safety					\$ 1,465,235
Highways and streets					1,514,732
Health and welfare					1,454,780
Economic development					2,535,713
Capital outlay					1,919,533
Other purposes					3,589,747
Unrestricted					1,621,554
Total net assets					\$ 14,101,294

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

MIAMI 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	Highway	Welfare Family and Children	County Economic Development Income Tax	Other Governmental Funds	Totals
Receipts:						
Taxes	\$ 8,265,838	\$ -	\$ 2,567,120	\$ 733,110	\$ 1,935,942	\$ 13,502,010
Licenses and permits	-	-	-	-	21,694	21,694
Intergovernmental	50,803	2,791,441	10,615	102,810	1,256,342	4,212,011
Charges for services	272,330	-	718,957	-	1,174,575	2,165,862
Fines and forfeits	20,258	-	-	-	167,225	187,483
Other	1,632,377	38,668	-	52,049	318,131	2,041,225
Total receipts	10,241,606	2,830,109	3,296,692	887,969	4,873,909	22,130,285
Disbursements:						
General government	5,827,110	-	-	-	995,431	6,822,541
Public safety	2,537,532	-	-	-	1,695,089	4,232,621
Highways and streets	-	2,324,290	-	-	821,774	3,146,064
Health and welfare	-	-	2,529,812	-	561,056	3,090,868
Culture and recreation	94,702	-	-	-	-	94,702
Economic development	-	-	-	856,346	-	856,346
Capital outlay:						
Highways and streets	-	-	-	-	215,272	215,272
Total disbursements	8,459,344	2,324,290	2,529,812	856,346	4,288,622	18,458,414
Excess of receipts over disbursements	1,782,262	505,819	766,880	31,623	585,287	3,671,871
Other financing sources (uses):						
Interfund loan received	-	-	500,000	-	-	500,000
Interfund loan repaid	-	-	(500,000)	-	-	(500,000)
Transfers in	-	-	-	-	126,413	126,413
Transfers out	-	-	-	-	(126,413)	(126,413)
Total other financing sources (uses)	-	-	-	-	-	-
Excess of receipts and other financing sources over disbursements and other financing uses	1,782,262	505,819	766,880	31,623	585,287	3,671,871
Cash and investment fund balance - beginning	(358,101)	792,028	23,316	2,436,346	6,661,859	9,555,448
Cash and investment fund balance - ending	\$ 1,424,161	\$ 1,297,847	\$ 790,196	\$ 2,467,969	\$ 7,247,146	13,227,319
Amounts reported for governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis are different because:						
Internal services funds are used by management to charge the costs of certain services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis.						873,975
Net assets of governmental activities						\$ 14,101,294
Cash and Investment Assets - December 31						
Cash and investments	\$ 1,424,161	\$ -	\$ -	\$ -	\$ 197,393	\$ 1,621,554
Restricted assets:						
Cash and investments	-	1,297,847	790,196	2,467,969	7,049,753	11,605,765
Total cash and investment assets - December 31	\$ 1,424,161	\$ 1,297,847	\$ 790,196	\$ 2,467,969	\$ 7,247,146	\$ 13,227,319
Cash and Investment Fund Balance - December 31						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ 1,465,235	\$ 1,465,235
Highways and streets	-	1,297,847	-	-	216,885	1,514,732
Health and welfare	-	-	790,196	-	664,584	1,454,780
Economic development	-	-	-	2,467,969	67,744	2,535,713
Capital outlay	-	-	-	-	1,919,533	1,919,533
Other	-	-	-	-	2,715,772	2,715,772
Unrestricted	1,424,161	-	-	-	197,393	1,621,554
Total cash and investment fund balance - December 31	\$ 1,424,161	\$ 1,297,847	\$ 790,196	\$ 2,467,969	\$ 7,247,146	\$ 13,227,319

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

MIAMI 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

	Internal Service Fund
Operating receipts:	
Other	\$ 1,203,469
Operating disbursements:	
Other	804,232
Excess of operating receipts over operating disbursements	399,237
Cash and investment fund balance - beginning	474,738
Cash and investment fund balance - ending	\$ 873,975
<u>Cash and Investment Assets - December 31</u>	
Restricted assets:	
Cash and investments	\$ 873,975
<u>Cash and Investment Fund Balance - December 31</u>	
Restricted for:	
Other purposes	\$ 873,975

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

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

	Pension Trust Funds	Private-Purpose Trust Funds	Agency Funds
Additions:			
Contributions:			
Employer	\$ 116,565	\$ -	\$ -
Plan members	<u>15,409</u>	<u>-</u>	<u>-</u>
Total contributions	<u>131,974</u>	<u>-</u>	<u>-</u>
Investment earnings:			
Net increase in fair value of investments	50,864	-	-
Interest	583	1,451	-
Dividends	<u>38,492</u>	<u>-</u>	<u>-</u>
Total investment earnings	89,939	1,451	-
Agency fund additions	<u>-</u>	<u>-</u>	<u>95,963,385</u>
Total additions	<u>221,913</u>	<u>1,451</u>	<u>95,963,385</u>
Deductions:			
Benefits	30,118	-	-
Administrative and general	10,018	-	-
Agency fund deductions	<u>-</u>	<u>-</u>	<u>109,717,400</u>
Total deductions	<u>40,136</u>	<u>-</u>	<u>109,717,400</u>
Excess (deficiency) of total additions over total deductions	181,777	1,451	(13,754,015)
Cash and investment fund balance - beginning	<u>1,132,915</u>	<u>30,960</u>	<u>15,983,887</u>
Cash and investment fund balance - ending	<u>\$ 1,314,692</u>	<u>\$ 32,411</u>	<u>\$ 2,229,872</u>

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

MIAMI COUNTY
NOTES TO FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies

A. Reporting Entity

The County was established under the laws of the State of Indiana. The County operates under a Council-Commissioner form of government and provides the following services: public safety (police), highways and streets, health welfare and social services, culture and recreation, public improvements, planning and zoning, and general administrative services.

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

Primary Government: Miami County

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

Related Organizations

The County's officials are also responsible for appointing the members of the boards of other organizations, but the County's accountability for these organizations does not extend beyond making the appointments. The County appoints the board members of the Miami County Economic Development Authority.

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

The Statement of Activities and Net Assets – Cash and Investment Basis displays information about the reporting government as a whole. It includes all funds of the reporting entity except for fiduciary funds. 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. However, at this time, the County does not have any business-type activities.

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 accounts for the state motor vehicle highway distributions. Funds may be used for the direct and indirect costs of repairing and maintaining the County's roads.

MIAMI COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

The welfare family and children fund accounts for the costs of providing various assistance programs administered by the Indiana Department of Child Services. Financing is provided by property taxes and state and federal reimbursements.

The county economic development income tax fund accounts for the County's share of the county economic development income tax. Funds may be used to promote economic development in the County.

The County reports the following major proprietary fund:

The internal service fund accounts for employee health care benefits provided to other departments. Revenues are from charges to the various departments on a premium per employee basis and supplemental funding from the commissioners budget in the general fund.

Additionally, the County reports the following fund types:

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

The private-purpose trust fund reports a statutory arrangement under which income on endowment principal benefits the County school corporations.

Agency funds account for assets held by the County as an agent for county jail inmates and various taxing authorities 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. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the internal service fund and other governmental funds. Elimination of these charges would distort the direct costs and program receipts reported for the various functions concerned.

MIAMI COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

D. Assets and Cash and Investment Balances

1. Cash and Investments

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

2. 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.

MIAMI COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

E. Receipts and Disbursements

1. Program Receipts

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

2. Operating Receipts and Disbursements

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

F. Internal and Interfund Balances and Activities

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

Fund Financial Statements

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

Government-Wide Financial Statements

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

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.

MIAMI COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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.

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
Supplemental Adult Probation	\$ 32,485
County Drug Free Community	6,928
Total	\$ 39,413

These disbursements were funded by available fund balance remaining in each fund.

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
Health Grant	\$ 446
Community Correction Grant	9,881
Soil and Water Grant	2,383

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.

MIAMI COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

III. Detailed Notes on All Funds

A. Deposits and Investments

1. Deposits

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

2. Investments

Authorization for investment activity is stated in Indiana Code 5-13. The Sheriff's Merit Board has not established an investment policy for the Sheriff's Retirement and Benefit Pension Plan. As of December 31, 2006, the County had the following investments:

<u>Investment Type</u>	<u>Sheriff's Retirement and Benefit Pension Plans</u>
Mutual Funds	<u>\$ 1,295,810</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.

MIAMI 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 Sheriff's Merit Board has not adopted an investment policy for interest rate and credit risk.

Investment Custodial Credit Risk

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. The County does not have a formal investment policy for custodial credit risk for investments. At December 31, 2006, the County did not hold any investments that were subject to investment custodial credit risk.

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 mutual funds in the amount of \$1,295,810. Of these investments \$-0- were held by the investment's counterparty, not in the name of the Sheriff's Pension Plan.

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.

Foreign Currency Risk

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

The Sheriff's Merit Board has not adopted a formal policy in regards to foreign currency risk.

B. Interfund Transfers

Interfund transfers for the year ended December 31, 2006, were as follows:

Transfer From	Transfer To	2006
Riverboat Wagering	Miami County Riverboat Wagering	\$ <u>126,413</u>

The County typically uses transfers for cash flow purposes as provided by various statutory provisions.

MIAMI COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

IV. Other Information

A. Risk Management

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

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

Medical Benefits to Employees, Retirees and Dependents

The County has chosen to establish a risk financing fund for risks associated with medical benefits to employees, retirees, and dependents. The risk financing fund is accounted for in the Self-Insurance Fund, an internal service fund, where assets are set aside for claim settlements. An excess policy through commercial insurance covers individual claims in excess of \$40,000 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 charged at a flat rate per employee, and are reported as quasi-external interfund transactions. These premium revenues are supplemented from the commissioner's budget in the general fund.

Job Related Illnesses and Injuries to Employees

During 1992, the County joined a public entity risk pool, Indiana Public Employer's Plan, currently operating as a common risk management and insurance program for member governmental entities. This risk pool was formed in 1989. The purpose of the risk pool is to provide a medium for the funding and administration of claims arising from job related illnesses or injuries to employees. The County pays an annual premium to the risk pool for its job related illnesses or injuries to employees. The risk pool is considered a self-sustaining risk pool that will provide coverage for its members for up to \$1,000,000 per insured event. The risk pool obtains independent coverage for insured events in excess of the \$1,000,000 limit.

B. Subsequent Events

The County Commissioners have entered into contracts for architectural services and construction management services for work associated with the construction of a new 250 bed jail. The site has been selected within the North Miami Industrial Park. The project will be funded by a .25% increase, in the county option income tax rate. Construction is anticipated to begin during the spring of 2008.

C. Postemployment Benefits

In addition to the pension benefits described below, the County provides postemployment health insurance benefits, as authorized by Indiana Code 5-10-8, to all employees who retire from the County on or after attaining age 55 with at least 20 years of service. Currently, two retirees meet these eligibility requirements. These retirees pay \$185.56 per month plus co-pays and the County pays the balance of these postemployment benefits. Disbursements for those postemployment benefits are recognized on a pay-as-you-go basis. Disbursements for postemployment benefits cannot be reasonably estimated.

MIAMI COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

D. 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.

E. 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)

MIAMI COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

for full-time police officers. The plan provides retirement, death, and disability benefits to plan members and beneficiaries. The trustee issues a publicly available financial report that includes financial statements and required supplementary information of the plan. The report may be obtained by contacting the county sheriff.

Funding Policy and Annual Pension Cost

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

3. County Police Benefit Plan

Plan Description

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

Funding Policy and Annual Pension Cost

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

Actuarial Information for the Above Plans

	<u>PERF</u>	<u>County Police Retirement Plan</u>	<u>County Police Benefit Plan</u>
Annual required contribution	\$ 222,530	\$ 108,485	\$ 5,611
Interest on net pension obligation	(14,923)	1,348	-
Adjustment to annual required contribution	<u>17,006</u>	<u>(2,258)</u>	<u>-</u>
Annual pension cost	224,613	107,575	5,611
Contributions made	<u>203,383</u>	<u>110,954</u>	<u>5,611</u>
Increase (decrease) in net pension obligation	21,230	(3,379)	-
Net pension obligation, beginning of year	<u>(205,832)</u>	<u>19,259</u>	<u>-</u>
Net pension obligation, end of year	<u>\$ (184,602)</u>	<u>\$ 15,880</u>	<u>\$ -</u>

MIAMI COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

	PERF	County Police Retirement Plan	County Police Benefit Plan
Contribution rates:			
County	5%	23%	1%
Plan members	3%	6%	6%
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	\$ 141,627	129%	\$ (177,902)
	06-30-05	172,109	116%	(205,832)
	06-30-06	224,613	118%	(184,602)
County Police Retirement Plan	12-31-04	67,491	106%	(4,070)
	12-31-05	105,113	78%	19,259
	12-31-06	108,485	102%	15,880
County Police Benefit Plan	12-31-04	6,364	100%	-
	12-31-05	7,048	100%	-
	12-31-06	5,611	100%	-

F. Interlocal Agreement – Loan Receivable

On February 14, 2000, the Miami County Commissioners entered into an interlocal agreement with the Grissom Redevelopment Authority (GRA), now known as the Miami County Economic Development Authority, in which the County was committed to providing up to \$800,000 local match for a federal grant to the GRA. The purpose of the funding was to demolish old dormitories on the grounds of Grissom Aeroplex. Fifty percent of the County match was to be in the form of a loan to be repaid to the County within five years at three percent interest. As of December 31, 2006, the project loan balance receivable was \$188,083.

MIAMI COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

G. Interlocal Agreement – Loan Payable

On January 22, 2001, the Miami County Commissioners entered an interlocal agreement with the Grissom Redevelopment Authority (GRA), now known as the Miami County Economic Development Authority, in which the County agreed to obtain a loan from the Indiana Department of Commerce to be used by the GRA for demolition of old dormitories on the grounds of Grissom Aeroplex. On March 23, 2001, the County received the \$300,000 loan from the Indiana Department of Commerce Industrial Development Fund. The County disbursed the entire amount of the loan to the GRA. The terms of the interlocal agreement call for the GRA to repay this loan to the State. The terms of the loan require semiannual payments of \$15,000 plus interest at three percent with the first payment due July 1, 2001, and the final payment due January 1, 2011. As of December 31, 2006, the principal balance of this loan was \$135,000.

H. Interest Rate Buydowns

The County has entered into several interest rate buydown agreements with local companies. The purpose of these agreements is to provide incentives for the companies to make capital expenditures that will create or retain full-time employment opportunities in the County. The agreements call for the County to make payments directly to each company from the County Economic Development Income Tax Fund based on the certification by the lending institutions of each company's complete performance of the terms of their debt obligations. The maximum liability of the County under these agreements for calendar years 2006, 2007, and 2008 is \$85,720, \$68,500, and \$68,500, respectively.

I. Designation of Funds to City of Peru

The County has designated, by ordinance, a portion of its share of county economic development income tax funds to the City of Peru for the lease financing, through the Peru Municipal Facilities Corporation, of certain water and wastewater infrastructure known as the Northwest Utility Corridor Project. The County is participating in this project for the purpose of promoting economic development. The County will not receive any tangible assets in exchange for the funding provided. The amount outstanding on the Peru Municipal Facilities Corporation lease at December 31, 2006, is \$3,585,000. The County has agreed to pay one-half of the lease payments. The County's annual lease payment is approximately \$161,000 through the year 2020.

J. Economic Development Grant Commitments

The County Commissioners have committed county economic development income tax funds to support several local businesses in relocating, purchasing new equipment, building infrastructure, or start-up costs. At December 31, 2006, these commitments for calendar years 2006 and 2007 are \$243,000 and \$100,000; respectively.

MIAMI COUNTY
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF FUNDING PROGRESS

Public Employees' Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Excess of Assets Over (Unfunded) AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Excess (Unfunded) AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-04	\$ 3,309,167	\$ 3,179,455	\$ 129,712	104%	\$ 3,955,288	3%
07-01-05	3,467,498	3,762,213	(294,715)	92%	4,105,230	(7%)
07-01-06	3,459,041	3,763,364	(304,323)	92%	4,039,887	(8%)

County Police Retirement Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
01-01-02	\$ 771,071	\$ 771,071	-	100%	\$ 460,752	0%
01-01-03	814,703	1,055,779	(241,076)	77%	483,640	(50%)
01-01-04	896,387	1,136,930	(240,543)	79%	453,317	(53%)
01-01-05	992,454	1,366,472	(374,018)	73%	502,658	(74%)
01-01-06	1,153,931	1,542,958	(389,027)	75%	514,199	(76%)
01-01-07	1,367,107	1,743,506	(376,399)	78%	568,255	(66%)

MIAMI 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

	Local Road and Street	Plat Book	Tobacco Settlement	Health Coordinate - Homeland Security	Health Homeland Security	County Health Environmental	County Health	Environmental Civil Penalties
Receipts:								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 183,520	\$ -
Licenses and permits	-	-	-	-	-	-	21,694	-
Intergovernmental	381,592	-	21,051	37,580	6,469	-	654	-
Charges for services	-	12,422	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	1,125
Other	9,486	-	-	-	-	8,620	38,957	-
Total receipts	391,078	12,422	21,051	37,580	6,469	8,620	244,825	1,125
Disbursements:								
General government	-	3,777	-	-	-	-	-	-
Public safety	-	-	-	40,601	8,916	-	-	-
Highways and streets	389,586	-	-	-	-	-	-	-
Health and welfare	-	-	21,051	-	-	10,293	234,015	-
Capital outlay:								
Highways and streets	-	-	-	-	-	-	-	-
Total disbursements	389,586	3,777	21,051	40,601	8,916	10,293	234,015	-
Excess (deficiency) of receipts over disbursements	1,492	8,645	-	(3,021)	(2,447)	(1,673)	10,810	1,125
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,492	8,645	-	(3,021)	(2,447)	(1,673)	10,810	1,125
Cash and investment fund balance - beginning	215,393	24,400	-	7,337	2,583	1,673	74,534	-
Cash and investment fund balance - ending	<u>\$ 216,885</u>	<u>\$ 33,045</u>	<u>\$ -</u>	<u>\$ 4,316</u>	<u>\$ 136</u>	<u>\$ -</u>	<u>\$ 85,344</u>	<u>\$ 1,125</u>
Cash and Investment Assets - December 31								
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:								
Cash and investments	216,885	33,045	-	4,316	136	-	85,344	1,125
Total cash and investment assets - December 31	\$ 216,885	\$ 33,045	\$ -	\$ 4,316	\$ 136	\$ -	\$ 85,344	\$ 1,125
Cash and Investment Fund Balance - December 31								
Restricted for:								
Public safety	\$ -	\$ -	\$ -	\$ 4,316	\$ 136	\$ -	\$ -	\$ -
Highways and streets	216,885	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	85,344	1,125
Economic development	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Other	-	33,045	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	-	-
Total cash and investment fund balance - December 31	\$ 216,885	\$ 33,045	\$ -	\$ 4,316	\$ 136	\$ -	\$ 85,344	\$ 1,125

MIAMI 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)

	Health Grant	Health Maintenance Tobacco	County Welfare Child Psychiatric	Operation Pullover	Accident Report	Jury Fees	JAIBG Program	FEMA
Receipts:								
Taxes	\$ -	\$ 55,260	\$ 209,103	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental	20,000	-	-	5,966	-	-	-	-
Charges for services	-	-	-	-	2,137	-	-	-
Fines and forfeits	-	-	-	-	-	14,251	-	-
Other	513	-	-	2,000	-	-	-	-
Total receipts	20,513	55,260	209,103	7,966	2,137	14,251	-	-
Disbursements:								
General government	-	-	-	-	-	-	-	-
Public safety	-	-	-	4,562	99	-	-	-
Highways and streets	-	-	-	-	-	-	-	-
Health and welfare	22,568	42,121	173,482	-	-	-	-	-
Capital outlay:								
Highways and streets	-	-	-	-	-	-	-	-
Total disbursements	22,568	42,121	173,482	4,562	99	-	-	-
Excess (deficiency) of receipts over disbursements	(2,055)	13,139	35,621	3,404	2,038	14,251	-	-
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,055)	13,139	35,621	3,404	2,038	14,251	-	-
Cash and investment fund balance - beginning	1,609	7,844	444,253	(187)	4,484	38,896	2,828	96
Cash and investment fund balance - ending	<u>\$ (446)</u>	<u>\$ 20,983</u>	<u>\$ 479,874</u>	<u>\$ 3,217</u>	<u>\$ 6,522</u>	<u>\$ 53,147</u>	<u>\$ 2,828</u>	<u>\$ 96</u>
Cash and Investment Assets - December 31								
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:								
Cash and investments	(446)	20,983	479,874	3,217	6,522	53,147	2,828	96
Total cash and investment assets - December 31	<u>\$ (446)</u>	<u>\$ 20,983</u>	<u>\$ 479,874</u>	<u>\$ 3,217</u>	<u>\$ 6,522</u>	<u>\$ 53,147</u>	<u>\$ 2,828</u>	<u>\$ 96</u>
Cash and Investment Fund Balance - December 31								
Restricted for:								
Public safety	\$ -	\$ -	\$ -	\$ 3,217	\$ 6,522	\$ -	\$ 2,828	\$ 96
Highways and streets	-	-	-	-	-	-	-	-
Health and welfare	(446)	20,983	479,874	-	-	-	-	-
Economic development	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	53,147	-	-
Unrestricted	-	-	-	-	-	-	-	-
Total cash and investment fund balance - December 31	<u>\$ (446)</u>	<u>\$ 20,983</u>	<u>\$ 479,874</u>	<u>\$ 3,217</u>	<u>\$ 6,522</u>	<u>\$ 53,147</u>	<u>\$ 2,828</u>	<u>\$ 96</u>

MIAMI 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)

	1999 Reassessment	2005 Reassessment	County Sales Disclosure	LECE	Administrative Fee - Probation	County Voter Reg Access	Firearms Training
Receipts:							
Taxes	\$ -	\$ 304,743	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	910	-	-	-	-	-
Charges for services	-	-	-	-	32,282	-	10,870
Fines and forfeits	-	-	-	-	-	-	-
Other	450	9,425	4,910	-	-	100	-
Total receipts	450	315,078	4,910	-	32,282	100	10,870
Disbursements:							
General government	-	168,214	-	-	-	-	-
Public safety	-	-	-	3,030	-	-	2,370
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Capital outlay:							
Highways and streets	-	-	-	-	-	-	-
Total disbursements	-	168,214	-	3,030	-	-	2,370
Excess (deficiency) of receipts over disbursements	450	146,864	4,910	(3,030)	32,282	100	8,500
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	450	146,864	4,910	(3,030)	32,282	100	8,500
Cash and investment fund balance - beginning	(450)	993,492	5,276	6,925	42,609	480	7,734
Cash and investment fund balance - ending	\$ -	\$ 1,140,356	\$ 10,186	\$ 3,895	\$ 74,891	\$ 580	\$ 16,234
Cash and Investment Assets - December 31							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	-	1,140,356	10,186	3,895	74,891	580	16,234
Total cash and investment assets - December 31	\$ -	\$ 1,140,356	\$ 10,186	\$ 3,895	\$ 74,891	\$ 580	\$ 16,234
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ -	\$ -	\$ -	\$ 3,895	\$ 74,891	\$ -	\$ 16,234
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other	-	1,140,356	10,186	-	-	580	-
Unrestricted	-	-	-	-	-	-	-
Total cash and investment fund balance - December 31	\$ -	\$ 1,140,356	\$ 10,186	\$ 3,895	\$ 74,891	\$ 580	\$ 16,234

MIAMI 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)

	Disaster Fund	YMCA Rural Transit Grant	Criminal Justice Equipment Grant	User Fee Drug and Alcohol	GRA Dorm Project Grant	GRA Dorm Project Loan	Law Enforcement Continuing Education
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	163,706	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	88,857	-	-	-
Other	-	-	-	-	-	-	6,736
Total receipts	-	163,706	-	88,857	-	-	6,736
Disbursements:							
General government	-	163,706	-	-	-	-	-
Public safety	-	-	-	74,600	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Capital outlay:							
Highways and streets	-	-	-	-	-	-	-
Total disbursements	-	163,706	-	74,600	-	-	-
Excess (deficiency) of receipts over disbursements	-	-	-	14,257	-	-	6,736
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	-	14,257	-	-	6,736
Cash and investment fund balance - beginning	1,214	-	525	29,897	33,872	33,872	2,448
Cash and investment fund balance - ending	<u>\$ 1,214</u>	<u>\$ -</u>	<u>\$ 525</u>	<u>\$ 44,154</u>	<u>\$ 33,872</u>	<u>\$ 33,872</u>	<u>\$ 9,184</u>
Cash and Investment Assets - December 31							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	1,214	-	525	44,154	33,872	33,872	9,184
Total cash and investment assets - December 31	<u>\$ 1,214</u>	<u>\$ -</u>	<u>\$ 525</u>	<u>\$ 44,154</u>	<u>\$ 33,872</u>	<u>\$ 33,872</u>	<u>\$ 9,184</u>
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ 1,214	\$ -	\$ 525	\$ 44,154	\$ -	\$ -	\$ 9,184
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	33,872	33,872	-
Capital outlay	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	-
Total cash and investment fund balance - December 31	<u>\$ 1,214</u>	<u>\$ -</u>	<u>\$ 525</u>	<u>\$ 44,154</u>	<u>\$ 33,872</u>	<u>\$ 33,872</u>	<u>\$ 9,184</u>

MIAMI 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)

	County Drug Free Community	Prosecutor's Diversion and Deferral	Supplemental Juvenile Probation Services	Sheriff Misc Grants	Community Transition Program	Community Correction Grant	Community Correction Project Income
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	5,527	62,898	101,222	-
Charges for services	-	136,780	3,585	-	-	-	-
Fines and forfeits	40,885	-	-	-	-	-	-
Other	-	-	-	-	-	-	157,690
Total receipts	<u>40,885</u>	<u>136,780</u>	<u>3,585</u>	<u>5,527</u>	<u>62,898</u>	<u>101,222</u>	<u>157,690</u>
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	72,928	154,277	-	5,527	350	239,806	68,526
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Capital outlay:							
Highways and streets	-	-	-	-	-	-	-
Total disbursements	<u>72,928</u>	<u>154,277</u>	<u>-</u>	<u>5,527</u>	<u>350</u>	<u>239,806</u>	<u>68,526</u>
Excess (deficiency) of receipts over disbursements	<u>(32,043)</u>	<u>(17,497)</u>	<u>3,585</u>	<u>-</u>	<u>62,548</u>	<u>(138,584)</u>	<u>89,164</u>
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(32,043)</u>	<u>(17,497)</u>	<u>3,585</u>	<u>-</u>	<u>62,548</u>	<u>(138,584)</u>	<u>89,164</u>
Cash and investment fund balance - beginning	<u>95,597</u>	<u>220,451</u>	<u>100,760</u>	<u>-</u>	<u>3,121</u>	<u>128,703</u>	<u>161,164</u>
Cash and investment fund balance - ending	<u>\$ 63,554</u>	<u>\$ 202,954</u>	<u>\$ 104,345</u>	<u>\$ -</u>	<u>\$ 65,669</u>	<u>\$ (9,881)</u>	<u>\$ 250,328</u>
<u>Cash and Investment Assets - December 31</u>							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	<u>63,554</u>	<u>202,954</u>	<u>104,345</u>	<u>-</u>	<u>65,669</u>	<u>(9,881)</u>	<u>250,328</u>
Total cash and investment assets - December 31	<u>\$ 63,554</u>	<u>\$ 202,954</u>	<u>\$ 104,345</u>	<u>\$ -</u>	<u>\$ 65,669</u>	<u>\$ (9,881)</u>	<u>\$ 250,328</u>
<u>Cash and Investment Fund Balance - December 31</u>							
Restricted for:							
Public safety	\$ 63,554	\$ 202,954	\$ 104,345	\$ -	\$ 65,669	\$ (9,881)	\$ 250,328
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Unrestricted	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total cash and investment fund balance - December 31	<u>\$ 63,554</u>	<u>\$ 202,954</u>	<u>\$ 104,345</u>	<u>\$ -</u>	<u>\$ 65,669</u>	<u>\$ (9,881)</u>	<u>\$ 250,328</u>

MIAMI 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	Victim's Advocate	Court Appointed Special Advocate	Emergency Management Miscellaneous Grant	4-D Clerk 2000	IV-D Clerk	Old - IV-D Prosecutor
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	18,191	3,474	-	12,348	-	-
Charges for services	168,816	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total receipts	168,816	18,191	3,474	-	12,348	-	-
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	181,289	-	1,074	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	35,569	-	-	7,583	-	-
Capital outlay:							
Highways and streets	-	-	-	-	-	-	-
Total disbursements	181,289	35,569	1,074	-	7,583	-	-
Excess (deficiency) of receipts over disbursements	(12,473)	(17,378)	2,400	-	4,765	-	-
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(12,473)	(17,378)	2,400	-	4,765	-	-
Cash and investment fund balance - beginning	128,135	25,392	12,349	50	41,758	259	25
Cash and investment fund balance - ending	<u>\$ 115,662</u>	<u>\$ 8,014</u>	<u>\$ 14,749</u>	<u>\$ 50</u>	<u>\$ 46,523</u>	<u>\$ 259</u>	<u>\$ 25</u>
<u>Cash and Investment Assets - December 31</u>							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	115,662	8,014	14,749	50	46,523	259	25
Total cash and investment assets - December 31	\$ 115,662	\$ 8,014	\$ 14,749	\$ 50	\$ 46,523	\$ 259	\$ 25
<u>Cash and Investment Fund Balance - December 31</u>							
Restricted for:							
Public safety	\$ 115,662	\$ 8,014	\$ 14,749	\$ 50	\$ -	\$ -	\$ 25
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	46,523	259	-
Economic development	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	-
Total cash and investment fund balance - December 31	\$ 115,662	\$ 8,014	\$ 14,749	\$ 50	\$ 46,523	\$ 259	\$ 25

MIAMI 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)

	New - IV-D Prosecutor	County Correction	Soil and Water Grant	Local Emergency Planning and Right to Know	Recorder's Records Perpetuation	Surveyor's Corner Perpetuation	County Extradition
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	18,796	25,000	-	-	-	-	-
Charges for services	-	-	-	9,598	46,193	7,995	-
Fines and forfeits	-	-	-	-	-	-	-
Other	-	-	4,253	-	-	-	-
Total receipts	18,796	25,000	4,253	9,598	46,193	7,995	-
Disbursements:							
General government	-	-	-	-	31,018	-	-
Public safety	9,895	31,663	-	-	-	-	469
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	4,301	9,773	-	-	-
Capital outlay:							
Highways and streets	-	-	-	-	-	-	-
Total disbursements	9,895	31,663	4,301	9,773	31,018	-	469
Excess (deficiency) of receipts over disbursements	8,901	(6,663)	(48)	(175)	15,175	7,995	(469)
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	8,901	(6,663)	(48)	(175)	15,175	7,995	(469)
Cash and investment fund balance - beginning	34,442	36,133	(2,335)	6,669	23,476	49,906	505
Cash and investment fund balance - ending	<u>\$ 43,343</u>	<u>\$ 29,470</u>	<u>\$ (2,383)</u>	<u>\$ 6,494</u>	<u>\$ 38,651</u>	<u>\$ 57,901</u>	<u>\$ 36</u>
<u>Cash and Investment Assets - December 31</u>							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	43,343	29,470	(2,383)	6,494	38,651	57,901	36
Total cash and investment assets - December 31	<u>\$ 43,343</u>	<u>\$ 29,470</u>	<u>\$ (2,383)</u>	<u>\$ 6,494</u>	<u>\$ 38,651</u>	<u>\$ 57,901</u>	<u>\$ 36</u>
<u>Cash and Investment Fund Balance - December 31</u>							
Restricted for:							
Public safety	\$ 43,343	\$ 29,470	\$ -	\$ 6,494	\$ -	\$ -	\$ 36
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	(2,383)	-	-	-	-
Economic development	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other	-	-	-	-	38,651	57,901	-
Unrestricted	-	-	-	-	-	-	-
Total cash and investment fund balance - December 31	<u>\$ 43,343</u>	<u>\$ 29,470</u>	<u>\$ (2,383)</u>	<u>\$ 6,494</u>	<u>\$ 38,651</u>	<u>\$ 57,901</u>	<u>\$ 36</u>

MIAMI 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	Rainy Day	Sheriff Reserve	2006 Cert Grant	Community Emergency Response	Miami County Riverboat Wagering	Title III Requirement
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	222	1,154	126,127	-
Charges for services	53,305	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other	-	-	150	-	-	-	-
Total receipts	53,305	-	150	222	1,154	126,127	-
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	111,477	-	227	222	1,154	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Capital outlay:							
Highways and streets	-	-	-	-	-	-	-
Total disbursements	111,477	-	227	222	1,154	-	-
Excess (deficiency) of receipts over disbursements	(58,172)	-	(77)	-	-	126,127	-
Other financing sources (uses):							
Transfers in	-	-	-	-	-	126,413	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	126,413	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(58,172)	-	(77)	-	-	252,540	-
Cash and investment fund balance - beginning	101,556	197,393	1,559	-	1,033	133,097	3,300
Cash and investment fund balance - ending	<u>\$ 43,384</u>	<u>\$ 197,393</u>	<u>\$ 1,482</u>	<u>\$ -</u>	<u>\$ 1,033</u>	<u>\$ 385,637</u>	<u>\$ 3,300</u>
<u>Cash and Investment Assets - December 31</u>							
Cash and investments	\$ -	\$ 197,393	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	43,384	-	1,482	-	1,033	385,637	3,300
Total cash and investment assets - December 31	\$ 43,384	\$ 197,393	\$ 1,482	\$ -	\$ 1,033	\$ 385,637	\$ 3,300
<u>Cash and Investment Fund Balance - December 31</u>							
Restricted for:							
Public safety	\$ 43,384	\$ -	\$ 1,482	\$ -	\$ 1,033	\$ -	\$ -
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other	-	-	-	-	-	385,637	3,300
Unrestricted	-	197,393	-	-	-	-	-
Total cash and investment fund balance - December 31	\$ 43,384	\$ 197,393	\$ 1,482	\$ -	\$ 1,033	\$ 385,637	\$ 3,300

MIAMI 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)

	Homeland Security Camera 06	Homeland Security Radios 06	2005 EMPG	Courthouse Security Grant	Cumulative Courthouse	Homeland Security Laptop Grant	Clerk Perpetuation Fund
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 553,505	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	33,629	69,940	27,506	34,895	2,270	11,250	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	11,754
Other	-	-	-	-	100	-	-
Total receipts	33,629	69,940	27,506	34,895	555,875	11,250	11,754
Disbursements:							
General government	-	-	-	-	540,982	-	16,108
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Capital outlay:							
Highways and streets	33,629	69,881	27,506	34,895	-	-	-
Total disbursements	33,629	69,881	27,506	34,895	540,982	-	16,108
Excess (deficiency) of receipts over disbursements	-	59	-	-	14,893	11,250	(4,354)
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	59	-	-	14,893	11,250	(4,354)
Cash and investment fund balance - beginning	-	-	-	-	638,273	-	32,845
Cash and investment fund balance - ending	\$ -	\$ 59	\$ -	\$ -	\$ 653,166	\$ 11,250	\$ 28,491
Cash and Investment Assets - December 31							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	-	59	-	-	653,166	11,250	28,491
Total cash and investment assets - December 31	\$ -	\$ 59	\$ -	\$ -	\$ 653,166	\$ 11,250	\$ 28,491
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ -	\$ 59	\$ -	\$ -	\$ -	\$ 11,250	\$ -
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	653,166	-	-
Other	-	-	-	-	-	-	28,491
Unrestricted	-	-	-	-	-	-	-
Total cash and investment fund balance - December 31	\$ -	\$ 59	\$ -	\$ -	\$ 653,166	\$ 11,250	\$ 28,491

MIAMI 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 Service of Process Fee	Child Project System	Sheriff Radio Loan	Cumulative Bridge	E-911	Security Protection	General Drain Improvement
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ 565,712	\$ -	\$ -	\$ 4,227
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	49,362	-	1,657	-	12,946	-
Charges for services	-	-	-	24,373	571,154	-	-
Fines and forfeits	10,353	-	-	-	-	-	-
Other	-	-	-	45,837	-	-	-
Total receipts	<u>10,353</u>	<u>49,362</u>	<u>-</u>	<u>637,579</u>	<u>571,154</u>	<u>12,946</u>	<u>4,227</u>
Disbursements:							
General government	-	-	-	-	-	-	2,000
Public safety	-	-	-	-	538,271	-	-
Highways and streets	-	-	-	432,188	-	-	-
Health and welfare	-	-	-	-	-	-	-
Capital outlay:							
Highways and streets	-	49,361	-	-	-	-	-
Total disbursements	<u>-</u>	<u>49,361</u>	<u>-</u>	<u>432,188</u>	<u>538,271</u>	<u>-</u>	<u>2,000</u>
Excess (deficiency) of receipts over disbursements	<u>10,353</u>	<u>1</u>	<u>-</u>	<u>205,391</u>	<u>32,883</u>	<u>12,946</u>	<u>2,227</u>
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>10,353</u>	<u>1</u>	<u>-</u>	<u>205,391</u>	<u>32,883</u>	<u>12,946</u>	<u>2,227</u>
Cash and investment fund balance - beginning	<u>-</u>	<u>-</u>	<u>6,161</u>	<u>843,044</u>	<u>248,763</u>	<u>-</u>	<u>215,705</u>
Cash and investment fund balance - ending	<u>\$ 10,353</u>	<u>\$ 1</u>	<u>\$ 6,161</u>	<u>\$ 1,048,435</u>	<u>\$ 281,646</u>	<u>\$ 12,946</u>	<u>\$ 217,932</u>
<u>Cash and Investment Assets - December 31</u>							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	<u>10,353</u>	<u>1</u>	<u>6,161</u>	<u>1,048,435</u>	<u>281,646</u>	<u>12,946</u>	<u>217,932</u>
Total cash and investment assets - December 31	<u>\$ 10,353</u>	<u>\$ 1</u>	<u>\$ 6,161</u>	<u>\$ 1,048,435</u>	<u>\$ 281,646</u>	<u>\$ 12,946</u>	<u>\$ 217,932</u>
<u>Cash and Investment Fund Balance - December 31</u>							
Restricted for:							
Public safety	\$ 10,353	\$ 1	\$ 6,161	\$ -	\$ 281,646	\$ 12,946	\$ -
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Capital outlay	-	-	-	1,048,435	-	-	217,932
Other	-	-	-	-	-	-	-
Unrestricted	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total cash and investment fund balance - December 31	<u>\$ 10,353</u>	<u>\$ 1</u>	<u>\$ 6,161</u>	<u>\$ 1,048,435</u>	<u>\$ 281,646</u>	<u>\$ 12,946</u>	<u>\$ 217,932</u>

MIAMI 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)

	Drainage Maintenance	Animal Control Fees	Riverboat Wagering	Children of Divorce Program	Sheriff's Commissary	Levy Excess	Totals
Receipts:							
Taxes	\$ 59,872	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,935,942
Licenses and permits	-	-	-	-	-	-	21,694
Intergovernmental	-	-	-	-	-	-	1,256,342
Charges for services	-	-	-	-	95,065	-	1,174,575
Fines and forfeits	-	-	-	-	-	-	167,225
Other	24,400	888	-	3,616	-	-	318,131
Total receipts	84,272	888	-	3,616	95,065	-	4,873,909
Disbursements:							
General government	69,626	-	-	-	-	-	995,431
Public safety	-	-	-	-	143,756	-	1,695,089
Highways and streets	-	-	-	-	-	-	821,774
Health and welfare	-	-	-	300	-	-	561,056
Capital outlay:							
Highways and streets	-	-	-	-	-	-	215,272
Total disbursements	69,626	-	-	300	143,756	-	4,288,622
Excess (deficiency) of receipts over disbursements	14,646	888	-	3,316	(48,691)	-	585,287
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	126,413
Transfers out	-	-	(126,413)	-	-	-	(126,413)
Total other financing sources (uses)	-	-	(126,413)	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	14,646	888	(126,413)	3,316	(48,691)	-	585,287
Cash and investment fund balance - beginning	949,832	3,197	126,413	29,989	79,502	284,298	6,661,859
Cash and investment fund balance - ending	\$ 964,478	\$ 4,085	\$ -	\$ 33,305	\$ 30,811	\$ 284,298	\$ 7,247,146
Cash and Investment Assets - December 31							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 197,393
Restricted assets:							
Cash and investments	964,478	4,085	-	33,305	30,811	284,298	7,049,753
Total cash and investment assets - December 31	\$ 964,478	\$ 4,085	\$ -	\$ 33,305	\$ 30,811	\$ 284,298	\$ 7,247,146
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ -	\$ 4,085	\$ -	\$ -	\$ 30,811	\$ -	\$ 1,465,235
Highways and streets	-	-	-	-	-	-	216,885
Health and welfare	-	-	-	33,305	-	-	664,584
Economic development	-	-	-	-	-	-	67,744
Capital outlay	-	-	-	-	-	-	1,919,533
Other	964,478	-	-	-	-	284,298	2,715,772
Unrestricted	-	-	-	-	-	-	197,393
Total cash and investment fund balance - December 31	\$ 964,478	\$ 4,085	\$ -	\$ 33,305	\$ 30,811	\$ 284,298	\$ 7,247,146

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

	Sheriff's Pension Trust	Sheriff's Benefit Trust	Totals
Additions:			
Contributions:			
Employer	\$ 110,954	\$ 5,611	\$ 116,565
Plan members	15,409	-	15,409
Total contributions	126,363	5,611	131,974
Investment receipts:			
Net increase in investments	50,864	-	50,864
Interest	573	10	583
Dividends	37,873	619	38,492
Total investment receipts	89,310	629	89,939
Total additions	215,673	6,240	221,913
Deductions:			
Benefits	30,118	-	30,118
Administrative and general	6,378	3,640	10,018
Total deductions	36,496	3,640	40,136
Excess of total additions over total deductions	179,177	2,600	181,777
Cash and investment fund balance - beginning	1,050,179	82,736	1,132,915
Cash and investment fund balance - ending	\$ 1,229,356	\$ 85,336	\$ 1,314,692

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

	Interstate Compact Fees	Sheriff Special Death Benefit	City Ordinance Violations	Weed Liens	Reconciliation Differences	Welfare Trust	Surplus Tax	Tax Sale Redemption
Additions:								
Agency fund additions	\$ 600	\$ -	\$ -	\$ 3,642	\$ -	\$ 42,852	\$ 65,644	\$ 41,888
Deductions:								
Agency fund deductions	600	15	-	-	-	49,949	48,527	33,234
Excess (deficiency) of total additions over total deductions	-	(15)	-	3,642	-	(7,097)	17,117	8,654
Cash and investment fund balance - beginning	-	15	500	-	832	7,097	120,452	(7,352)
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 500</u>	<u>\$ 3,642</u>	<u>\$ 832</u>	<u>\$ -</u>	<u>\$ 137,569</u>	<u>\$ 1,302</u>

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

	Demand Collection Fees	Surplus Dog Tax	SRI Fees	Tax Sale Surplus	Congressional Interest	State Mortgage Fraud	Solid Waste Collections	Inheritance Tax
Additions:								
Agency fund additions	\$ 912	\$ 1,641	\$ 18,975	\$ 519,411	\$ 1,080	\$ 4,822	\$ 254,834	\$ 542,692
Deductions:								
Agency fund deductions	43	1,997	17,600	275,340	1,199	4,635	254,834	476,953
Excess (deficiency) of total additions over total deductions	869	(356)	1,375	244,071	(119)	187	-	65,739
Cash and investment fund balance - beginning	4,141	752	9,935	302,452	36,469	705	-	79,382
Cash and investment fund balance - ending	<u>\$ 5,010</u>	<u>\$ 396</u>	<u>\$ 11,310</u>	<u>\$ 546,523</u>	<u>\$ 36,350</u>	<u>\$ 892</u>	<u>\$ -</u>	<u>\$ 145,121</u>

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

	Special Death Benefit	Sales Disclosure Fee	Coroner's Continuing Education	City and Town Court Costs	Payroll	Payroll Withholdings	Court Fees	Tax Distribution Funds
Additions:								
Agency fund additions	\$ 285	\$ 4,910	\$ 1,486	\$ 12,718	\$ 3,612,731	\$ 1,556,619	\$ 202,784	\$ 48,039,053
Deductions:								
Agency fund deductions	175	4,740	1,549	33,902	3,612,731	1,593,487	204,492	48,100,100
Excess (deficiency) of total additions over total deductions	110	170	(63)	(21,184)	-	(36,868)	(1,708)	(61,047)
Cash and investment fund balance - beginning	45	257	151	29,689	684	47,649	27,172	316,111
Cash and investment fund balance - ending	<u>\$ 155</u>	<u>\$ 427</u>	<u>\$ 88</u>	<u>\$ 8,505</u>	<u>\$ 684</u>	<u>\$ 10,781</u>	<u>\$ 25,464</u>	<u>\$ 255,064</u>

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

	County Clerk	County Recorder	County Treasurer	County Sheriff	County Probation	Inmate Trust	Totals
Additions:							
Agency fund additions	\$ 4,956,669	\$ 164,938	\$ 34,976,975	\$ 571,359	\$ 260,081	\$ 103,784	\$ 95,963,385
Deductions:							
Agency fund deductions	4,867,809	164,938	48,966,055	571,359	330,730	100,407	109,717,400
Excess (deficiency) of total additions over total deductions	88,860	-	(13,989,080)	-	(70,649)	3,377	(13,754,015)
Cash and investment fund balance - beginning	449,770	50	14,477,576	-	70,649	8,704	15,983,887
Cash and investment fund balance - ending	<u>\$ 538,630</u>	<u>\$ 50</u>	<u>\$ 488,496</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,081</u>	<u>\$ 2,229,872</u>

MIAMI COUNTY
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS
 For The Year Ended December 31, 2006

<u>Primary Government</u>	<u>Ending Balance</u>
Governmental activities:	
Capital assets, not being depreciated:	
Land	\$ 1,027,411
Infrastructure	59,553,322
Buildings	6,272,187
Improvements other than buildings	111,127
Machinery and equipment	<u>4,506,435</u>
 Total governmental activities, capital assets not being depreciated	 <u>\$ 71,470,482</u>

MIAMI COUNTY
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT
 For the Year Ended December 31, 2006

Description of Debt	Ending Balance	Due Within One Year
Governmental Activities:		
Commercial loan:		
Animal control truck	\$ 18,000	\$ 9,000
Capital leases:		
E-911 equipment	<u>872,711</u>	<u>151,776</u>
Totals	<u>\$ 890,711</u>	<u>\$ 160,776</u>

MIAMI 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 MIAMI COUNTY, INDIANA

Compliance

We have audited the compliance of Miami 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.

As described in item 2006-2 in the accompanying Schedule of Findings and Questioned Costs, the County did not comply with requirements regarding equipment and real property management that are applicable to its State Domestic Preparedness Equipment Support Program. Compliance with such requirements is necessary, in our opinion, for the County to comply with requirements applicable to that program.

In our opinion, except for the noncompliance described in the preceding paragraph, the County complied, in all material respects, with the requirements referred to above that are applicable to each of its other 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)

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in the entity's internal control that might be significant deficiencies or material weaknesses as defined below. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies.

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. We consider the deficiencies in internal control over compliance described in item 2006-2 of the accompanying Schedule of Findings and Questioned Costs to be significant deficiencies.

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. Of the significant deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs, we consider item 2006-2, to be a material weakness.

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

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

September 24, 2007

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

Federal Grantor Agency/Pass-Through Entity Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Direct Grant			
Edward Byrne Memorial State and Local Law Enforcement Assistance Discretionary Grants Program The Child Project	16.580	IN05	\$ 49,362
Pass-Through Indiana Criminal Justice Institute Crime Victim Assistance	16.575	05 VA 095	35,569
Total for federal grantor agency			84,931
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Pass-Through Indiana Department of Transportation Formula Grants for Other Than Urbanized Areas	20.509	18024480	120,465
Pass-Through Indiana Criminal Justice Institute Alcohol Traffic Safety and Drunk Driving Prevention Incentive Grants	20.601	OP-2006-02-03-90 157PT-06-04-09-01	2,562 4,000
Total for program			6,562
Pass-Through Indiana Department of Homeland Security Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703		9,773
Total for federal grantor agency			136,800
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana Department of Health Centers for Disease Control and Prevention - Investigations and Technical Assistance Mass Prophylaxis Plan West Nile Control BPRS 151-2	93.283		2,000 1,193 40,601
Total for program			43,794
Pass-Through Indiana Department of Child Services Child Support Enforcement Clerk's Expenditures Prosecutor's Expenditures Incentives Indirect Costs	93.563		11,903 73,177 44,278 22,654
Total for program			152,012
Total for federal grantor agency			195,806
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Homeland Security State Domestic Preparedness Equipment Support Program	97.004	EDS #C44P-7-193	34,895
Citizen Corps	97.053		1,154
Homeland Security Grant Program	97.067	EDS #C44P-6-067	27,506 57,381
Total for program			84,887
State Homeland Security Program (SHSP)	97.073	EDS #C44P-7-125	11,250
Law Enforcement Terrorism Prevention Program (LETPP)	97.074		33,629
Total for federal grantor agency			165,815
Total federal awards expended			\$ 583,352

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

MIAMI 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 Miami 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	2006
Formula Grants for Other Than Urbanized Areas	20.509	\$ <u>120,465</u>

MIAMI 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?	yes
Reportable conditions identified that are not considered to be material weaknesses?	no
Noncompliance material to financial statements noted?	no

Federal Awards:

Internal control over major programs:

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

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

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?	yes
--	-----

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
20.509	Formula Grants for Other Than Urbanized Areas
93.563	Child Support Enforcement
97.004	State Domestic Preparedness Equipment Support Program

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

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

FINDING 2006-1, CAPITAL ASSETS

An inventory or record of capital assets was maintained, but several items purchased during the audit period were not included or were posted incorrectly to the listing.

MIAMI COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

We reviewed seven capital asset claims totaling \$287,319 that could not be located on the capital asset listing. We also reviewed two capital asset claims that were posted for police cars, but were posted at incorrect amounts.

Without an accurate recording of capital asset additions and deletions, the county equipment may not be adequately safeguarded from theft or loss and it may not be adequately covered by insurance.

Every governmental unit should have a complete inventory of all capital assets owned which reflect their acquisition value. Such inventory should be recorded on the applicable Capital Asset Ledger. A complete inventory should be taken at least every two years for good internal control and for verifying account balances carried in the accounting records. (Accounting and Uniform Compliance Guidelines Manual for County Auditors, Chapter 14)

We recommended that the Officials maintain an accurate record of capital assets.

Section III – Federal Award Findings and Questioned Costs

FINDING 2006-2. EQUIPMENT AND REAL PROPERTY MANAGEMENT

Federal Agency: U.S. Department of Homeland Security
Federal Program: State Domestic Preparedness Equipment Support Program
CFDA Number: 97.004
Federal Award Number: EDS No. C44P-7-193
Pass Through Entity: Indiana Department of Homeland Security

An inventory or record of capital assets was maintained, but the only expenditure from this federal grant, the courthouse video security system, was not included in the detail capital asset listing.

The 28 CFR 66.32(d)(1) states: "Property records must be maintained that include a description of the property, a serial number or other identification number, the source of the property, who holds title, the acquisition date, and cost of the property, percentage of Federal participation in the cost of the property, the location use and condition of the property, and any ultimate disposition data including the date of disposal and sale price of the property." Without an accurate recording of capital asset additions and deletions, the County equipment may not be adequately safeguarded from loss and theft.

Failure to follow program requirements of the Grant could delay or jeopardize future grant funding.

We recommended that the officials maintain an accurate record of capital assets.

MIAMI COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

**MIAMI COUNTY AUDITOR
BRENDA WEAVER
25 NORTH BROADWAY
PERU, INDIANA 46970
765-472-3901 FAX 765-472-1412**

**CORRECTIVE ACTION PLAN
MIAMI COUNTY**

CAPITAL ASSETS

FINDING 2006-1

Capital Assets were prepared by an outside company. This data will be reviewed and corrections will be made. Each department head will receive a copy of the report to have them check to see that their assets are all included on the report.

FINDING 2006-2

**Federal Agency: US Department of Homeland Security
Pass-through Indiana Department of Homeland Security
Federal Program: State Domestic Preparedness Equipment Support Program
CFDA Number 97.004
Federal Award Number: EDS #C44P-193
Auditee Contract Person: Brenda Weaver
Title of Contact Person: County Auditor
Phone Number: 765-472-3901
Expected Completion Date: August 31, 2007**


Brenda Weaver, Auditor

MIAMI COUNTY
EXIT CONFERENCE

The contents of this report were discussed on September 24, 2007, with Brenda Weaver, Auditor; Gary D. Hawley, President of the Board of County Commissioners; William E. Click, President of the County Council; and Dick Wiles, County Council member. The officials concurred with our audit findings.