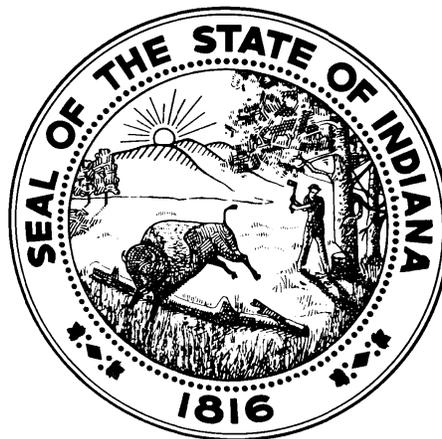


STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769

ANNUAL FINANCIAL REPORT

2006

GIBSON COUNTY, INDIANA



FILED

11/20/2007

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Mary B. Key	01-01-05 to 12-31-08
Treasurer	James Kolb	01-01-03 to 12-31-10
Clerk	Debbie Wethington Becky Woodburn	01-01-03 to 12-31-06 01-01-07 to 12-31-10
Sheriff	R. Allen Harmon	01-01-03 to 12-31-10
Recorder	Becky Woodburn Debbie Wethington	01-01-03 to 12-31-06 01-01-07 to 12-31-10
President of the Board of County Commissioners	N. Sherrell Marginet	01-01-06 to 12-31-07
President of the County Council	Tony G. Wolfe	01-01-06 to 12-31-07



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

TO: THE OFFICIALS OF GIBSON COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Gibson 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.

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

In our opinion, except that the omission of the component units of the County referred to in the preceding paragraph results in incomplete presentation, the financial statements referred to above present fairly, in all material respects, the respective cash and investment balances of the governmental activities, each major fund, and the aggregate remaining fund information of the County as of December 31, 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 October 16, 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.

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

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

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

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The Combining Schedules, as listed in the Table of Contents, Schedule of Capital Assets, and Schedule of Long-Term Debt are presented for additional analysis and are not 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

October 16, 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 GIBSON COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Gibson 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 October 16, 2007. The opinion to the financial statements was qualified due to the omission of component units of the County. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

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

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

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

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

Compliance and Other Matters

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

We noted certain matters that we reported to management in a separate letter dated October 16, 2007.

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

October 16, 2007

GIBSON 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	Primary Governmental Activities
Primary government:					
Governmental activities:					
General government	\$ 11,195,782	\$ 409,772	\$ 102,136	\$ -	\$ (10,683,874)
Public safety	6,095,930	1,086,487	598,702	353,507	(4,057,234)
Highways and streets	7,923,395	-	3,502,021	2,500	(4,418,874)
Sanitation	139,300	-	-	-	(139,300)
Health and welfare	2,379,122	1,055,023	1,197,134	-	(126,965)
Economic development	498,173	-	-	-	(498,173)
Interest on long-term debt	2,140,045	-	-	-	(2,140,045)
Total primary government	<u>\$ 30,371,747</u>	<u>\$ 2,551,282</u>	<u>\$ 5,399,993</u>	<u>\$ 356,007</u>	<u>(22,064,465)</u>
General receipts:					
Property taxes					9,642,380
Other local sources					7,516,132
Bonds and loans					3,750,000
Miscellaneous receipts					2,506,551
Unrestricted investment earnings					<u>668,044</u>
Total general receipts					<u>24,083,107</u>
					Change in net assets 2,018,642
					Net assets - beginning <u>12,171,899</u>
					Net assets - ending <u>\$ 14,190,541</u>
<u>Assets</u>					
Cash and investments					\$ 1,864,961
Restricted assets:					
Cash and investments					<u>12,325,580</u>
Total assets					<u>\$ 14,190,541</u>
<u>Net Assets</u>					
Restricted for:					
Public safety					\$ 3,136,785
Highway and streets					1,732,993
Health and welfare					954,970
Other purposes					6,500,832
Unrestricted					<u>1,864,961</u>
Total net assets					<u>\$ 14,190,541</u>

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

GIBSON COUNTY
STATEMENT OF ASSETS AND FUND BALANCES AND RECEIPTS,
DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
GOVERNMENTAL FUNDS
For The Year Ended December 31, 2006

	General	County Highway	EDIT Capital Projects	Cumulative Bridge	Work Release Center	TIF Toyota	Other Governmental Funds	Totals
Receipts:								
Taxes	\$ 7,887,277	\$ 437,344	\$ 2,174,309	\$ 1,114,879	\$ -	\$ 3,529,953	\$ 1,937,002	\$ 17,080,764
Licenses and permits	-	-	-	-	-	-	29,579	29,579
Intergovernmental	309,291	3,185,065	-	-	-	-	2,339,394	5,833,750
Charges for services	1,128,958	-	-	-	-	-	781,215	1,910,173
Fines and forfeits	171,726	-	-	-	-	-	439,805	611,531
Other	764,570	5,297	29,677	22,245	8,628	-	41,312	871,729
Total receipts	10,261,822	3,627,706	2,203,986	1,137,124	8,628	3,529,953	5,568,307	26,337,526
Disbursements:								
General government	5,781,653	-	-	-	-	-	972,217	6,753,870
Public safety	4,579,845	-	-	-	-	-	1,439,475	6,019,320
Highways and streets	-	3,095,953	995,069	-	-	-	375,000	4,466,022
Sanitation	139,300	-	-	-	-	-	-	139,300
Health and welfare	253,972	-	-	-	-	-	2,125,147	2,379,119
Economic development	-	-	67,645	-	-	-	430,528	498,173
Debt service:								
Principal	2,250,000	-	410,000	-	-	1,608,074	144,905	4,412,979
Interest	13,753	-	183,355	-	-	1,921,879	21,059	2,140,046
Capital outlay:								
Highways and streets	-	-	-	1,439,299	-	-	-	1,439,299
Total disbursements	13,018,523	3,095,953	1,656,069	1,439,299	-	3,529,953	5,508,331	28,248,128
Excess (deficiency) of receipts over disbursements	(2,756,701)	531,753	547,917	(302,175)	8,628	-	59,976	(1,910,602)
Other financing sources (uses):								
Loans	2,250,000	-	-	-	1,500,000	-	-	3,750,000
Transfers in	46,490	-	-	-	-	-	256,746	303,236
Transfers out	(71,407)	-	-	-	-	-	(231,829)	(303,236)
Total other financing sources (uses)	2,225,083	-	-	-	1,500,000	-	24,917	3,750,000
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(531,618)	531,753	547,917	(302,175)	1,508,628	-	84,893	1,839,398
Cash and investment fund balance - beginning	2,396,579	1,002,292	1,587,195	1,439,073	-	-	5,335,272	11,760,411
Cash and investment fund balance - ending	\$ 1,864,961	\$ 1,534,045	\$ 2,135,112	\$ 1,136,898	\$ 1,508,628	\$ -	\$ 5,420,165	13,599,809
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.								
								590,732
Net assets of governmental activities								\$ 14,190,541
Cash and Investment Assets - December 31								
Cash and investments	\$ 1,864,961	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,864,961
Restricted assets:								
Cash and investments	-	1,534,045	2,135,112	1,136,898	1,508,628	-	5,420,165	11,734,848
Total cash and investment assets - December 31	\$ 1,864,961	\$ 1,534,045	\$ 2,135,112	\$ 1,136,898	\$ 1,508,628	\$ -	\$ 5,420,165	\$ 13,599,809
Cash and Investment Fund Balance - December 31								
Restricted for:								
Public safety	\$ -	\$ -	\$ -	\$ -	\$ 1,508,628	\$ -	\$ 1,628,157	\$ 3,136,785
Highway and streets	-	1,534,045	-	-	-	-	198,948	1,732,993
Health and welfare	-	-	-	-	-	-	954,970	954,970
Other purposes	-	-	2,135,112	1,136,898	-	-	2,638,090	5,910,100
Unrestricted	1,864,961	-	-	-	-	-	-	1,864,961
Total cash and investment fund balance - December 31	\$ 1,864,961	\$ 1,534,045	\$ 2,135,112	\$ 1,136,898	\$ 1,508,628	\$ -	\$ 5,420,165	\$ 13,599,809

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

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

	Internal Service Funds
Operating receipts:	
Insurance proceeds	\$ 2,254,342
Other	48,521
Total operating receipts	2,302,863
Operating disbursements:	
Insurance disbursements	2,123,619
Excess of operating receipts over operating disbursements	179,244
Cash and investment fund balance - beginning	411,488
Cash and investment fund balance - ending	\$ 590,732
<u>Cash and Investment Assets - December 31</u>	
Restricted assets:	
Cash and investments	\$ 590,732
<u>Cash and Investment Fund Balance - December 31</u>	
Restricted for:	
Other purposes	\$ 590,732

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

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

	<u>Pension Trust Funds</u>	<u>Private-Purpose Trust Funds</u>	<u>Agency Funds</u>
Additions:			
Contributions:			
Employer	\$ 178,342	\$ -	\$ -
Plan members	997	-	-
	<u>179,339</u>	<u>-</u>	<u>-</u>
Total contributions			
Investment earnings:			
Net decrease in fair value of investments	53,205	-	-
Interest	47,421	-	-
	<u>100,626</u>	<u>-</u>	<u>-</u>
Total investment earnings			
Agency fund additions	<u>-</u>	<u>-</u>	<u>88,355,048</u>
Total additions	<u>279,965</u>	<u>-</u>	<u>88,355,048</u>
Deductions:			
Benefits	42,698	-	-
Administrative and general	52,902	-	-
Agency fund deductions	-	-	86,889,788
	<u>95,600</u>	<u>-</u>	<u>86,889,788</u>
Total deductions			
Excess of total additions over total deductions	184,365	-	1,465,260
Cash and investment fund balance - beginning	<u>1,471,099</u>	<u>31,133</u>	<u>1,224,704</u>
Cash and investment fund balance - ending	<u>\$ 1,655,464</u>	<u>\$ 31,133</u>	<u>\$ 2,689,964</u>

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

GIBSON 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:	Gibson County
Blended Component Unit:	Gibson County Redevelopment Authority
Discretely Presented Component Unit:	Gibson County Solid Waste Management District

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

The Gibson County Solid Waste Management District, a discretely presented component unit, has been omitted from these financial statements. Accordingly, the financial statements do not include the data of all of the County's component units necessary to fairly present the financial position of the County.

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 nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

Fund Financial Statements

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

The County reports the following major governmental funds:

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

GIBSON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

The county highway fund receives all collections from state and federal government that are intended for the purpose of maintaining and constructing highways. The money received may be used to pay the cost of maintaining and constructing the County's highways.

The EDIT capital projects fund receives all collections from the CEDIT taxes levied and collected on behalf of the County and redistributed by the state to the County. The money received may be used to pay any allowable expenses of the County related to economic development.

The cumulative bridge fund receives all collections from taxes and intergovernmental revenues that are intended for the purpose of maintaining and constructing the County's bridges.

The work release center fund received a loan from a financial institution to construct a new community corrections facility.

The TIF Toyota fund receives collections from tax increment financing revenues that are intended for the purpose of paying the principal and interest on infrastructure improvements around the Toyota plant.

Additionally, the County reports the following fund types:

The internal service fund, employee benefit trust fund, is used to collect the percentage of the county employees' payroll that is held out for insurance, as well as the amount appropriated by the commissioners for insurance. The monies collected are used to pay administrative fees and insurance claims.

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

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

Agency funds account for assets held by the County as an agent for various other governmental units within the County and the State 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.

GIBSON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

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

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.

GIBSON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Fund Financial Statements

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

E. Receipts and Disbursements

1. Program Receipts

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

2. Operating Receipts and Disbursements

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

F. Internal and Interfund Balances and Activities

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

Fund Financial Statements

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

Government-Wide Financial Statements

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

1. Internal activities – Amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide Statement of Activities and Net Assets – Cash and Investment Basis except for the net amount of transfers between governmental 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.

GIBSON COUNTY
 NOTES TO FINANCIAL STATEMENTS
 (Continued)

2. Primary government and component unit activity and balances – Resource flows between the primary government and the discretely-presented component unit are reported as if they were external transactions and are classified separately from internal balances and activities within the primary government.

II. Stewardship, Compliance and Accountability

A. Budgetary Information

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

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. 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
Payroll Clearing	\$ <u>(61,264)</u>

Cash and investment deficit for the Payroll Clearing Fund arose in prior years from transfers from other funds to cover PERF employer contributions that were not made by the County. The County is working to correct this error.

GIBSON 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. At December 31, 2006, 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:

Investment Type	Sheriff's Retirement and Benefit Pension Plans
U.S. government securities	\$ 409,562
Corporate debt instruments	129,067
Corporate equity instruments	972,024
Open-end mutual funds	53,396
Total	\$ 1,564,049

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

GIBSON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

funds held by the County and available for investment. The portfolio of an investment company or investment trust used must be limited to direct obligations of the United States of America, obligations issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise or repurchase agreements fully collateralized by direct obligations of the United States of America or obligations issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise. The form of securities of, or interest in, an investment company or investment trust must be rated as AAA, or its equivalent by Standard and Poor's Corporation or its successor or Aaa, or its equivalent, by Moody's Investors Service, Inc., or its successor. The form of securities in an investment company or investment trust should have a stated final maturity of one day.

Additionally, the County may enter into repurchase agreements with depositories designated by the State Board of Finance as depositories for state deposits involving the 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 held investments in U.S. Government Securities, Corporate Debt Instruments, Corporate Equity Instruments and Open-End Mutual Funds in the amount of \$1,564,049. Of these investments \$1,564,049 were held by the counterparty's trust department or agent but not in the County's name.

The Sheriff's Merit Board has not adopted an investment policy for custodial credit risk for investments.

Interest Rate Risk

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

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

GIBSON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Sheriff's Retirement and Benefit Pension Plans:

Investment Type	Investment Maturities (in Years)			
	Not Applicable	Less Than 1	1-2	More Than 2
U.S. government securities	\$ -	\$ 9,951	\$ 120,186	\$ 279,425
Corporate debt instruments	-	8,284	15,594	105,189
Corporate equity instruments	972,024	-	-	-
Open-end mutual funds	53,396	-	-	-
Totals	<u>\$ 1,025,420</u>	<u>\$ 18,235</u>	<u>\$ 135,780</u>	<u>\$ 384,614</u>

Credit Risk

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

Sheriff's Retirement and Benefit Pension Plans:

Standard and Poor's Rating	Moody's Rating	County's Investments			
		U.S. Government Securities	Corporate Debt Instruments	Corporate Equity Instruments	Open-End Mutual Funds
AAA	Aaa	\$ -	\$ -	\$ 14,362	\$ -
AA	Aa	-	-	70,817	-
A	A	-	-	121,003	-
BBB	Baa	-	-	107,912	-
BB	Ba	-	-	45,518	-
B	B	-	-	14,873	-
Unrated	Unrated	409,562	129,067	597,539	53,396
Totals		<u>\$ 409,562</u>	<u>\$ 129,067</u>	<u>\$ 972,024</u>	<u>\$ 53,396</u>

Concentration of Credit Risk

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

The Sheriff's Merit Board has not adopted a policy for the concentration of credit risk.

GIBSON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

B. Interfund Transfers

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

Transfer From	Transfer To	2006
General Fund	Other governmental	\$ 71,407
Other governmental	General Fund	46,490
	Other governmental	185,339
Total		\$ 303,236

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

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

During 2001, the County joined with other governmental entities to form the Central States Southeast and Southwest Areas Health and Welfare and Pension Funds, a public entity risk pool currently operating as a common risk management and insurance program for 120,000 member governmental entities. This risk pool was formed in 1950. The purpose of the risk pool is to provide a medium for the funding and administration of medical benefits to employees. The County pays an annual premium to the risk pool for its medical benefits 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.

B. Conduit Debt Obligation

From time to time, the County has issued Industrial Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment

GIBSON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the County, the State, nor any political subdivision thereof is obligated in any manner for the repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying notes to the financial statements.

As of December 31, 2006, there were six series of Industrial Revenue Bonds outstanding with an aggregate principal amount payable of \$60,000,000.

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 union employees who retire from the County on or after attaining age 62 with at least 10 years of service and to nonunion employees who retire from the County on or after attaining age 55 with at least 10 years of service. Currently, 1 nonunion retiree meets these eligibility requirements. The County and retirees provide 50% to 80% and 20% to 50%, respectively, of these postemployment benefits. Disbursements for those postemployment benefits are recognized on a pay-as-you-go basis. During the year ended December 31, 2006, disbursements of \$6,423 were recognized for postemployment benefits.

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:

GIBSON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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.

Information to segregate the assets/liabilities and the actuarial study figures between the County and the Utilities is not available.

2. County Police Retirement Plan

Plan Description

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

Funding Policy and Annual Pension Cost

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

3. County Police Benefit Plan

Plan Description

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

Funding Policy and Annual Pension Cost

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

GIBSON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Actuarial Information for the Above Plans

	PERF	County Police Retirement Plan	County Police Benefit Plan
Annual required contribution	\$ 400,526	\$ 116,689	\$ 19,909
Interest on net pension obligation	(15,928)	(3,435)	-
Adjustment to annual required contribution	18,151	5,753	-
Annual pension cost	402,749	119,007	19,909
Contributions made	367,191	138,524	19,909
Increase (decrease) in net pension obligation	35,558	(19,517)	-
Net pension obligation, beginning of year	(219,690)	(49,077)	-
Net pension obligation, end of year	\$ (184,132)	\$ (68,594)	\$ -

	PERF	County Police Retirement Plan	County Police Benefit Plan
Contribution rates:			
County	6.25%	20%	3%
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%

GIBSON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Three Year Trend Information

	<u>Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
PERF	06-30-04	\$ 251,677	139%	\$ (190,239)
	06-30-05	339,961	109%	(219,690)
	06-30-06	402,749	108%	(184,132)
County Police Retirement Plan	12-31-04	105,109	88%	(59,299)
	12-31-05	103,568	90%	(49,077)
	12-31-06	119,007	116%	(68,594)
County Police Benefit Plan	12-31-04	13,287	100%	-
	12-31-05	16,763	100%	-
	12-31-06	19,909	100%	-

GIBSON COUNTY
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULES OF FUNDING PROGRESS

Public Employees' Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-04	\$ 5,611,878	\$ 6,301,695	\$ (689,817)	89%	\$ 6,092,776	(11%)
07-01-05	5,903,990	7,132,615	(1,228,625)	83%	6,175,683	(20%)
07-01-06	6,199,501	7,404,136	(1,204,635)	84%	6,162,301	(20%)

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	\$ 1,050,667	\$ 1,050,667	\$ -	100%	\$ 431,941	0%
01-01-03	1,106,235	1,106,235	-	100%	430,476	0%
01-01-04	1,181,895	1,181,895	-	100%	439,305	0%
01-01-05	1,261,691	1,261,691	-	100%	455,699	0%
01-01-06	1,419,337	1,827,902	(408,565)	78%	568,765	(72%)
01-01-07	1,642,238	2,018,198	(375,960)	81%	577,445	(65%)

GIBSON COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES
 AND RECEIPTS, DISBURSEMENTS, AND CHANGES IN
 FUND BALANCES - CASH AND INVESTMENTS BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2006

	Surveyor's Corner Perpetuation	Property Reassessment 2006	Property Reassessment 2006 II	Recorder's Record Perpetuation	SRI Tax Sale Fees	County Portion EDIT Rainy Day Fund	Riverboat Revenue
Receipts:							
Taxes	\$ -	\$ 954	\$ 126,653	\$ -	\$ -	\$ -	\$ 91,447
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	8,085	-	-	80,291	8,165	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other	-	7,112	1,024	1,418	-	-	-
Total receipts	8,085	8,066	127,677	81,709	8,165	-	91,447
Disbursements:							
General government	11,674	123,166	-	97,527	8,460	-	43,171
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	77,000	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total disbursements	11,674	123,166	-	97,527	8,460	77,000	43,171
Excess (deficiency) of receipts over disbursements	(3,589)	(115,100)	127,677	(15,818)	(295)	(77,000)	48,276
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	(10,000)	-
Total other financing sources (uses)	-	-	-	-	-	(10,000)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(3,589)	(115,100)	127,677	(15,818)	(295)	(87,000)	48,276
Cash and investment fund balance - beginning	16,318	399,530	-	131,132	8,147	1,020,142	253,862
Cash and investment fund balance - ending	\$ 12,729	\$ 284,430	\$ 127,677	\$ 115,314	\$ 7,852	\$ 933,142	\$ 302,138
Cash and Investment Assets - December 31							
Restricted assets:							
Cash and investments	\$ 12,729	\$ 284,430	\$ 127,677	\$ 115,314	\$ 7,852	\$ 933,142	\$ 302,138
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highway and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Other purposes	12,729	284,430	127,677	115,314	7,852	933,142	302,138
Total cash and investment fund balance - December 31	\$ 12,729	\$ 284,430	\$ 127,677	\$ 115,314	\$ 7,852	\$ 933,142	\$ 302,138

GIBSON COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES
 AND RECEIPTS, DISBURSEMENTS, AND CHANGES IN
 FUND BALANCES - CASH AND INVESTMENTS BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	County Sales Disclosure Fees	Community Development Block Grant	Monument Renovation	HAVA Grant	Jury Fees	First Offender Court Costs	Court Reporter Fees
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	353,507	-	-	-	-	-
Charges for services	4,764	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	7,606	68	-
Other	-	161	-	-	-	-	-
Total receipts	4,764	353,668	-	-	7,606	68	-
Disbursements:							
General government	6,330	-	-	15,000	-	-	-
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	353,528	-	-	-	-	-
Debt service:							
Principal	-	-	-	68,289	-	-	-
Interest	-	-	-	4,242	-	-	-
Total disbursements	6,330	353,528	-	87,531	-	-	-
Excess (deficiency) of receipts over disbursements	(1,566)	140	-	(87,531)	7,606	68	-
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	(1,566)	140	-	(87,531)	7,606	68	-
Cash and investment fund balance - beginning	17,707	24,180	2	202,000	97,844	2,035	287
Cash and investment fund balance - ending	<u>\$ 16,141</u>	<u>\$ 24,320</u>	<u>\$ 2</u>	<u>\$ 114,469</u>	<u>\$ 105,450</u>	<u>\$ 2,103</u>	<u>\$ 287</u>
Cash and Investment Assets - December 31							
Restricted assets:							
Cash and investments	<u>\$ 16,141</u>	<u>\$ 24,320</u>	<u>\$ 2</u>	<u>\$ 114,469</u>	<u>\$ 105,450</u>	<u>\$ 2,103</u>	<u>\$ 287</u>
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ -	\$ -	\$ -	\$ -	\$ 105,450	\$ 2,103	\$ 287
Highway and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Other purposes	16,141	24,320	2	114,469	-	-	-
Total cash and investment fund balance - December 31	<u>\$ 16,141</u>	<u>\$ 24,320</u>	<u>\$ 2</u>	<u>\$ 114,469</u>	<u>\$ 105,450</u>	<u>\$ 2,103</u>	<u>\$ 287</u>

GIBSON COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES
 AND RECEIPTS, DISBURSEMENTS, AND CHANGES IN
 FUND BALANCES - CASH AND INVESTMENTS BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	Clerk's Perpetuation	Prosecutor Deferral User Fees	Clerk's IV-D	Prosecutor Meth Prevention	Superior Court User Fee	Superior Court Cash Bond Adm Fee
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	12,093	-	-	-
Charges for services	115	-	-	-	-	-
Fines and forfeits	13,592	105,197	-	-	168,981	17,365
Other	-	-	-	-	100	-
Total receipts	13,707	105,197	12,093	-	169,081	17,365
Disbursements:						
General government	-	45,130	-	-	-	-
Public safety	-	-	-	18,500	86,842	1,493
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	5,360	-	-	-
Economic development	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total disbursements	-	45,130	5,360	18,500	86,842	1,493
Excess (deficiency) of receipts over disbursements	13,707	60,067	6,733	(18,500)	82,239	15,872
Other financing sources (uses):						
Transfers in	-	-	15,704	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	15,704	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	13,707	60,067	22,437	(18,500)	82,239	15,872
Cash and investment fund balance - beginning	81,677	23,088	35,318	20,700	300,338	123,529
Cash and investment fund balance - ending	<u>\$ 95,384</u>	<u>\$ 83,155</u>	<u>\$ 57,755</u>	<u>\$ 2,200</u>	<u>\$ 382,577</u>	<u>\$ 139,401</u>
Cash and Investment Assets - December 31						
Restricted assets:						
Cash and investments	<u>\$ 95,384</u>	<u>\$ 83,155</u>	<u>\$ 57,755</u>	<u>\$ 2,200</u>	<u>\$ 382,577</u>	<u>\$ 139,401</u>
Cash and Investment Fund Balance - December 31						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ 2,200	\$ 382,577	\$ 139,401
Highway and streets	-	-	-	-	-	-
Health and welfare	-	-	57,755	-	-	-
Other purposes	95,384	83,155	-	-	-	-
Total cash and investment fund balance - December 31	<u>\$ 95,384</u>	<u>\$ 83,155</u>	<u>\$ 57,755</u>	<u>\$ 2,200</u>	<u>\$ 382,577</u>	<u>\$ 139,401</u>

GIBSON COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES
 AND RECEIPTS, DISBURSEMENTS, AND CHANGES IN
 FUND BALANCES - CASH AND INVESTMENTS BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	Superior Court GAL/CASA	Circuit Court User Fee	Circuit Court GAL/CASA	Guardian Ad Litem User Fee	Superior Court Alcohol and Drug Control	Superior Court Administrative Fee
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	5,547	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	250	33,134	-	-	39,498	21,036
Other	-	-	-	-	-	-
Total receipts	<u>250</u>	<u>33,134</u>	<u>-</u>	<u>5,547</u>	<u>39,498</u>	<u>21,036</u>
Disbursements:						
General government	-	-	-	-	-	-
Public safety	-	22,761	-	-	52,722	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>22,761</u>	<u>-</u>	<u>-</u>	<u>52,722</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>250</u>	<u>10,373</u>	<u>-</u>	<u>5,547</u>	<u>(13,224)</u>	<u>21,036</u>
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	(6,490)	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>(6,490)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	250	3,883	-	5,547	(13,224)	21,036
Cash and investment fund balance - beginning	<u>2,600</u>	<u>72,530</u>	<u>326</u>	<u>15,827</u>	<u>129,034</u>	<u>49,541</u>
Cash and investment fund balance - ending	<u>\$ 2,850</u>	<u>\$ 76,413</u>	<u>\$ 326</u>	<u>\$ 21,374</u>	<u>\$ 115,810</u>	<u>\$ 70,577</u>
<u>Cash and Investment Assets - December 31</u>						
Restricted assets:						
Cash and investments	<u>\$ 2,850</u>	<u>\$ 76,413</u>	<u>\$ 326</u>	<u>\$ 21,374</u>	<u>\$ 115,810</u>	<u>\$ 70,577</u>
<u>Cash and Investment Fund Balance - December 31</u>						
Restricted for:						
Public safety	\$ 2,850	\$ 76,413	\$ 326	\$ -	\$ 115,810	\$ 70,577
Highway and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Other purposes	-	-	-	21,374	-	-
Total cash and investment fund balance - December 31	<u>\$ 2,850</u>	<u>\$ 76,413</u>	<u>\$ 326</u>	<u>\$ 21,374</u>	<u>\$ 115,810</u>	<u>\$ 70,577</u>

GIBSON COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES
 AND RECEIPTS, DISBURSEMENTS, AND CHANGES IN
 FUND BALANCES - CASH AND INVESTMENTS BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	Supplemental Adult Probation User Fee	Tobacco Prevention and Cessation 2	Community Transition	Community Corrections	Community Corrections Project Income	Supplemental Public Defender
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	23,310	194,173	-	-
Charges for services	-	-	-	-	134,344	-
Fines and forfeits	37	-	-	-	-	10,063
Other	-	-	-	731	52	-
Total receipts	37	-	23,310	194,904	134,396	10,063
Disbursements:						
General government	-	-	22,933	-	-	-
Public safety	-	-	-	194,675	144,412	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total disbursements	-	-	22,933	194,675	144,412	-
Excess (deficiency) of receipts over disbursements	37	-	377	229	(10,016)	10,063
Other financing sources (uses):						
Transfers in	-	-	5,995	-	58,071	-
Transfers out	-	-	-	(122,261)	-	-
Total other financing sources (uses)	-	-	5,995	(122,261)	58,071	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	37	-	6,372	(122,032)	48,055	10,063
Cash and investment fund balance - beginning	185	402	20,260	132,896	337,612	39,030
Cash and investment fund balance - ending	<u>\$ 222</u>	<u>\$ 402</u>	<u>\$ 26,632</u>	<u>\$ 10,864</u>	<u>\$ 385,667</u>	<u>\$ 49,093</u>
Cash and Investment Assets - December 31						
Restricted assets:						
Cash and investments	<u>\$ 222</u>	<u>\$ 402</u>	<u>\$ 26,632</u>	<u>\$ 10,864</u>	<u>\$ 385,667</u>	<u>\$ 49,093</u>
Cash and Investment Fund Balance - December 31						
Restricted for:						
Public safety	\$ 222	\$ -	\$ -	\$ 10,864	\$ 385,667	\$ 49,093
Highway and streets	-	-	-	-	-	-
Health and welfare	-	402	-	-	-	-
Other purposes	-	-	26,632	-	-	-
Total cash and investment fund balance - December 31	<u>\$ 222</u>	<u>\$ 402</u>	<u>\$ 26,632</u>	<u>\$ 10,864</u>	<u>\$ 385,667</u>	<u>\$ 49,093</u>

GIBSON COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES
 AND RECEIPTS, DISBURSEMENTS, AND CHANGES IN
 FUND BALANCES - CASH AND INVESTMENTS BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	Prosecutor's IV-D	IV-D Enforcement Program	Task Force	Victim Assistance IV	Convention and Visitors Bureau	Covered Bridge Maintenance
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 202,280	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	18,193	-	2,896	19,298	-	2,500
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	18,193	-	2,896	19,298	202,280	2,500
Disbursements:						
General government	-	-	-	-	202,280	-
Public safety	-	-	10,986	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	2,247	-	-	26,851	-	-
Economic development	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total disbursements	2,247	-	10,986	26,851	202,280	-
Excess (deficiency) of receipts over disbursements	15,946	-	(8,090)	(7,553)	-	2,500
Other financing sources (uses):						
Transfers in	15,704	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	15,704	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	31,650	-	(8,090)	(7,553)	-	2,500
Cash and investment fund balance - beginning	21,677	15,387	8,090	10,566	-	6,543
Cash and investment fund balance - ending	<u>\$ 53,327</u>	<u>\$ 15,387</u>	<u>\$ -</u>	<u>\$ 3,013</u>	<u>\$ -</u>	<u>\$ 9,043</u>
Cash and Investment Assets - December 31						
Restricted assets:						
Cash and investments	<u>\$ 53,327</u>	<u>\$ 15,387</u>	<u>\$ -</u>	<u>\$ 3,013</u>	<u>\$ -</u>	<u>\$ 9,043</u>
Cash and Investment Fund Balance - December 31						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ 3,013	\$ -	\$ -
Highway and streets	-	-	-	-	-	-
Health and welfare	53,327	15,387	-	-	-	-
Other purposes	-	-	-	-	-	9,043
Total cash and investment fund balance - December 31	<u>\$ 53,327</u>	<u>\$ 15,387</u>	<u>\$ -</u>	<u>\$ 3,013</u>	<u>\$ -</u>	<u>\$ 9,043</u>

GIBSON COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES
 AND RECEIPTS, DISBURSEMENTS, AND CHANGES IN
 FUND BALANCES - CASH AND INVESTMENTS BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	Local Road and Street	County Health	Babes Program/ Angel Store	Tobacco Prevention and Cessation	Tobacco Master Settlement	Gibson County Safe Kids
Receipts:						
Taxes	\$ -	\$ 164,435	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	29,579	-	-	-	-
Intergovernmental	316,957	-	-	28,125	19,954	-
Charges for services	-	398	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	10	414	10	1,820
Total receipts	316,957	194,412	10	28,539	19,964	1,820
Disbursements:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	375,000	-	-	-	-	-
Health and welfare	-	252,474	19	27,142	25,180	3,702
Economic development	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total disbursements	375,000	252,474	19	27,142	25,180	3,702
Excess (deficiency) of receipts over disbursements	(58,043)	(58,062)	(9)	1,397	(5,216)	(1,882)
Other financing sources (uses):						
Transfers in	-	40,000	-	-	-	-
Transfers out	-	(40,000)	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(58,043)	(58,062)	(9)	1,397	(5,216)	(1,882)
Cash and investment fund balance - beginning	256,991	119,112	9	1,635	18,624	3,839
Cash and investment fund balance - ending	<u>\$ 198,948</u>	<u>\$ 61,050</u>	<u>\$ -</u>	<u>\$ 3,032</u>	<u>\$ 13,408</u>	<u>\$ 1,957</u>
Cash and Investment Assets - December 31						
Restricted assets:						
Cash and investments	<u>\$ 198,948</u>	<u>\$ 61,050</u>	<u>\$ -</u>	<u>\$ 3,032</u>	<u>\$ 13,408</u>	<u>\$ 1,957</u>
Cash and Investment Fund Balance - December 31						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highway and streets	198,948	-	-	-	-	-
Health and welfare	-	61,050	-	3,032	13,408	-
Other purposes	-	-	-	-	-	1,957
Total cash and investment fund balance - December 31	<u>\$ 198,948</u>	<u>\$ 61,050</u>	<u>\$ -</u>	<u>\$ 3,032</u>	<u>\$ 13,408</u>	<u>\$ 1,957</u>

GIBSON COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES
 AND RECEIPTS, DISBURSEMENTS, AND CHANGES IN
 FUND BALANCES - CASH AND INVESTMENTS BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	Local Health Maintenance	Bioterrorism	Health Physical Activity Grant	Health Fair	Family and Children Services	Children's Psychiatric Resident Treatment
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 973,353	\$ 89,194
Licenses and permits	-	-	-	-	-	-
Intergovernmental	34,112	39,765	-	-	857,503	-
Charges for services	15,696	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	380	-	-	-	-
Total receipts	49,808	40,145	-	-	1,830,856	89,194
Disbursements:						
General government	-	-	-	-	-	-
Public safety	-	51,554	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	46,551	-	33	180	1,707,232	28,176
Economic development	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total disbursements	46,551	51,554	33	180	1,707,232	28,176
Excess (deficiency) of receipts over disbursements	3,257	(11,409)	(33)	(180)	123,624	61,018
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	3,257	(11,409)	(33)	(180)	123,624	61,018
Cash and investment fund balance - beginning	67,415	18,954	33	3,107	458,847	33,521
Cash and investment fund balance - ending	<u>\$ 70,672</u>	<u>\$ 7,545</u>	<u>\$ -</u>	<u>\$ 2,927</u>	<u>\$ 582,471</u>	<u>\$ 94,539</u>
Cash and Investment Assets - December 31						
Restricted assets:						
Cash and investments	<u>\$ 70,672</u>	<u>\$ 7,545</u>	<u>\$ -</u>	<u>\$ 2,927</u>	<u>\$ 582,471</u>	<u>\$ 94,539</u>
Cash and Investment Fund Balance - December 31						
Restricted for:						
Public safety	\$ -	\$ 7,545	\$ -	\$ -	\$ -	\$ -
Highway and streets	-	-	-	-	-	-
Health and welfare	70,672	-	-	2,927	582,471	94,539
Other purposes	-	-	-	-	-	-
Total cash and investment fund balance - December 31	<u>\$ 70,672</u>	<u>\$ 7,545</u>	<u>\$ -</u>	<u>\$ 2,927</u>	<u>\$ 582,471</u>	<u>\$ 94,539</u>

GIBSON COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES
 AND RECEIPTS, DISBURSEMENTS, AND CHANGES IN
 FUND BALANCES - CASH AND INVESTMENTS BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	Scott Ditch	Hull Ditch	Maumee Ditch	Stormont Ditch	Wabash Ditch	Black River
Receipts:						
Taxes	\$ 35,685	\$ 3,877	\$ 29,775	\$ 20,619	\$ 64,171	\$ 16,146
Licenses and permits	-	-	-	-	-	-
Intergovernmental	11,200	1,744	-	-	59,056	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	503	-	-	341	757	341
Total receipts	<u>47,388</u>	<u>5,621</u>	<u>29,775</u>	<u>20,960</u>	<u>123,984</u>	<u>16,487</u>
Disbursements:						
General government	41,640	13,390	31,345	23,746	104,347	30,450
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total disbursements	<u>41,640</u>	<u>13,390</u>	<u>31,345</u>	<u>23,746</u>	<u>104,347</u>	<u>30,450</u>
Excess (deficiency) of receipts over disbursements	<u>5,748</u>	<u>(7,769)</u>	<u>(1,570)</u>	<u>(2,786)</u>	<u>19,637</u>	<u>(13,963)</u>
Other financing sources (uses):						
Transfers in	-	5,000	-	-	-	-
Transfers out	(5,000)	(5,000)	(5,000)	-	-	-
Total other financing sources (uses)	<u>(5,000)</u>	<u>-</u>	<u>(5,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	748	(7,769)	(6,570)	(2,786)	19,637	(13,963)
Cash and investment fund balance - beginning	<u>16,304</u>	<u>12,329</u>	<u>16,588</u>	<u>39,905</u>	<u>50,668</u>	<u>48,200</u>
Cash and investment fund balance - ending	<u>\$ 17,052</u>	<u>\$ 4,560</u>	<u>\$ 10,018</u>	<u>\$ 37,119</u>	<u>\$ 70,305</u>	<u>\$ 34,237</u>
<u>Cash and Investment Assets - December 31</u>						
Restricted assets:						
Cash and investments	<u>\$ 17,052</u>	<u>\$ 4,560</u>	<u>\$ 10,018</u>	<u>\$ 37,119</u>	<u>\$ 70,305</u>	<u>\$ 34,237</u>
<u>Cash and Investment Fund Balance - December 31</u>						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highway and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Other purposes	<u>17,052</u>	<u>4,560</u>	<u>10,018</u>	<u>37,119</u>	<u>70,305</u>	<u>34,237</u>
Total cash and investment fund balance - December 31	<u>\$ 17,052</u>	<u>\$ 4,560</u>	<u>\$ 10,018</u>	<u>\$ 37,119</u>	<u>\$ 70,305</u>	<u>\$ 34,237</u>

GIBSON COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES
 AND RECEIPTS, DISBURSEMENTS, AND CHANGES IN
 FUND BALANCES - CASH AND INVESTMENTS BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	Brownfield Grant	Public Relations	EMS Education, Training and Equipment	Community Emergency Response	Homeland Security	Homeland Security II
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	800	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	1,066	-	-	-
Total receipts	-	-	1,066	800	-	-
Disbursements:						
General government	-	-	-	-	-	-
Public safety	-	-	1,180	1,497	1,104	355
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total disbursements	-	-	1,180	1,497	1,104	355
Excess (deficiency) of receipts over disbursements	-	-	(114)	(697)	(1,104)	(355)
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	-	-	(114)	(697)	(1,104)	(355)
Cash and investment fund balance - beginning	7,350	178	5,682	705	1,104	355
Cash and investment fund balance - ending	<u>\$ 7,350</u>	<u>\$ 178</u>	<u>\$ 5,568</u>	<u>\$ 8</u>	<u>\$ -</u>	<u>\$ -</u>
Cash and Investment Assets - December 31						
Restricted assets:						
Cash and investments	<u>\$ 7,350</u>	<u>\$ 178</u>	<u>\$ 5,568</u>	<u>\$ 8</u>	<u>\$ -</u>	<u>\$ -</u>
Cash and Investment Fund Balance - December 31						
Restricted for:						
Public safety	\$ -	\$ -	\$ 5,568	\$ 8	\$ -	\$ -
Highway and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Other purposes	7,350	178	-	-	-	-
Total cash and investment fund balance - December 31	<u>\$ 7,350</u>	<u>\$ 178</u>	<u>\$ 5,568</u>	<u>\$ 8</u>	<u>\$ -</u>	<u>\$ -</u>

GIBSON COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES
 AND RECEIPTS, DISBURSEMENTS, AND CHANGES IN
 FUND BALANCES - CASH AND INVESTMENTS BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	Emergency Management Agency/ CBRNE	FY04 HIS	Accident Report	Firearms Training	Operation Pullover	Operations T.I.P.
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	10,227	13,897
Charges for services	-	-	8,119	9,120	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	-	-	150	2,201
Total receipts	-	-	8,119	9,120	10,377	16,098
Disbursements:						
General government	-	3,567	-	-	-	-
Public safety	32	-	5,231	5,005	11,880	17,405
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total disbursements	32	3,567	5,231	5,005	11,880	17,405
Excess (deficiency) of receipts over disbursements	(32)	(3,567)	2,888	4,115	(1,503)	(1,307)
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	(32)	(3,567)	2,888	4,115	(1,503)	(1,307)
Cash and investment fund balance - beginning	32	3,567	171	2,445	1,503	1,480
Cash and investment fund balance - ending	\$ -	\$ -	\$ 3,059	\$ 6,560	\$ -	\$ 173
Cash and Investment Assets - December 31						
Restricted assets:						
Cash and investments	\$ -	\$ -	\$ 3,059	\$ 6,560	\$ -	\$ 173
Cash and Investment Fund Balance - December 31						
Restricted for:						
Public safety	\$ -	\$ -	\$ 3,059	\$ 6,560	\$ -	\$ 173
Highway and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-
Total cash and investment fund balance - December 31	\$ -	\$ -	\$ 3,059	\$ 6,560	\$ -	\$ 173

GIBSON COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES
 AND RECEIPTS, DISBURSEMENTS, AND CHANGES IN
 FUND BALANCES - CASH AND INVESTMENTS BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	Evidence Collection	County Corrections	DARE	Civil Process Server (COPS More)	County Medical Care of Inmates	Sheriff's Canine
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	4,448	257,040	-	-	-	-
Charges for services	-	-	-	1,198	10,375	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	4,625	-	-	100
Total receipts	4,448	257,040	4,625	1,198	10,375	100
Disbursements:						
General government	-	-	-	1,305	-	388
Public safety	7,056	346,461	7,150	-	8,676	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total disbursements	7,056	346,461	7,150	1,305	8,676	388
Excess (deficiency) of receipts over disbursements	(2,608)	(89,421)	(2,525)	(107)	1,699	(288)
Other financing sources (uses):						
Transfers in	-	10,000	-	-	-	-
Transfers out	-	-	-	-	(2,800)	-
Total other financing sources (uses)	-	10,000	-	-	(2,800)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,608)	(79,421)	(2,525)	(107)	(1,101)	(288)
Cash and investment fund balance - beginning	7,056	88,049	8,009	1,199	1,343	354
Cash and investment fund balance - ending	<u>\$ 4,448</u>	<u>\$ 8,628</u>	<u>\$ 5,484</u>	<u>\$ 1,092</u>	<u>\$ 242</u>	<u>\$ 66</u>
Cash and Investment Assets - December 31						
Restricted assets:						
Cash and investments	<u>\$ 4,448</u>	<u>\$ 8,628</u>	<u>\$ 5,484</u>	<u>\$ 1,092</u>	<u>\$ 242</u>	<u>\$ 66</u>
Cash and Investment Fund Balance - December 31						
Restricted for:						
Public safety	\$ 4,448	\$ 8,628	\$ 5,484	\$ -	\$ -	\$ -
Highway and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Other purposes	-	-	-	1,092	242	66
Total cash and investment fund balance - December 31	<u>\$ 4,448</u>	<u>\$ 8,628</u>	<u>\$ 5,484</u>	<u>\$ 1,092</u>	<u>\$ 242</u>	<u>\$ 66</u>

GIBSON COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES
 AND RECEIPTS, DISBURSEMENTS, AND CHANGES IN
 FUND BALANCES - CASH AND INVESTMENTS BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	County Drug Free Community	Law Enforcement Continuing Education	Coroner Mobile Response Unit	Emergency Telephone System (911)	Local Emergency Planning	Emergency Management Agency Donations
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	2,000	247,722	-	-
Fines and forfeits	15,982	6,996	-	-	-	-
Other	-	-	-	-	248	-
Total receipts	15,982	6,996	2,000	247,722	248	-
Disbursements:						
General government	-	-	1,361	-	-	-
Public safety	15,400	5,382	-	214,677	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	57,462	-	-
Interest	-	-	-	12,613	-	-
Total disbursements	15,400	5,382	1,361	284,752	-	-
Excess (deficiency) of receipts over disbursements	582	1,614	639	(37,030)	248	-
Other financing sources (uses):						
Transfers in	-	-	-	25,278	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	25,278	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	582	1,614	639	(11,752)	248	-
Cash and investment fund balance - beginning	31,774	56,729	1,652	73,461	9,054	9
Cash and investment fund balance - ending	<u>\$ 32,356</u>	<u>\$ 58,343</u>	<u>\$ 2,291</u>	<u>\$ 61,709</u>	<u>\$ 9,302</u>	<u>\$ 9</u>
Cash and Investment Assets - December 31						
Restricted assets:						
Cash and investments	<u>\$ 32,356</u>	<u>\$ 58,343</u>	<u>\$ 2,291</u>	<u>\$ 61,709</u>	<u>\$ 9,302</u>	<u>\$ 9</u>
Cash and Investment Fund Balance - December 31						
Restricted for:						
Public safety	\$ 32,356	\$ 58,343	\$ -	\$ 61,709	\$ 9,302	\$ 9
Highway and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Other purposes	-	-	2,291	-	-	-
Total cash and investment fund balance - December 31	<u>\$ 32,356</u>	<u>\$ 58,343</u>	<u>\$ 2,291</u>	<u>\$ 61,709</u>	<u>\$ 9,302</u>	<u>\$ 9</u>

GIBSON COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES
 AND RECEIPTS, DISBURSEMENTS, AND CHANGES IN
 FUND BALANCES - CASH AND INVESTMENTS BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	State Wireless 911	Upper Pigeon Creek Drainage	Lillard Drainage	Metz Drainage	Brownlee Drainage	Reinhart Drainage
Receipts:						
Taxes	\$ -	\$ 70,634	\$ 18,149	\$ 3,544	\$ 4,536	\$ 7,228
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	94,292	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	1,192	180	-	-	925
	<u>94,292</u>	<u>71,826</u>	<u>18,329</u>	<u>3,544</u>	<u>4,536</u>	<u>8,153</u>
Total receipts						
Disbursements:						
General government	-	44,493	21,983	4,381	2,710	5,991
Public safety	50,918	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Debt service:						
Principal	19,154	-	-	-	-	-
Interest	4,204	-	-	-	-	-
	<u>74,276</u>	<u>44,493</u>	<u>21,983</u>	<u>4,381</u>	<u>2,710</u>	<u>5,991</u>
Total disbursements						
Excess (deficiency) of receipts over disbursements	<u>20,016</u>	<u>27,333</u>	<u>(3,654)</u>	<u>(837)</u>	<u>1,826</u>	<u>2,162</u>
Other financing sources (uses):						
Transfers in	-	-	-	5,000	-	-
Transfers out	(25,278)	-	-	-	-	-
	<u>(25,278)</u>	<u>-</u>	<u>-</u>	<u>5,000</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)						
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(5,262)	27,333	(3,654)	4,163	1,826	2,162
Cash and investment fund balance - beginning	<u>5,262</u>	<u>77,590</u>	<u>15,011</u>	<u>2,401</u>	<u>7,274</u>	<u>39,787</u>
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 104,923</u>	<u>\$ 11,357</u>	<u>\$ 6,564</u>	<u>\$ 9,100</u>	<u>\$ 41,949</u>
<u>Cash and Investment Assets - December 31</u>						
Restricted assets:						
Cash and investments	<u>\$ -</u>	<u>\$ 104,923</u>	<u>\$ 11,357</u>	<u>\$ 6,564</u>	<u>\$ 9,100</u>	<u>\$ 41,949</u>
<u>Cash and Investment Fund Balance - December 31</u>						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highway and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Other purposes	-	104,923	11,357	6,564	9,100	41,949
	<u>-</u>	<u>104,923</u>	<u>11,357</u>	<u>6,564</u>	<u>9,100</u>	<u>41,949</u>
Total cash and investment fund balance - December 31	<u>\$ -</u>	<u>\$ 104,923</u>	<u>\$ 11,357</u>	<u>\$ 6,564</u>	<u>\$ 9,100</u>	<u>\$ 41,949</u>

GIBSON COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES
 AND RECEIPTS, DISBURSEMENTS, AND CHANGES IN
 FUND BALANCES - CASH AND INVESTMENTS BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	Robb Drainage	Trippett Drainage	McMullen Drainage	J.C. Moore Drainage	Greer Drainage	Sturgis Drainage
Receipts:						
Taxes	\$ 622	\$ 5,118	\$ 1,849	\$ 236	\$ 674	\$ 520
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	34	264	-	-	153	-
Total receipts	<u>656</u>	<u>5,382</u>	<u>1,849</u>	<u>236</u>	<u>827</u>	<u>520</u>
Disbursements:						
General government	68	9,124	557	-	214	152
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total disbursements	<u>68</u>	<u>9,124</u>	<u>557</u>	<u>-</u>	<u>214</u>	<u>152</u>
Excess (deficiency) of receipts over disbursements	<u>588</u>	<u>(3,742)</u>	<u>1,292</u>	<u>236</u>	<u>613</u>	<u>368</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>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	588	(3,742)	1,292	236	613	368
Cash and investment fund balance - beginning	<u>7,240</u>	<u>19,905</u>	<u>1,908</u>	<u>2,602</u>	<u>7,290</u>	<u>1,428</u>
Cash and investment fund balance - ending	<u>\$ 7,828</u>	<u>\$ 16,163</u>	<u>\$ 3,200</u>	<u>\$ 2,838</u>	<u>\$ 7,903</u>	<u>\$ 1,796</u>
<u>Cash and Investment Assets - December 31</u>						
Restricted assets:						
Cash and investments	<u>\$ 7,828</u>	<u>\$ 16,163</u>	<u>\$ 3,200</u>	<u>\$ 2,838</u>	<u>\$ 7,903</u>	<u>\$ 1,796</u>
<u>Cash and Investment Fund Balance - December 31</u>						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highway and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Other purposes	<u>7,828</u>	<u>16,163</u>	<u>3,200</u>	<u>2,838</u>	<u>7,903</u>	<u>1,796</u>
Total cash and investment fund balance - December 31	<u>\$ 7,828</u>	<u>\$ 16,163</u>	<u>\$ 3,200</u>	<u>\$ 2,838</u>	<u>\$ 7,903</u>	<u>\$ 1,796</u>

GIBSON COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES
 AND RECEIPTS, DISBURSEMENTS, AND CHANGES IN
 FUND BALANCES - CASH AND INVESTMENTS BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	Miller Drainage	E. S. Farmer Drainage	Toelle Drainage	Animal Services Fines	Recycling Education	Jail Commissary
Receipts:						
Taxes	\$ 879	\$ 674	\$ 3,750	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	156,531
Fines and forfeits	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	<u>879</u>	<u>674</u>	<u>3,750</u>	<u>-</u>	<u>-</u>	<u>156,531</u>
Disbursements:						
General government	136	136	3,504	-	-	-
Public safety	-	-	-	-	-	156,121
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total disbursements	<u>136</u>	<u>136</u>	<u>3,504</u>	<u>-</u>	<u>-</u>	<u>156,121</u>
Excess (deficiency) of receipts over disbursements	<u>743</u>	<u>538</u>	<u>246</u>	<u>-</u>	<u>-</u>	<u>410</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>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	743	538	246	-	-	410
Cash and investment fund balance - beginning	<u>678</u>	<u>340</u>	<u>3,135</u>	<u>375</u>	<u>75</u>	<u>220</u>
Cash and investment fund balance - ending	<u>\$ 1,421</u>	<u>\$ 878</u>	<u>\$ 3,381</u>	<u>\$ 375</u>	<u>\$ 75</u>	<u>\$ 630</u>
<u>Cash and Investment Assets - December 31</u>						
Restricted assets:						
Cash and investments	<u>\$ 1,421</u>	<u>\$ 878</u>	<u>\$ 3,381</u>	<u>\$ 375</u>	<u>\$ 75</u>	<u>\$ 630</u>
<u>Cash and Investment Fund Balance - December 31</u>						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 630
Highway and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Other purposes	<u>1,421</u>	<u>878</u>	<u>3,381</u>	<u>375</u>	<u>75</u>	<u>-</u>
Total cash and investment fund balance - December 31	<u>\$ 1,421</u>	<u>\$ 878</u>	<u>\$ 3,381</u>	<u>\$ 375</u>	<u>\$ 75</u>	<u>\$ 630</u>

GIBSON COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES
 AND RECEIPTS, DISBURSEMENTS, AND CHANGES IN
 FUND BALANCES - CASH AND INVESTMENTS BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	Toyota/ Fort Branch Fire Station	Work Release Center Equipment	DHS 97.067-074	Sheriff Tax Warrants	General Drain Improvement	Totals
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,937,002
Licenses and permits	-	-	-	-	-	29,579
Intergovernmental	-	-	51,561	1,488	-	2,339,394
Charges for services	-	-	-	-	-	781,215
Fines and forfeits	-	-	-	-	-	439,805
Other	15,000	-	-	-	-	41,312
Total receipts	15,000	-	51,561	1,488	-	5,568,307
Disbursements:						
General government	-	-	51,544	-	14	972,217
Public safety	-	-	-	-	-	1,439,475
Highways and streets	-	-	-	-	-	375,000
Health and welfare	-	-	-	-	-	2,125,147
Economic development	-	-	-	-	-	430,528
Debt service:						
Principal	-	-	-	-	-	144,905
Interest	-	-	-	-	-	21,059
Total disbursements	-	-	51,544	-	14	5,508,331
Excess (deficiency) of receipts over disbursements	15,000	-	17	1,488	(14)	59,976
Other financing sources (uses):						
Transfers in	-	60,994	-	-	15,000	256,746
Transfers out	-	-	-	-	(10,000)	(231,829)
Total other financing sources (uses)	-	60,994	-	-	5,000	24,917
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	15,000	60,994	17	1,488	4,986	84,893
Cash and investment fund balance - beginning	-	-	-	-	53,067	5,335,272
Cash and investment fund balance - ending	<u>\$ 15,000</u>	<u>\$ 60,994</u>	<u>\$ 17</u>	<u>\$ 1,488</u>	<u>\$ 58,053</u>	<u>\$ 5,420,165</u>
Cash and Investment Assets - December 31						
Restricted assets:						
Cash and investments	<u>\$ 15,000</u>	<u>\$ 60,994</u>	<u>\$ 17</u>	<u>\$ 1,488</u>	<u>\$ 58,053</u>	<u>\$ 5,420,165</u>
Cash and Investment Fund Balance - December 31						
Restricted for:						
Public safety	\$ 15,000	\$ 60,994	\$ -	\$ 1,488	\$ -	\$ 1,628,157
Highway and streets	-	-	-	-	-	198,948
Health and welfare	-	-	-	-	-	954,970
Other purposes	-	-	17	-	58,053	2,638,090
Total cash and investment fund balance - December 31	<u>\$ 15,000</u>	<u>\$ 60,994</u>	<u>\$ 17</u>	<u>\$ 1,488</u>	<u>\$ 58,053</u>	<u>\$ 5,420,165</u>

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

	Surplus Tax	Surplus Dog Tax	Tax Sale Redemption	Tax Sale Surplus	Financial Institution Tax	Personal Property Collection
Additions:						
Agency fund additions	\$ 23,854	\$ 662	\$ 149,450	\$ 655,467	\$ 167,485	\$ 1,836
Deductions:						
Agency fund deductions	36,557	662	145,502	165,339	167,485	1,265
Excess (deficiency) of total additions over total deductions	(12,703)	-	3,948	490,128	-	571
Cash and investment fund balance - beginning	48,300	-	-	244,305	-	676
Cash and investment fund balance - ending	<u>\$ 35,597</u>	<u>\$ -</u>	<u>\$ 3,948</u>	<u>\$ 734,433</u>	<u>\$ -</u>	<u>\$ 1,247</u>

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

	EDIT Rainy Day Fund	County EDIT	Payroll Clearing	Wage Garnishment	Coroner's Training and Continuing Education	Judges' Retirement
Additions:						
Agency fund additions	\$ -	\$ 3,122,249	\$ 3,187,556	\$ -	\$ 1,584	\$ -
Deductions:						
Agency fund deductions	-	3,122,249	3,192,298	-	1,683	-
Excess (deficiency) of total additions over total deductions	-	-	(4,742)	-	(99)	-
Cash and investment fund balance - beginning	1	-	(56,522)	290	285	430
Cash and investment fund balance - ending	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ (61,264)</u>	<u>\$ 290</u>	<u>\$ 186</u>	<u>\$ 430</u>

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

	City/Town Court Costs	Welfare Trust	Education Plate Fees	Congressional Interest	Inheritance Tax	State Settlement
Additions:						
Agency fund additions	\$ 12,607	\$ 8,316	\$ 1,163	\$ 884	\$ 738,881	\$ 39,108
Deductions:						
Agency fund deductions	11,772	8,260	1,444	1,245	778,170	39,108
Excess (deficiency) of total additions over total deductions	835	56	(281)	(361)	(39,289)	-
Cash and investment fund balance - beginning	4,341	12,604	281	17,704	133,086	-
Cash and investment fund balance - ending	<u>\$ 5,176</u>	<u>\$ 12,660</u>	<u>\$ -</u>	<u>\$ 17,343</u>	<u>\$ 93,797</u>	<u>\$ -</u>

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

	<u>State Court Fees</u>	<u>Tax Distribution Funds</u>	<u>Health Department</u>	<u>County Sheriff</u>	<u>County Recorder</u>
Additions:					
Agency fund additions	\$ 62,077	\$ 35,194,865	\$ 31,563	\$ 689,581	\$ 199,990
Deductions:					
Agency fund deductions	<u>106,054</u>	<u>35,190,932</u>	<u>31,563</u>	<u>694,860</u>	<u>199,990</u>
Excess (deficiency) of total additions over total deductions	(43,977)	3,933	-	(5,279)	-
Cash and investment fund balance - beginning	<u>53,088</u>	<u>3,980</u>	<u>-</u>	<u>23,942</u>	<u>100</u>
Cash and investment fund balance - ending	<u>\$ 9,111</u>	<u>\$ 7,913</u>	<u>\$ -</u>	<u>\$ 18,663</u>	<u>\$ 100</u>

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

	<u>County Treasurer</u>	<u>Clerk of the Circuit Court</u>	<u>Inmate Trust</u>	<u>Ambulance Service Fees</u>	<u>Superior Court Probation</u>
Additions:					
Agency fund additions	<u>\$ 36,844,309</u>	<u>\$ 5,682,032</u>	<u>\$ 167,943</u>	<u>\$ 1,007,681</u>	<u>\$ 190,248</u>
Deductions:					
Agency fund deductions	<u>36,940,735</u>	<u>4,517,192</u>	<u>169,617</u>	<u>1,007,681</u>	<u>190,167</u>
Excess (deficiency) of total additions over total deductions	(96,426)	1,164,840	(1,674)	-	81
Cash and investment fund balance - beginning	<u>365,475</u>	<u>359,842</u>	<u>12,577</u>	<u>-</u>	<u>(81)</u>
Cash and investment fund balance - ending	<u><u>\$ 269,049</u></u>	<u><u>\$ 1,524,682</u></u>	<u><u>\$ 10,903</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

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

	Circuit Court Probation	Community Corrections Department	County Police Pension	EMS Toyota Donation	Totals
Additions:					
Agency fund additions	\$ 33,131	\$ 129,827	\$ 5,699	\$ 5,000	\$ 88,355,048
Deductions:					
Agency fund deductions	33,131	129,827	-	5,000	86,889,788
Excess (deficiency) of total additions over total deductions	-	-	5,699	-	1,465,260
Cash and investment fund balance - beginning	-	-	-	-	1,224,704
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,699</u>	<u>\$ -</u>	<u>\$ 2,689,964</u>

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

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

General infrastructure assets (those reported by governmental activities) are included regardless of their acquisition date or amount. The government was able to estimate the historical cost for the initial reporting of these assets through backtrending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year.) As the government constructs or acquires additional capital assets each period, including infrastructure assets, they are reported at historical cost.

<u>Primary Government</u>	<u>Ending Balance</u>
Governmental activities:	
Capital assets, not being depreciated:	
Land	\$ 36,650
Infrastructure	13,163,881
Buildings	5,264,765
Machinery and equipment	<u>6,084,548</u>
Total governmental activities, capital assets not being depreciated	<u>\$ 24,549,844</u>

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

Gibson County has entered into the following capital leases, loan payable and bonds payable:

Description of Asset	Ending Balance	Due Within One Year
Governmental Activities:		
Capital leases:		
Perimeter road around Toyota	\$ 5,160,000	\$ 420,000
Voting equipment	70,378	70,378
E-911 equipment	330,877	81,965
Loan Payable:		
Community corrections building	1,500,000	275,878
Bonds payable:		
Revenue bonds:		
Infrastructure improvements	18,907,560	1,488,197
Infrastructure improvements	<u>8,895,804</u>	<u>317,591</u>
Total governmental activities long-term debt	<u>\$ 34,864,619</u>	<u>\$ 2,654,009</u>

GIBSON COUNTY
OTHER REPORT

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

County Auditor

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 GIBSON COUNTY, INDIANA

Compliance

We have audited the compliance of Gibson County (County) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended December 31, 2006. The County's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the County's compliance with those requirements.

In our opinion, the County complied in all material respects with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2006.

Internal Control Over Compliance

The management of the County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

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

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

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

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

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

October 16, 2007

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

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>			
Pass-Through Lieutenant Governor Office of Community and Rural Affairs			
Community Development Block Grants/State's Program	14.228		
Oakland City Ambulance Base		CF-04-228	\$ 142,582
Gibson County Area Rehabilitation Center		CF-05-216	209,000
Fort Branch Fire Station		QF-06-001	<u>22,879</u>
Total for federal grantor agency			<u>374,461</u>
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Pass-Through Indiana Criminal Justice Institute			
Crime Victims Assistance Program	16.575		
		05-VA-037	15,640
		06-VA-036	<u>14,941</u>
Total for program			<u>30,581</u>
Violence Against Women Formula Grants	16.588		
		05-ST-017	2,952
		06-ST-018	<u>4,104</u>
Total for program			<u>7,056</u>
Total for federal grantor agency			<u>37,637</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Pass-Through Indiana Criminal Justice Institute			
Highway Safety Cluster			
State and Community Highway Safety	20.600		
		OP-06-02-03-46	1,933
		OP-07-01-01-88	4,750
		PT-10-10-07	<u>2,000</u>
Total for program			<u>8,683</u>
Alcohol Traffic Safety and Drunk Driving Prevention Incentive Grants	20.601		
		J8-06-04-04-01	<u>3,527</u>
Total for cluster			<u>12,210</u>
Total for federal grantor agency			<u>12,210</u>
<u>U.S. ENVIRONMENTAL PROTECTION AGENCY</u>			
Pass-Through Indiana Department of Environmental Management	66.454		
Water Quality Management Planning			
Watershed		ANR 305-6-107	<u>1,951</u>
<u>U.S. ELECTION ASSISTANCE COMMISSION</u>			
Pass-Through Indiana Secretary of State			
Help America Vote Act Requirements Payments	90.401		
		HAVA Title III	<u>152,059</u>

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

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

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana Department of Health Centers for Disease Control Investigations and Technical Assistance	93.283	BPRS 125-3	<u>51,554</u>
Pass-Through Indiana Department of Child Services Child Support Enforcement	93.563	Collection Incentives Prosecutor Expense Clerk Expense Indirect Costs	<u>42,379</u> <u>132,442</u> <u>36,299</u> <u>35,323</u>
Total for program			<u>246,443</u>
Total for federal grantor agency			<u>297,997</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Homeland Security Homeland Security Cluster			
State Domestic Preparedness Equipment Support Program Courthouse Security	97.004	FY 03 Part II	<u>4,300</u>
Homeland Security Grant Program Motorola Radios	97.067	FY 05 SHSP	<u>32,573</u>
State Homeland Security Program (SHSP) Laptops Courthouse Security	97.073	FY 04 EDS C44P7099 FY 03 SHSP EDS C44P7202	<u>11,250</u> <u>41,345</u>
Total for program			<u>52,595</u>
Law Enforcement Terrorism Prevention Program Motorola Radios	97.074	FY05 LETPP	<u>19,090</u>
Total for cluster			<u>108,558</u>
Public Assistance Grants	97.036	Disaster 1573 Disaster 1573 Disaster 1573	<u>1,744</u> <u>11,200</u> <u>45,413</u>
Total for program			<u>58,357</u>
Total for federal grantor agency			<u>166,915</u>
Total federal awards expended			<u>\$ 1,043,230</u>

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

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

II. Subrecipients

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

Program Title	Federal CFDA Number	2006
Community Development Block Grants/State's Program	14.228	<u>\$ 231,879</u>

GIBSON COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Qualified

Internal control over financial reporting:
 Material weaknesses identified? no
 Reportable conditions identified that are not considered to be material weaknesses? none reported

Noncompliance material to financial statements noted? no

Federal Awards:

Internal control over major programs:
 Material weaknesses identified? no
 Reportable conditions identified that are not considered to be material weaknesses? none reported

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

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

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
14.228	Community Development Block Grants/State's Program
90.401	Help America Vote Act Requirements Payments

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

Auditee qualified as low-risk auditee? no

Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

GIBSON COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

GIBSON COUNTY
EXIT CONFERENCE

The contents of this report were discussed on October 16, 2007, with Mary B. Key, Auditor; Robert Townsend, County Commissioner; and Tony G. Wolfe, President of the County Council. Our audit disclosed no material items that warrant comment at this time.