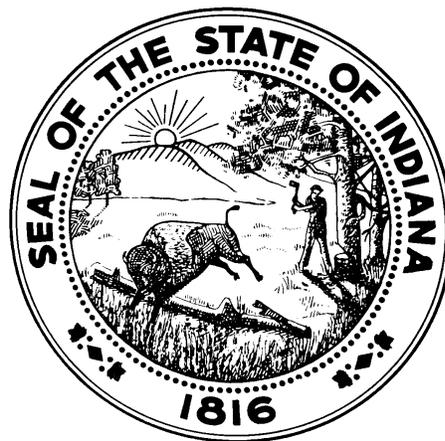


STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769

ANNUAL FINANCIAL REPORT

2007

STEBEN COUNTY, INDIANA



FILED

07/22/2008

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Pamela Coleman	01-01-07 to 12-31-10
Treasurer	Sylvia Petre	01-01-04 to 12-31-11
Clerk	Diana Penick	01-01-04 to 12-31-11
Sheriff	Rick Lewis	01-01-07 to 12-31-10
Recorder	Dani Parrish	01-01-07 to 12-31-10
President of the Board of County Commissioners	F. Mayo Sanders	01-01-07 to 12-31-08
President of the County Council	William L. Booth	01-01-07 to 12-31-08



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

TO: THE OFFICIALS OF STEUBEN COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Steuben County (County), as of and for the year ended December 31, 2007, which collectively comprise the County's basic financial statements as listed in the Table of Contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective cash and investment balances of the governmental activities, each major fund, and the aggregate remaining fund information of the County as of December 31, 2007, 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 June 25, 2008, 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, Schedule of Contributions From the Employer and Other Contributing Entities, as listed in the Table of Contents, are not required parts of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management, regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The Combining Schedules, as listed in the Table of Contents, 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

June 25, 2008



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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 STEUBEN COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Steuben County (County), as of and for the year ended December 31, 2007, which collectively comprise the County's basic financial statements and have issued our report thereon dated June 25, 2008. 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.

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

STATE BOARD OF ACCOUNTS

June 25, 2008

STEUBEN 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, 2007

	General	Highways and Streets	County Family and Children	Major Moves	Other Governmental Funds	Totals
Receipts:						
Taxes	\$ 4,403,427	\$ -	\$ 1,340,884	\$ -	\$ 2,864,754	\$ 8,609,065
Licenses and permits	171,968	2,750	-	-	52,578	227,296
Intergovernmental	187,311	2,645,846	650,588	-	1,832,949	5,316,694
Charges for services	1,606,781	-	-	-	913,009	2,519,790
Fines and forfeits	288,197	-	-	-	-	288,197
Other	3,300,654	121,858	94,980	605	378,435	3,896,532
Total receipts	9,958,338	2,770,454	2,086,452	605	6,041,725	20,857,574
Disbursements:						
General government	5,297,732	-	-	-	5,403,332	10,701,064
Public safety	5,076,865	-	-	-	2,043,293	7,120,158
Highways and streets	-	2,284,109	-	-	42,061	2,326,170
Health and welfare	350,586	-	3,116,913	-	730,739	4,198,238
Culture and recreation	83,357	-	-	-	406,850	490,207
Debt service:						
Principal	-	207,094	-	-	485,555	692,649
Interest	-	21,942	-	-	164,965	186,907
Capital outlay:						
Highways and streets	-	-	-	2,332,095	760,611	3,092,706
General government	-	-	-	-	50,343	50,343
Total disbursements	10,808,540	2,513,145	3,116,913	2,332,095	10,087,749	28,858,442
Excess (deficiency) of receipts over disbursements	(850,202)	257,309	(1,030,461)	(2,331,490)	(4,046,024)	(8,000,868)
Other financing sources (uses):						
Bond proceeds	-	-	-	-	5,497,690	5,497,690
Transfers in	132,438	-	466,331	-	239,738	838,507
Transfers out	(23,285)	-	-	-	(815,222)	(838,507)
Total other financing sources (uses)	109,153	-	466,331	-	4,922,206	5,497,690
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(741,049)	257,309	(564,130)	(2,331,490)	876,182	(2,503,178)
Cash and investment fund balance - beginning	803,431	996,967	564,130	33,702,838	6,440,347	42,507,713
Cash and investment fund balance - ending	\$ 62,382	\$ 1,254,276	\$ -	\$ 31,371,348	\$ 7,316,529	40,004,535
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.						
						278,006
Net assets of governmental activities						<u>\$ 40,282,541</u>
Cash and Investment Assets - December 31						
Cash and investments	\$ 62,382	\$ -	\$ -	\$ -	\$ 2,336,810	\$ 2,399,192
Restricted assets:						
Cash and investments	-	1,254,276	-	31,371,348	4,979,719	37,605,343
Total cash and investment assets - December 31	\$ 62,382	\$ 1,254,276	\$ -	\$ 31,371,348	\$ 7,316,529	\$ 40,004,535
Cash and Investment Fund Balance - December 31						
Restricted for:						
Culture and recreation	\$ -	\$ -	\$ -	\$ -	\$ 2,757	\$ 2,757
Debt service	-	-	-	-	7,647	7,647
Other purposes	-	1,254,276	-	31,371,348	4,969,315	37,594,939
Unrestricted	62,382	-	-	-	2,336,810	2,399,192
Total cash and investment fund balance - December 31	\$ 62,382	\$ 1,254,276	\$ -	\$ 31,371,348	\$ 7,316,529	\$ 40,004,535

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

STEUBEN 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, 2007

	Internal Service Funds
Operating receipts:	
Other	<u>\$ 2,284,439</u>
Operating disbursements:	
Other	<u>2,045,475</u>
Excess of operating receipts over operating disbursements	238,964
Cash and investment fund balance - beginning	<u>39,042</u>
Cash and investment fund balance - ending	<u><u>\$ 278,006</u></u>
<u>Cash and Investment Assets - December 31</u>	
Restricted assets:	
Cash and investments	<u><u>\$ 278,006</u></u>
<u>Cash and Investment Fund Balance - December 31</u>	
Restricted for:	
Other purposes	<u><u>\$ 278,006</u></u>

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

STEUBEN COUNTY
STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
FIDUCIARY FUNDS
For The Year Ended December 31, 2007

	<u>Pension Trust Funds</u>	<u>Agency Funds</u>
Additions:		
Contributions:		
Employer	\$ 161,263	\$ -
Plan members	<u>28,047</u>	<u>-</u>
Total contributions	<u>189,310</u>	<u>-</u>
Investment earnings:		
Net increase in fair value of investments	251,807	-
Interest/dividends	<u>93,900</u>	<u>-</u>
Total investment earnings	345,707	-
Agency fund additions	<u>-</u>	<u>133,517,524</u>
Total additions	<u>535,017</u>	<u>133,517,524</u>
Deductions:		
Benefits	94,452	-
Administrative and general	63,643	-
Agency fund deductions	<u>-</u>	<u>122,120,520</u>
Total deductions	<u>158,095</u>	<u>122,120,520</u>
Excess of total additions over total deductions	376,922	11,397,004
Cash and investment fund balance - beginning	<u>3,291,808</u>	<u>3,692,624</u>
Cash and investment fund balance - ending	<u>\$ 3,668,730</u>	<u>\$ 15,089,628</u>

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

STEUBEN 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: Steuben County

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

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

The Statement of Activities and Net Assets – Cash and Investment Basis displays information about the reporting government as a whole. It includes all funds of the reporting entity except for fiduciary funds. The statement distinguishes between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other 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.

The highways and streets fund (special revenue) accounts for the financial resources and expenses related to construction, reconstruction and maintenance of county highways. The county highway and local road and street funds have been combined to form the highways and streets funds.

The county family and children fund (special revenue) accounts for the financial resources and expenses related to services for children adjudicated to be in need of services or delinquent children.

STEUBEN COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

The major moves fund (special revenue) accounts for the financial resources and expenses related to construction, reconstruction, and maintenance of county highways.

Additionally, the County reports the following fund types:

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

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.

Agency funds account for assets held by the County as an agent for other governmental entities, and serve as control accounts for certain cash transactions during the time they are a liability to the County.

C. Measurement Focus and Basis of Accounting

The government-wide, governmental fund, proprietary fund, and fiduciary fund financial statements are reported using the basis of accounting that demonstrates compliance with the cash and investment basis and budget laws of the State of Indiana, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Receipts are recorded when received and disbursements are recorded when paid.

The cash and investment basis of accounting differs from accounting principles generally accepted in the United States of America in that receipts are recognized when received in cash rather than when earned and disbursements are recognized when paid rather than when a liability is incurred. Investment transactions are not presented on the financial statements.

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

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

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

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.

STEUBEN COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

2. Capital Assets

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

3. Long-Term Debt

Long-term debt arising from cash basis transactions of governmental and proprietary funds is not reported as liabilities in the basic financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as disbursements.

4. Equity Classification

Government-Wide Statements

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

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

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

Fund Financial Statements

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

E. Receipts and Disbursements

1. Program Receipts

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

2. Operating Receipts and Disbursements

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

STEUBEN COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

F. Internal and Interfund Balances and Activities

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

Fund Financial Statements

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

Government-Wide Financial Statements

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

Internal activities – Amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide Statement of Activities and Net Assets – Cash and Investment Basis except for the net amount of transfers between governmental and business-type activities, which are reported as Transfers – Internal Activities. The effects of interfund services between funds, if any, are not eliminated in the Statement of Activities and Net Assets – Cash and Investment Basis.

II. Stewardship, Compliance and Accountability

A. Budgetary Information

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

Prior to the first required publication, the fiscal officer of the County submits to the governing board a proposed operating budget for the year commencing the following January 1. Prior to adoption, the budget is advertised and public hearings are conducted by the governing board to obtain taxpayer comments. In September of each year, the governing board, through the passage of a resolution/ordinance, approves the budget for the next year. Copies of the budget resolution/ordinance and the advertisement for funds for which property taxes are levied or highway use taxes are received are sent to the Indiana Department of Local Government Finance. The budget becomes legally enacted after the fiscal officer of the County receives approval of the Indiana Department of Local Government Finance.

STEUBEN COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

The County's management cannot transfer budgeted appropriations between object classifications of a budget without approval of the governing board. The Indiana Department of Local Government Finance must approve any revisions to the appropriations for any fund or any department of the General Fund. The legal level of budgetary control is by object and department within the fund for the General Fund and by object within the fund for all other budgeted funds.

B. Cash and Investment Balance Deficits

At December 31, 2007, the following fund reported a deficit in cash and investments, which is a violation of the Uniform Compliance Guidelines and state statute:

Fund	2007
Watershed Management Plan Grant	<u>\$ 10,261</u>

The cash and investment deficit arose primarily from disbursements exceeding receipts due to the underestimate of current requirements; this deficit is to be repaid from future receipts.

III. Detailed Notes on All Funds

A. Deposits and Investments

1. Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. Indiana Code 5-13-8-1 allows a political subdivision of the State of Indiana to deposit public funds in a financial institution only if the financial institution is a depository eligible to receive state funds and has a principal office or branch that qualifies to receive public funds of the political subdivision. At December 31, 2007, the bank balance held at Morgan Stanley in the amount of \$144,823 was uncollateralized. The remaining bank balances were insured by the Federal Deposit Insurance Corporation or the Public Deposit Insurance Fund, which covers all public funds held in approved depositories.

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, 2007, the County had the following investments:

Investment Type	Sheriff's Retirement and Benefit Pension Plans
U.S. treasuries and securities	\$ 359,118
Government sponsored enterprises	247,605
Corporate bonds	677,216
Corporate stocks	2,179,295
Mutual funds	<u>60,673</u>
Total	<u>\$ 3,523,907</u>

STEUBEN COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Investment Policies

Indiana Code 5-13-9 authorizes the County to invest in securities backed by the full faith and credit of the United States Treasury or fully guaranteed by the United States of America and issued by the United States Treasury, a federal agency, a federal instrumentality, or a federal government sponsored enterprise. Indiana Code also authorizes the County to invest in securities fully guaranteed and issued by a federal agency, a federal instrumentality or a federal government sponsored enterprise. These investments are required by statute to have a stated final maturity of not more than two years.

Indiana Code also provides for investment in money market mutual funds that are in the form of securities of, or interest in, an open-end, no-load, management-type investment company or investment trust registered under the provision of the federal Investment Company Act of 1940, as amended. Investments in money market mutual funds may not exceed 50% of the funds held by the County and available for investment. The portfolio of an investment company or investment trust used must be limited to direct obligations of the United States of America, obligations issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise or repurchase agreements fully collateralized by direct obligations of the United States of America or obligations issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise. The form of securities of, or interest in, an investment company or investment trust must be rated as AAA, or its equivalent by Standard and Poor's Corporation or its successor or Aaa, or its equivalent, by Moody's Investors Service, Inc., or its successor. The form of securities in an investment company or investment trust should have a stated final maturity of one day.

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.

The Sheriff's Merit Board has not adopted an investment policy for custodial credit risk for investments. At December 31, 2007, the Sheriff's Retirement and Benefit Pension Plans held investments in U.S. treasuries and securities, government sponsored enterprises, corporate bonds, corporate stocks and mutual funds in the amount of \$3,523,907. Of these investments \$3,523,907 are held by the investment's counterparty, not in the name of the Sheriff's Pension Plan.

STEUBEN COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Interest Rate Risk

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

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

Sheriff's Retirement and Benefit Pension Plans:

Investment Type	Investment Maturities (in Years)		
	Less Than 5	5-15	More Than 15
U.S. treasuries and securities	\$ 254,283	\$ 34,730	\$ 70,105
Government sponsored enterprises	211,752	35,853	-
Corporate bonds	278,806	175,491	222,919
Mutual funds	60,673	-	-
Totals	<u>\$ 805,514</u>	<u>\$ 246,074</u>	<u>\$ 293,024</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	Steuben County's Investments		
		Mutual Funds	Corporate Bonds	Government Sponsored Enterprise
AAA	Aaa	\$ -	\$ 37,937	\$ 247,605
AA	Aa	-	91,493	-
A	A	-	253,432	-
BBB	Baa	-	155,825	-
BB	Ba	-	46,202	-
Unrated	Unrated	60,673	92,327	-
Totals		<u>\$ 60,673</u>	<u>\$ 677,216</u>	<u>\$ 247,605</u>

STEUBEN COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Concentration of Credit Risk

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

The Sheriff's Merit Board has not adopted a policy for the concentration of credit risk. More than 5% of the Sheriff's Retirement and Benefit investments are in Federal Home Loan Mortgage Company. These investments represent 5.69% of the total investments.

B. Interfund Transfers

Interfund transfers for the year ended December 31, 2007, were as follows:

Transfer From	Transfer To	2007
General Fund	Other governmental funds	\$ 23,285
Other governmental funds	General Fund	132,438
Other governmental funds	Major Moves Fund	466,331
Other governmental funds	Other governmental funds	216,453
 Total		 \$ 838,507

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.

Group Health Insurance

The County has chosen to establish a risk financing fund for risk associated with Health Insurance. The risk financing fund is accounted for in the Self-Insurance Fund, an internal service fund, where assets are set aside for claim settlements. An excess policy through commercial

STEUBEN COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

insurance covers individual claims in excess of \$5,000 per year per individual and \$10,000 per year per family. There is also an aggregate stop loss policy of \$50,000. Settled claims resulting from this risk did not exceed commercial insurance coverage for the past three years. A premium is charged to each fund that accounts for employee payroll, based on the number of employees.

B. Administration of Welfare Programs

The County is required to provide certain funding for administrative costs of welfare programs, the Hospital Care for Indigent Program, Medical Assistance to Wards and Children with Special Health Care Needs through local property tax levies. The County remits those taxes to the State, which pays the cost.

C. Pension Plans

Agent Multiple-Employer and Single-Employer Defined Benefit Pension Plans

1. Public Employees' Retirement Fund

Plan Description

The County contributes to the Indiana Public Employees' Retirement Fund (PERF), a defined benefit pension plan. PERF is an agent multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All full-time employees are eligible to participate in the defined benefit plan. State statutes (IC 5-10.2 and 5-10.3) govern, through the PERF Board, most requirements of the system and give the County authority to contribute to the plan. The PERF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of member's contributions, set by state statute at 3% of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

PERF administers the plan and issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole and for its participants. The report may be obtained by contacting:

Public Employees' Retirement Fund
Harrison Building, Room 800
143 West Market Street
Indianapolis, IN 46204
Ph. (317) 233-4162

Funding Policy and Annual Pension Cost

The contribution requirements of plan members for PERF are established by the Board of Trustees of PERF. The County's annual pension cost and related information, as provided by the actuary, is presented in this note.

STEUBEN COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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.

STEUBEN COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

	PERF	County Police Retirement Plan	County Police Benefit Plan
Annual required contribution	\$ 403,400	\$ 148,478	\$ 12,785
Interest on net pension obligation	(9,210)	11,477	-
Adjustment to annual required contribution	10,495	(16,544)	-
Annual pension cost	404,685	143,411	12,785
Contributions made	364,668	148,478	12,785
Increase (decrease) in net pension obligation	40,017	(5,067)	-
Net pension obligation, beginning of year	(127,029)	153,031	-
Net pension obligation, end of year	\$ (87,012)	\$ 147,964	\$ -

	PERF	County Police Retirement Plan	County Police Benefit Plan
Contribution rates:			
County	5.475%	17.3%	1.5%
Plan members	3%	6%	6%
Actuarial valuation date	07-01-07	01-01-08	01-01-08
Actuarial cost method	Entry age	Frozen Initial Liability	Benefit
Amortization method	Level percentage of projected payroll, closed	Level percentage of projected payroll, closed	*
Amortization period	30 years	30 years	*
Amortization period (from date)	07-01-97	01-01-08	*
Asset valuation method	75% of expected actual value plus 25% of market value	75% of expected actual value plus 25% of market value	75% of expected actual value plus 25% of market value

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

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

STEUBEN 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	06-30-05	\$ 306,348	125%	\$ (186,385)
	06-30-06	400,616	85%	(127,029)
	06-30-07	404,685	90%	(87,012)
County Police Retirement Plan	12-31-05	159,222	88%	117,890
	12-31-06	142,492	75%	153,051
	12-31-07	143,411	97%	147,964
County Police Benefit Plan	12-31-05	16,433	100%	-
	12-31-06	12,649	100%	-
	12-31-07	12,785	100%	-

STEUBEN 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)
07-01-05	\$ 5,058,335	\$ 6,438,725	\$ (1,380,390)	79%	\$ 5,947,180	(23%)
07-01-06	5,625,556	6,417,122	(791,566)	88%	5,896,846	(13%)
07-01-07	6,284,710	6,825,856	(541,146)	92%	5,743,117	(9%)

County Police Retirement Pension Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Excess of Assets Over (Unfunded) AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Excess (Unfunded) AAL as a Percentage of Covered Payroll ((a-b)/c)
01-01-03	\$ 2,045,018	\$ 2,045,018	\$ -	100%	\$ 756,034	0%
01-01-04	2,112,907	2,112,907	-	100%	757,996	0%
01-01-05	2,271,032	2,271,032	-	100%	848,637	0%
01-01-06	2,604,829	2,604,829	-	100%	843,525	0%
01-01-07	2,930,311	2,930,311	-	100%	856,829	0%
01-01-08	3,292,084	3,436,821	(144,737)	96%	870,304	(17%)

County Police Benefit Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Excess of Assets Over (Unfunded) AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Excess (Unfunded) AAL as a Percentage of Covered Payroll ((a-b)/c)
01-01-03	\$ 136,749	\$ 136,749	\$ -	100%	\$ 756,034	0%
01-01-04	138,288	138,288	-	100%	757,996	0%
01-01-05	142,596	142,596	-	100%	848,637	0%
01-01-06	164,720	164,720	-	100%	843,525	0%
01-01-07	184,247	184,247	-	100%	856,829	0%
01-01-08	205,680	205,680	-	100%	870,304	0%

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

	<u>Year Ending</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage of ARC Contributed County</u>
County Police Retirement Plan	12-31-05	\$ 162,507	87%
	12-31-06	146,395	93%
	12-31-07	148,478	100%
County Police Benefit Plan	12-31-05	16,443	100%
	12-31-06	12,649	100%
	12-31-07	12,785	100%

STEUBEN COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2007

	County Health	Accident Report	Firearms Training	County Aviation	Innkeeper's Tax	Hazardous Waste
Receipts:						
Taxes	\$ 220,729	\$ -	\$ -	\$ 35,011	\$ 389,694	\$ -
Licenses and permits	52,578	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	4,101	13,933	18,992	-	-
Other	3,995	-	-	-	-	-
Total receipts	277,302	4,101	13,933	54,003	389,694	-
Disbursements:						
General government	-	-	-	65,753	-	-
Public safety	-	2,532	7,601	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	345,169	-	-	-	-	-
Culture and recreation	-	-	-	-	375,933	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
Highways and streets	-	-	-	-	-	-
General government	-	-	-	-	-	-
Total disbursements	345,169	2,532	7,601	65,753	375,933	-
Excess (deficiency) of receipts over disbursements	(67,867)	1,569	6,332	(11,750)	13,761	-
Other financing sources (uses):						
Bond proceeds	-	-	-	-	-	-
Transfers in	3,455	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	3,455	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(64,412)	1,569	6,332	(11,750)	13,761	-
Cash and investment fund balance - beginning	69,308	3,495	8,461	38,198	21,280	1,855
Cash and investment fund balance - ending	<u>\$ 4,896</u>	<u>\$ 5,064</u>	<u>\$ 14,793</u>	<u>\$ 26,448</u>	<u>\$ 35,041</u>	<u>\$ 1,855</u>
Cash and Investment Assets - December 31						
Cash and investments	\$ -	\$ -	\$ -	\$ 26,448	\$ -	\$ -
Restricted assets:						
Cash and investments	4,896	5,064	14,793	-	35,041	1,855
Total cash and investment assets - December 31	<u>\$ 4,896</u>	<u>\$ 5,064</u>	<u>\$ 14,793</u>	<u>\$ 26,448</u>	<u>\$ 35,041</u>	<u>\$ 1,855</u>
Cash and Investment Fund Balance - December 31						
Restricted for:						
Culture and recreation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt service	-	-	-	-	-	-
Other purposes	4,896	5,064	14,793	-	35,041	1,855
Unrestricted	-	-	-	26,448	-	-
Total cash and investment fund balance - December 31	<u>\$ 4,896</u>	<u>\$ 5,064</u>	<u>\$ 14,793</u>	<u>\$ 26,448</u>	<u>\$ 35,041</u>	<u>\$ 1,855</u>

STEUBEN COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2007
 (Continued)

	Surveyor's Corner Perpetuation	Supplemental Adult Probation Services	Supplemental Juvenile Probation Services	Property Reassessment	Recorder's Record Perpetuation	Clerk's Record Perpetuation
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ 102,145	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	10,165	156,095	12,381	-	78,042	13,581
Other	-	-	-	-	-	-
Total receipts	10,165	156,095	12,381	102,145	78,042	13,581
Disbursements:						
General government	23,249	-	-	255,761	107,005	24,712
Public safety	-	168,654	14,224	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
Highways and streets	-	-	-	-	-	-
General government	-	-	-	-	-	-
Total disbursements	23,249	168,654	14,224	255,761	107,005	24,712
Excess (deficiency) of receipts over disbursements	(13,084)	(12,559)	(1,843)	(153,616)	(28,963)	(11,131)
Other financing sources (uses):						
Bond proceeds	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(13,084)	(12,559)	(1,843)	(153,616)	(28,963)	(11,131)
Cash and investment fund balance - beginning	54,304	52,428	4,576	1,430,102	274,068	43,819
Cash and investment fund balance - ending	<u>\$ 41,220</u>	<u>\$ 39,869</u>	<u>\$ 2,733</u>	<u>\$ 1,276,486</u>	<u>\$ 245,105</u>	<u>\$ 32,688</u>
Cash and Investment Assets - December 31						
Cash and investments	\$ 41,220	\$ -	\$ -	\$ 1,276,486	\$ 245,105	\$ 32,688
Restricted assets:						
Cash and investments	-	39,869	2,733	-	-	-
Total cash and investment assets - December 31	\$ 41,220	\$ 39,869	\$ 2,733	\$ 1,276,486	\$ 245,105	\$ 32,688
Cash and Investment Fund Balance - December 31						
Restricted for:						
Culture and recreation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt service	-	-	-	-	-	-
Other purposes	-	39,869	2,733	-	-	-
Unrestricted	41,220	-	-	1,276,486	245,105	32,688
Total cash and investment fund balance - December 31	\$ 41,220	\$ 39,869	\$ 2,733	\$ 1,276,486	\$ 245,105	\$ 32,688

STEUBEN COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2007
 (Continued)

	County Law Enforcement Continuing Education	Local Health Maintenance	Emergency Planning and Right to Know	Tobacco Settlement	Drainage Maintenance	Canine Donation
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 347,716	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	25,000	5,951	16,423	-	-
Charges for services	4,200	9,880	-	-	-	-
Other	-	-	-	-	7,897	437
Total receipts	4,200	34,880	5,951	16,423	355,613	437
Disbursements:						
General government	-	-	-	-	503,692	-
Public safety	3,999	-	2,734	-	-	175
Highways and streets	-	-	-	-	-	-
Health and welfare	-	21,115	-	7,319	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
Highways and streets	-	-	-	-	-	-
General government	-	-	-	-	-	-
Total disbursements	3,999	21,115	2,734	7,319	503,692	175
Excess (deficiency) of receipts over disbursements	201	13,765	3,217	9,104	(148,079)	262
Other financing sources (uses):						
Bond proceeds	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	(101,341)	-
Total other financing sources (uses)	-	-	-	-	(101,341)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	201	13,765	3,217	9,104	(249,420)	262
Cash and investment fund balance - beginning	1,530	114,425	35,702	47,032	920,820	130
Cash and investment fund balance - ending	<u>\$ 1,731</u>	<u>\$ 128,190</u>	<u>\$ 38,919</u>	<u>\$ 56,136</u>	<u>\$ 671,400</u>	<u>\$ 392</u>
Cash and Investment Assets - December 31						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ 671,400	\$ -
Restricted assets:						
Cash and investments	1,731	128,190	38,919	56,136	-	392
Total cash and investment assets - December 31	<u>\$ 1,731</u>	<u>\$ 128,190</u>	<u>\$ 38,919</u>	<u>\$ 56,136</u>	<u>\$ 671,400</u>	<u>\$ 392</u>
Cash and Investment Fund Balance - December 31						
Restricted for:						
Culture and recreation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt service	-	-	-	-	-	-
Other purposes	1,731	128,190	38,919	56,136	-	392
Unrestricted	-	-	-	-	671,400	-
Total cash and investment fund balance - December 31	<u>\$ 1,731</u>	<u>\$ 128,190</u>	<u>\$ 38,919</u>	<u>\$ 56,136</u>	<u>\$ 671,400</u>	<u>\$ 392</u>

STEUBEN COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2007
 (Continued)

	EMS Donation	Pretrial Diversion	County Drug Free Community	Supplemental Public Defender Services	Civil Defense Donation	Communications
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	163,061
Charges for services	-	126,109	-	27,994	-	359,743
Other	8,901	-	39,049	-	30	-
Total receipts	8,901	126,109	39,049	27,994	30	522,804
Disbursements:						
General government	-	-	-	-	-	-
Public safety	5,931	89,042	24,275	11,535	-	491,643
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	49,208
Interest	-	-	-	-	-	9,593
Capital outlay:						
Highways and streets	-	-	-	-	-	-
General government	-	-	-	-	-	-
Total disbursements	5,931	89,042	24,275	11,535	-	550,444
Excess (deficiency) of receipts over disbursements	2,970	37,067	14,774	16,459	30	(27,640)
Other financing sources (uses):						
Bond proceeds	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,970	37,067	14,774	16,459	30	(27,640)
Cash and investment fund balance - beginning	3,693	16,606	44,275	71,171	840	203,249
Cash and investment fund balance - ending	<u>\$ 6,663</u>	<u>\$ 53,673</u>	<u>\$ 59,049</u>	<u>\$ 87,630</u>	<u>\$ 870</u>	<u>\$ 175,609</u>
Cash and Investment Assets - December 31						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	6,663	53,673	59,049	87,630	870	175,609
Total cash and investment assets - December 31	\$ 6,663	\$ 53,673	\$ 59,049	\$ 87,630	\$ 870	\$ 175,609
Cash and Investment Fund Balance - December 31						
Restricted for:						
Culture and recreation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt service	-	-	-	-	-	-
Other purposes	6,663	53,673	59,049	87,630	870	175,609
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - December 31	\$ 6,663	\$ 53,673	\$ 59,049	\$ 87,630	\$ 870	\$ 175,609

STEUBEN COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2007
 (Continued)

	DARE Donations	Sheriff Donation	County Medical Inmate Co-Payment	County Park Electric Deposit	Immunization Donation	Soldiers and Sailors Monument Maintenance and Restoration
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	10,626	-
Charges for services	-	-	3,896	17,783	-	-
Other	-	100	-	-	-	-
Total receipts	-	100	3,896	17,783	10,626	-
Disbursements:						
General government	-	-	-	-	-	40
Public safety	-	-	987	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	8,267	-
Culture and recreation	-	-	-	17,717	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
Highways and streets	-	-	-	-	-	-
General government	-	-	-	-	-	-
Total disbursements	-	-	987	17,717	8,267	40
Excess (deficiency) of receipts over disbursements	-	100	2,909	66	2,359	(40)
Other financing sources (uses):						
Bond proceeds	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	100	2,909	66	2,359	(40)
Cash and investment fund balance - beginning	27	450	5,672	2,691	14,056	106
Cash and investment fund balance - ending	<u>\$ 27</u>	<u>\$ 550</u>	<u>\$ 8,581</u>	<u>\$ 2,757</u>	<u>\$ 16,415</u>	<u>\$ 66</u>
<u>Cash and Investment Assets - December 31</u>						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	27	550	8,581	2,757	16,415	66
Total cash and investment assets - December 31	<u>\$ 27</u>	<u>\$ 550</u>	<u>\$ 8,581</u>	<u>\$ 2,757</u>	<u>\$ 16,415</u>	<u>\$ 66</u>
<u>Cash and Investment Fund Balance - December 31</u>						
Restricted for:						
Culture and recreation	\$ -	\$ -	\$ -	\$ 2,757	\$ -	\$ -
Debt service	-	-	-	-	-	-
Other purposes	27	550	8,581	-	16,415	66
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - December 31	<u>\$ 27</u>	<u>\$ 550</u>	<u>\$ 8,581</u>	<u>\$ 2,757</u>	<u>\$ 16,415</u>	<u>\$ 66</u>

STEUBEN COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2007
 (Continued)

	Law Enforcement Education	Safe School Fee	Local Plan Council	Unsafe Building	Stop Violence Against Woman	Drug Abuse/ Prosecution/ Interdiction and Correction
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	21,992	-
Charges for services	4,800	-	-	-	-	6,222
Other	-	-	-	2,157	-	-
Total receipts	4,800	-	-	2,157	21,992	6,222
Disbursements:						
General government	-	-	-	-	-	-
Public safety	4,810	-	-	-	21,992	5,450
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
Highways and streets	-	-	-	-	-	-
General government	-	-	-	-	-	-
Total disbursements	4,810	-	-	-	21,992	5,450
Excess (deficiency) of receipts over disbursements	(10)	-	-	2,157	-	772
Other financing sources (uses):						
Bond proceeds	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(10)	-	-	2,157	-	772
Cash and investment fund balance - beginning	29,940	400	4,087	18,698	-	10,517
Cash and investment fund balance - ending	<u>\$ 29,930</u>	<u>\$ 400</u>	<u>\$ 4,087</u>	<u>\$ 20,855</u>	<u>\$ -</u>	<u>\$ 11,289</u>
Cash and Investment Assets - December 31						
Cash and investments	\$ -	\$ -	\$ 4,087	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	29,930	400	-	20,855	-	11,289
Total cash and investment assets - December 31	<u>\$ 29,930</u>	<u>\$ 400</u>	<u>\$ 4,087</u>	<u>\$ 20,855</u>	<u>\$ -</u>	<u>\$ 11,289</u>
Cash and Investment Fund Balance - December 31						
Restricted for:						
Culture and recreation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt service	-	-	-	-	-	-
Other purposes	29,930	400	-	20,855	-	11,289
Unrestricted	-	-	4,087	-	-	-
Total cash and investment fund balance - December 31	<u>\$ 29,930</u>	<u>\$ 400</u>	<u>\$ 4,087</u>	<u>\$ 20,855</u>	<u>\$ -</u>	<u>\$ 11,289</u>

STEUBEN COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2007
 (Continued)

	Jury Pay Fee	Prosecutor's Victim Assistance	Gravel Pit/ County Park	Bio-Terrorism Response Grant	Community Corrections Grant	Tax Sale Fee
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	11,786	-	-	429,766	68,935
Charges for services	19,417	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	19,417	11,786	-	-	429,766	68,935
Disbursements:						
General government	-	-	-	-	-	-
Public safety	15,792	11,786	-	298	429,922	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
Highways and streets	-	-	-	-	-	-
General government	-	-	-	-	-	-
Total disbursements	15,792	11,786	-	298	429,922	-
Excess (deficiency) of receipts over disbursements	3,625	-	-	(298)	(156)	68,935
Other financing sources (uses):						
Bond proceeds	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	3,625	-	-	(298)	(156)	68,935
Cash and investment fund balance - beginning	22,726	-	1,650	466	196,756	(60,603)
Cash and investment fund balance - ending	<u>\$ 26,351</u>	<u>\$ -</u>	<u>\$ 1,650</u>	<u>\$ 168</u>	<u>\$ 196,600</u>	<u>\$ 8,332</u>
Cash and Investment Assets - December 31						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8,332
Restricted assets:						
Cash and investments	26,351	-	1,650	168	196,600	-
Total cash and investment assets - December 31	<u>\$ 26,351</u>	<u>\$ -</u>	<u>\$ 1,650</u>	<u>\$ 168</u>	<u>\$ 196,600</u>	<u>\$ 8,332</u>
Cash and Investment Fund Balance - December 31						
Restricted for:						
Culture and recreation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt service	-	-	-	-	-	-
Other purposes	26,351	-	1,650	168	196,600	-
Unrestricted	-	-	-	-	-	8,332
Total cash and investment fund balance - December 31	<u>\$ 26,351</u>	<u>\$ -</u>	<u>\$ 1,650</u>	<u>\$ 168</u>	<u>\$ 196,600</u>	<u>\$ 8,332</u>

STEUBEN COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2007
 (Continued)

	Arrest Grant	DUJ Taskforce Grant	Riverboat Revenue Sharing	Plat Book Maintenance	Meth Lab Mini Grant	Local Law Enforcement BG
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	61,742	8,595	209,440	-	-	-
Charges for services	-	-	-	11,800	-	-
Other	-	-	-	-	-	-
Total receipts	61,742	8,595	209,440	11,800	-	-
Disbursements:						
General government	-	-	209,440	7,593	-	-
Public safety	61,742	11,677	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
Highways and streets	-	-	-	-	-	-
General government	-	-	-	-	-	-
Total disbursements	61,742	11,677	209,440	7,593	-	-
Excess (deficiency) of receipts over disbursements	-	(3,082)	-	4,207	-	-
Other financing sources (uses):						
Bond proceeds	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(3,082)	-	4,207	-	-
Cash and investment fund balance - beginning	-	3,308	-	27,260	3	7
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 226</u>	<u>\$ -</u>	<u>\$ 31,467</u>	<u>\$ 3</u>	<u>\$ 7</u>
Cash and Investment Assets - December 31						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	-	226	-	31,467	3	7
Total cash and investment assets - December 31	<u>\$ -</u>	<u>\$ 226</u>	<u>\$ -</u>	<u>\$ 31,467</u>	<u>\$ 3</u>	<u>\$ 7</u>
Cash and Investment Fund Balance - December 31						
Restricted for:						
Culture and recreation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt service	-	-	-	-	-	-
Other purposes	-	226	-	31,467	3	7
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - December 31	<u>\$ -</u>	<u>\$ 226</u>	<u>\$ -</u>	<u>\$ 31,467</u>	<u>\$ 3</u>	<u>\$ 7</u>

STEUBEN COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2007
 (Continued)

	Homeland Security Grant	Watershed Management Plan Grant	Community Transition	Rainy Day	Master Tobacco Grant	Drug Free Tobacco Grant
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	29,151	31,800	-	-	21,627	52,419
Charges for services	-	-	-	-	-	-
Other	-	-	-	152,319	-	-
Total receipts	29,151	31,800	-	152,319	21,627	52,419
Disbursements:						
General government	-	-	-	-	-	-
Public safety	29,151	-	-	-	-	-
Highways and streets	-	42,061	-	-	-	-
Health and welfare	-	-	-	-	12,750	32,481
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
Highways and streets	-	-	-	-	-	-
General government	-	-	-	-	-	-
Total disbursements	29,151	42,061	-	-	12,750	32,481
Excess (deficiency) of receipts over disbursements	-	(10,261)	-	152,319	8,877	19,938
Other financing sources (uses):						
Bond proceeds	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(10,261)	-	152,319	8,877	19,938
Cash and investment fund balance - beginning	2,983	-	68	-	33,547	15,684
Cash and investment fund balance - ending	<u>2,983</u>	<u>(10,261)</u>	<u>68</u>	<u>152,319</u>	<u>42,424</u>	<u>35,622</u>
Cash and Investment Assets - December 31						
Cash and investments	\$ -	\$ -	\$ 68	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	2,983	(10,261)	-	152,319	42,424	35,622
Total cash and investment assets - December 31	<u>2,983</u>	<u>(10,261)</u>	<u>68</u>	<u>152,319</u>	<u>42,424</u>	<u>35,622</u>
Cash and Investment Fund Balance - December 31						
Restricted for:						
Culture and recreation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt service	-	-	-	-	-	-
Other purposes	2,983	(10,261)	-	152,319	42,424	35,622
Unrestricted	-	-	68	-	-	-
Total cash and investment fund balance - December 31	<u>2,983</u>	<u>(10,261)</u>	<u>68</u>	<u>152,319</u>	<u>42,424</u>	<u>35,622</u>

STEUBEN COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2007
 (Continued)

	Building Safety Education	Probation Transfer Fee	School System Radio	Safe Haven Grant	House Study Grant	WIC
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	25,352	100,716	8,515	183,400
Charges for services	-	-	-	-	-	-
Other	-	750	-	-	-	-
Total receipts	-	750	25,352	100,716	8,515	183,400
Disbursements:						
General government	-	-	51,000	-	8,515	-
Public safety	-	862	-	100,716	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	166,828
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
Highways and streets	-	-	-	-	-	-
General government	-	-	-	-	-	-
Total disbursements	-	862	51,000	100,716	8,515	166,828
Excess (deficiency) of receipts over disbursements	-	(112)	(25,648)	-	-	16,572
Other financing sources (uses):						
Bond proceeds	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(112)	(25,648)	-	-	16,572
Cash and investment fund balance - beginning	475	150	51,423	-	-	(8,303)
Cash and investment fund balance - ending	<u>\$ 475</u>	<u>\$ 38</u>	<u>\$ 25,775</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,269</u>
<u>Cash and Investment Assets - December 31</u>						
Cash and investments	\$ -	\$ -	\$ 25,775	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	475	38	-	-	-	8,269
Total cash and investment assets - December 31	<u>\$ 475</u>	<u>\$ 38</u>	<u>\$ 25,775</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,269</u>
<u>Cash and Investment Fund Balance - December 31</u>						
Restricted for:						
Culture and recreation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt service	-	-	-	-	-	-
Other purposes	475	38	-	-	-	8,269
Unrestricted	-	-	25,775	-	-	-
Total cash and investment fund balance - December 31	<u>\$ 475</u>	<u>\$ 38</u>	<u>\$ 25,775</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,269</u>

STEUBEN COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2007
 (Continued)

	Inmate Drug Testing	Land Acquisition and Taxes Payable	Probation Indigent Treatment	CASA	Youth Improvement Program	Abandoned Junk Vehicles
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	85,000	-
Charges for services	13,875	-	-	-	-	-
Other	-	-	-	4,896	-	1,074
Total receipts	13,875	-	-	4,896	85,000	1,074
Disbursements:						
General government	-	-	-	-	-	-
Public safety	17,315	-	-	4,896	84,773	715
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
Highways and streets	-	-	-	-	-	-
General government	-	-	-	-	-	-
Total disbursements	17,315	-	-	4,896	84,773	715
Excess (deficiency) of receipts over disbursements	(3,440)	-	-	-	227	359
Other financing sources (uses):						
Bond proceeds	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(3,440)	-	-	-	227	359
Cash and investment fund balance - beginning	22,483	3,565	6,905	-	19,892	1,078
Cash and investment fund balance - ending	<u>\$ 19,043</u>	<u>\$ 3,565</u>	<u>\$ 6,905</u>	<u>\$ -</u>	<u>\$ 20,119</u>	<u>\$ 1,437</u>
Cash and Investment Assets - December 31						
Cash and investments	\$ -	\$ 3,565	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	19,043	-	6,905	-	20,119	1,437
Total cash and investment assets - December 31	<u>\$ 19,043</u>	<u>\$ 3,565</u>	<u>\$ 6,905</u>	<u>\$ -</u>	<u>\$ 20,119</u>	<u>\$ 1,437</u>
Cash and Investment Fund Balance - December 31						
Restricted for:						
Culture and recreation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt service	-	-	-	-	-	-
Other purposes	19,043	-	6,905	-	20,119	1,437
Unrestricted	-	3,565	-	-	-	-
Total cash and investment fund balance - December 31	<u>\$ 19,043</u>	<u>\$ 3,565</u>	<u>\$ 6,905</u>	<u>\$ -</u>	<u>\$ 20,119</u>	<u>\$ 1,437</u>

STEUBEN COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2007
 (Continued)

	Court Interpreter Service	Children Psych Resident Treatment Service	Energy Savings Bond	Equipment Bond	HAVA	Special Death Benefits
Receipts:						
Taxes	\$ -	\$ 79,859	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	2,500	-	-	-	40,986	-
Charges for services	-	-	-	-	-	-
Other	-	-	-	-	-	5,470
Total receipts	2,500	79,859	-	-	40,986	5,470
Disbursements:						
General government	-	-	2,991,538	212,224	40,986	-
Public safety	1,375	-	-	163,364	-	5,560
Highways and streets	-	-	-	-	-	-
Health and welfare	-	60,540	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
Highways and streets	-	-	-	-	-	-
General government	-	-	-	-	-	-
Total disbursements	1,375	60,540	2,991,538	375,588	40,986	5,560
Excess (deficiency) of receipts over disbursements	1,125	19,319	(2,991,538)	(375,588)	-	(90)
Other financing sources (uses):						
Bond proceeds	-	-	3,647,690	1,850,000	-	-
Transfers in	-	4,858	-	-	-	-
Transfers out	-	-	-	(30,617)	-	-
Total other financing sources (uses)	-	4,858	3,647,690	1,819,383	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,125	24,177	656,152	1,443,795	-	(90)
Cash and investment fund balance - beginning	-	(24,177)	-	-	1,636	615
Cash and investment fund balance - ending	\$ 1,125	\$ -	\$ 656,152	\$ 1,443,795	\$ 1,636	\$ 525
Cash and Investment Assets - December 31						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ 1,636	\$ -
Restricted assets:						
Cash and investments	1,125	-	656,152	1,443,795	-	525
Total cash and investment assets - December 31	\$ 1,125	\$ -	\$ 656,152	\$ 1,443,795	\$ 1,636	\$ 525
Cash and Investment Fund Balance - December 31						
Restricted for:						
Culture and recreation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt service	-	-	-	-	-	-
Other purposes	1,125	-	656,152	1,443,795	-	525
Unrestricted	-	-	-	-	1,636	-
Total cash and investment fund balance - December 31	\$ 1,125	\$ -	\$ 656,152	\$ 1,443,795	\$ 1,636	\$ 525

STEUBEN COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2007
 (Continued)

	Public Health Preparedness	Misdemeanant	Public Safety Training	Steuben County Bike Trail	Service on Defendant	Jail Lease Rental
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	28,955	-	-	700	24,085	-
Charges for services	-	-	-	-	-	-
Other	-	20,749	-	-	-	-
Total receipts	28,955	20,749	-	700	24,085	-
Disbursements:						
General government	-	-	-	-	-	-
Public safety	-	13,439	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	26,270	-	-	-	-	-
Culture and recreation	-	-	-	700	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
Highways and streets	-	-	-	-	-	-
General government	-	-	-	-	-	-
Total disbursements	26,270	13,439	-	700	-	-
Excess (deficiency) of receipts over disbursements	2,685	7,310	-	-	24,085	-
Other financing sources (uses):						
Bond proceeds	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,685	7,310	-	-	24,085	-
Cash and investment fund balance - beginning	6,302	764	17	-	38,723	7,647
Cash and investment fund balance - ending	<u>\$ 8,987</u>	<u>\$ 8,074</u>	<u>\$ 17</u>	<u>\$ -</u>	<u>\$ 62,808</u>	<u>\$ 7,647</u>
Cash and Investment Assets - December 31						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	8,987	8,074	17	-	62,808	7,647
Total cash and investment assets - December 31	\$ 8,987	\$ 8,074	\$ 17	\$ -	\$ 62,808	\$ 7,647
Cash and Investment Fund Balance - December 31						
Restricted for:						
Culture and recreation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt service	-	-	-	-	-	7,647
Other purposes	8,987	8,074	17	-	62,808	-
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - December 31	\$ 8,987	\$ 8,074	\$ 17	\$ -	\$ 62,808	\$ 7,647

STEUBEN COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2007
 (Continued)

	Cumulative Bridge	Cumulative Jail	General Drain Improvement	Airport Development and Construction	Cumulative Capital Development	Airport State Grant
Receipts:						
Taxes	\$ 111,431	\$ -	\$ 32,718	\$ -	\$ 234,004	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	7,694	-	-	-	3,237	2,843
Charges for services	-	-	-	-	-	-
Other	-	-	-	274	58,606	-
Total receipts	119,125	-	32,718	274	295,847	2,843
Disbursements:						
General government	-	-	153,130	-	-	-
Public safety	-	23,285	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	40,000	-	22,962	-
Interest	-	-	2,322	-	1,518	-
Capital outlay:						
Highways and streets	175,827	-	-	-	584,784	-
General government	-	-	-	-	-	734
Total disbursements	175,827	23,285	195,452	-	609,264	734
Excess (deficiency) of receipts over disbursements	(56,702)	(23,285)	(162,734)	274	(313,417)	2,109
Other financing sources (uses):						
Bond proceeds	-	-	-	-	-	-
Transfers in	-	23,285	101,341	-	30,617	-
Transfers out	(683,264)	-	-	-	-	-
Total other financing sources (uses)	(683,264)	23,285	101,341	-	30,617	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(739,966)	-	(61,393)	274	(282,800)	2,109
Cash and investment fund balance - beginning	1,337,258	-	180,248	867	448,415	40,826
Cash and investment fund balance - ending	\$ 597,292	\$ -	\$ 118,855	\$ 1,141	\$ 165,615	\$ 42,935
Cash and Investment Assets - December 31						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	597,292	-	118,855	1,141	165,615	42,935
Total cash and investment assets - December 31	\$ 597,292	\$ -	\$ 118,855	\$ 1,141	\$ 165,615	\$ 42,935
Cash and Investment Fund Balance - December 31						
Restricted for:						
Culture and recreation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt service	-	-	-	-	-	-
Other purposes	597,292	-	118,855	1,141	165,615	42,935
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - December 31	\$ 597,292	\$ -	\$ 118,855	\$ 1,141	\$ 165,615	\$ 42,935

STEUBEN COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2007
 (Continued)

	Airport FAA Grant	ID Security Protection	Sheriff SVC	Public Transportation Study Grant	Night Vision Weapon Grant	Boat Patrol/ LARE Grant
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	48,925	21,212	-	10,000	9,845	38,670
Charges for services	-	-	-	-	-	-
Other	-	-	20,925	-	-	-
Total receipts	48,925	21,212	20,925	10,000	9,845	38,670
Disbursements:						
General government	-	-	-	10,000	-	-
Public safety	-	28,866	-	-	9,485	37,293
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
Highways and streets	-	-	-	-	-	-
General government	49,609	-	-	-	-	-
Total disbursements	49,609	28,866	-	10,000	9,485	37,293
Excess (deficiency) of receipts over disbursements	(684)	(7,654)	20,925	-	360	1,377
Other financing sources (uses):						
Bond proceeds	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(684)	(7,654)	20,925	-	360	1,377
Cash and investment fund balance - beginning	132,234	20,404	8,892	-	-	-
Cash and investment fund balance - ending	<u>\$ 131,550</u>	<u>\$ 12,750</u>	<u>\$ 29,817</u>	<u>\$ -</u>	<u>\$ 360</u>	<u>\$ 1,377</u>
Cash and Investment Assets - December 31						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	131,550	12,750	29,817	-	360	1,377
Total cash and investment assets - December 31	<u>\$ 131,550</u>	<u>\$ 12,750</u>	<u>\$ 29,817</u>	<u>\$ -</u>	<u>\$ 360</u>	<u>\$ 1,377</u>
Cash and Investment Fund Balance - December 31						
Restricted for:						
Culture and recreation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt service	-	-	-	-	-	-
Other purposes	131,550	12,750	29,817	-	360	1,377
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - December 31	<u>\$ 131,550</u>	<u>\$ 12,750</u>	<u>\$ 29,817</u>	<u>\$ -</u>	<u>\$ 360</u>	<u>\$ 1,377</u>

STEUBEN COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2007
 (Continued)

	REMC Grant Kids Education	Debt Service	Pre-Disaster MIT Grant	Steuben County EDIT	Totals
Receipts:					
Taxes	\$ -	\$ 373,293	\$ -	\$ 938,154	\$ 2,864,754
Licenses and permits	-	-	-	-	52,578
Intergovernmental	2,500	-	19,500	-	1,832,949
Charges for services	-	-	-	-	913,009
Other	-	-	-	50,806	378,435
Total receipts	2,500	373,293	19,500	988,960	6,041,725
Disbursements:					
General government	-	-	-	738,694	5,403,332
Public safety	2,168	-	19,200	114,029	2,043,293
Highways and streets	-	-	-	-	42,061
Health and welfare	-	-	-	50,000	730,739
Culture and recreation	-	-	-	12,500	406,850
Debt service:					
Principal	-	300,000	-	73,385	485,555
Interest	-	149,475	-	2,057	164,965
Capital outlay:					
Highways and streets	-	-	-	-	760,611
General government	-	-	-	-	50,343
Total disbursements	2,168	449,475	19,200	990,665	10,087,749
Excess (deficiency) of receipts over disbursements	332	(76,182)	300	(1,705)	(4,046,024)
Other financing sources (uses):					
Bond proceeds	-	-	-	-	5,497,690
Transfers in	-	76,182	-	-	239,738
Transfers out	-	-	-	-	(815,222)
Total other financing sources (uses)	-	76,182	-	-	4,922,206
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	332	-	300	(1,705)	876,182
Cash and investment fund balance - beginning	-	-	1,300	348,842	6,440,347
Cash and investment fund balance - ending	<u>\$ 332</u>	<u>\$ -</u>	<u>\$ 1,600</u>	<u>\$ 347,137</u>	<u>\$ 7,316,529</u>
Cash and Investment Assets - December 31					
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ 2,336,810
Restricted assets:					
Cash and investments	332	-	1,600	347,137	4,979,719
Total cash and investment assets - December 31	<u>\$ 332</u>	<u>\$ -</u>	<u>\$ 1,600</u>	<u>\$ 347,137</u>	<u>\$ 7,316,529</u>
Cash and Investment Fund Balance - December 31					
Restricted for:					
Culture and recreation	\$ -	\$ -	\$ -	\$ -	\$ 2,757
Debt service	-	-	-	-	7,647
Other purposes	332	-	1,600	347,137	4,969,315
Unrestricted	-	-	-	-	2,336,810
Total cash and investment fund balance - December 31	<u>\$ 332</u>	<u>\$ -</u>	<u>\$ 1,600</u>	<u>\$ 347,137</u>	<u>\$ 7,316,529</u>

STEUBEN COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2007

	<u>Court Fees</u>	<u>Tax Sale Redemption</u>	<u>Tax Sale Surplus</u>	<u>Coroner Training and Continuing Education</u>	<u>Inheritance Tax</u>
Additions:					
Agency fund additions	<u>\$ 496,128</u>	<u>\$ 243,973</u>	<u>\$ -</u>	<u>\$ 2,585</u>	<u>\$ 617,076</u>
Deductions:					
Agency fund deductions	<u>480,741</u>	<u>243,973</u>	<u>1,284,489</u>	<u>2,499</u>	<u>559,870</u>
Excess (deficiency) of total additions over total deductions	15,387	-	(1,284,489)	86	57,206
Cash and investment fund balance - beginning	<u>46,592</u>	<u>-</u>	<u>1,519,918</u>	<u>110</u>	<u>202,496</u>
Cash and investment fund balance - ending	<u>\$ 61,979</u>	<u>\$ -</u>	<u>\$ 235,429</u>	<u>\$ 196</u>	<u>\$ 259,702</u>

STEUBEN COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2007
 (Continued)

	<u>Surplus Tax</u>	<u>Congressional Interest</u>	<u>County Sheriff</u>	<u>Tax Distributions</u>	<u>Prosecutors Bad Check</u>
Additions:					
Agency fund additions	<u>\$ 63,935</u>	<u>\$ 671</u>	<u>\$ 1,673,797</u>	<u>\$ 65,006,369</u>	<u>\$ 130,756</u>
Deductions:					
Agency fund deductions	<u>136,917</u>	<u>671</u>	<u>1,673,797</u>	<u>63,809,441</u>	<u>133,413</u>
Excess (deficiency) of total additions over total deductions	(72,982)	-	-	1,196,928	(2,657)
Cash and investment fund balance - beginning	<u>382,688</u>	<u>-</u>	<u>-</u>	<u>19,275</u>	<u>12,658</u>
Cash and investment fund balance - ending	<u><u>\$ 309,706</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,216,203</u></u>	<u><u>\$ 10,001</u></u>

STEUBEN COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2007
 (Continued)

	<u>Payroll</u>	<u>Clerk of Circuit Court</u>	<u>Welfare Trust</u>	<u>Innkeeper Tax Commission</u>	<u>County Recorder</u>
Additions:					
Agency fund additions	<u>\$ 3,691,338</u>	<u>\$ 5,773,275</u>	<u>\$ -</u>	<u>\$ 383,958</u>	<u>\$ 259,402</u>
Deductions:					
Agency fund deductions	<u>3,695,121</u>	<u>4,911,627</u>	<u>76</u>	<u>452,360</u>	<u>259,402</u>
Excess (deficiency) of total additions over total deductions	(3,783)	861,648	(76)	(68,402)	-
Cash and investment fund balance - beginning	<u>158,794</u>	<u>548,378</u>	<u>6,240</u>	<u>324,377</u>	<u>-</u>
Cash and investment fund balance - ending	<u><u>\$ 155,011</u></u>	<u><u>\$ 1,410,026</u></u>	<u><u>\$ 6,164</u></u>	<u><u>\$ 255,975</u></u>	<u><u>\$ -</u></u>

STEUBEN COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2007
 (Continued)

	<u>County Treasurer</u>	<u>EMS</u>	<u>State Sales Disclosure Fee</u>	<u>Congressional Principal</u>	<u>County Dog Tax</u>
Additions:					
Agency fund additions	<u>\$ 54,395,885</u>	<u>\$ 763,109</u>	<u>\$ 6,080</u>	<u>\$ -</u>	<u>\$ 2,009</u>
Deductions:					
Agency fund deductions	<u>43,699,023</u>	<u>763,109</u>	<u>6,215</u>	<u>-</u>	<u>306</u>
Excess (deficiency) of total additions over total deductions	10,696,862	-	(135)	-	1,703
Cash and investment fund balance - beginning	<u>445,489</u>	<u>1</u>	<u>655</u>	<u>16,775</u>	<u>-</u>
Cash and investment fund balance - ending	<u>\$ 11,142,351</u>	<u>\$ 1</u>	<u>\$ 520</u>	<u>\$ 16,775</u>	<u>\$ 1,703</u>

STEUBEN COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2007
 (Continued)

	Canine Research and Education	Levy Excess	Child Safety Seats	Mortgage Fee Fund	Totals
Additions: Agency fund additions	\$ 443	\$ -	\$ 1,200	\$ 5,535	\$ 133,517,524
Deductions: Agency fund deductions	443	-	1,100	5,927	122,120,520
Excess (deficiency) of total additions over total deductions	-	-	100	(392)	11,397,004
Cash and investment fund balance - beginning	-	7,018	25	1,135	3,692,624
Cash and investment fund balance - ending	\$ -	\$ 7,018	\$ 125	\$ 743	\$ 15,089,628

STEUBEN COUNTY
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS

For The Year Ended December 31, 2007

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	\$ 3,700,851
Infrastructure	43,955,842
Buildings	13,958,641
Improvements other than buildings	181,817
Machinery and equipment	<u>8,796,204</u>
 Total governmental activities, capital assets not being depreciated	 <u><u>\$ 70,593,355</u></u>

STEUBEN COUNTY
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT
 December 31, 2007

The county has entered into the following long-term debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental Activities:		
Capital leases:		
Highway Trucks	\$ 556,220	\$ 155,667
EMS Trucks	11,932	12,241
Sheriff Van, Cars, and SUV	29,286	29,955
911 Lease Equipment	161,479	58,801
Notes and loans payable	26,800	22,900
Bonds payable:		
General obligation bonds:		
Energy Efficiency Improvements	3,340,000	221,800
Equipment	1,850,000	345,526
Total governmental activities debt	<u>\$ 5,975,717</u>	<u>\$ 846,890</u>

STEUBEN COUNTY
OTHER REPORT

The annual financial report presented herein was prepared in addition to another official report prepared for the individual County 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 STEUBEN COUNTY, INDIANA

Compliance

We have audited the compliance of the Steuben 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, 2007. 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, 2007.

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, 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

June 25, 2008

STEUBEN COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended December 31, 2007

Federal Grantor Agency/Pass-Through Entity Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. DEPARTMENT OF AGRICULTURE</u>			
Pass-Through Indiana Department of Health Special Supplemental Nutrition Program for Women, Infants, and Children FY07 FY08	10.557		\$ 144,942 <u>21,409</u>
Total for federal grantor agency			<u>166,351</u>
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>			
Pass-Through Indiana Housing and Community Development Authority Community Development Block Grants/State's program and Non-Entitlement Grants in Hawaii	14.228	HD-004-012	<u>273,392</u>
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Direct			
Grants to Encourage Arrest Policies and Enforcement of Protection Orders	16.590	2003-WE-BX-0018 2005-WE-AX-0022 2004-CWAX-0014	312 61,742 <u>100,404</u>
Total for program			<u>162,458</u>
Pass-Through Indiana Criminal Justice Institute Crime Victim Assistance	16.575	06VA136 07VA126	6,419 <u>5,367</u>
Total for program			<u>11,786</u>
Pass-Through Indiana Criminal Justice Institute Edward Byrne Memorial State and Local Law Enforcement Assistance Discretionary Grants Program	16.580	D3-7 1414	<u>9,485</u>
Pass-Through Indiana Criminal Justice Institute Violence Against Women Formula Grants	16.588	06STO58 07STO30	11,992 <u>10,000</u>
Total for program			<u>21,992</u>
Total for federal grantor agency			<u>205,721</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Direct			
Airport Improvement Program	20.106	3-18-0002-07 FAA AIP 08	72 <u>49,536</u>
Total for program			<u>49,608</u>
Pass-Through Indiana Department of Transportation Formula Grants For Other Than Urbanized Areas	20.509	1802564P	<u>10,000</u>

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

STEUBEN COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended December 31, 2007
(Continued)

Federal Grantor Agency/Pass-Through Entity Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. DEPARTMENT OF TRANSPORTATION (continued)</u>			
Pass-Through Indiana Criminal Justice Institute State and Community Highway Safety	20.600	154AL-05-03	11,678
Pass-Through Indiana Department of Transportation State and Community Highway Safety	20.600	BR-NBIS (551)	7,694
Total for federal grantor agency			78,980
<u>U.S. ENVIRONMENTAL PROTECTION AGENCY</u>			
Pass-Through Indiana Department of Environmental Management Targeted Watersheds Grants	66.439	C9975482-03	42,061
<u>U.S. ELECTION ASSISTANCE COMMISSION</u>			
Pass-Through Indiana Secretary of State Office Help America Vote Act Requirements Payments	90.401		121,490
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana Department of Health Public Health Emergency Preparedness	93.069	5U90TP517024-08	26,270
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana Department of Health Centers for Disease Control and Prevention Investigations and Technical Assistance	93.283	U90/CCU517024-04	298
Pass-Through Indiana Department of Child Services Child Support Enforcement	93.563		
County Prosecutor's Expenditures			145,577
County Clerk's Expenditures			17,615
Indirect Costs			16,125
Incentives			2,881
Total for program			182,198
Total for federal grantor agency			182,496
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Homeland Security Pre-Disaster Mitigation Competitive Grants	97.017	C4496157	19,200
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036		22,902
Citizen Corps	97.053		25,812
Homeland Security Grant Program	97.067		11,250
Total for program			79,164
Total federal awards expended			\$ 1,175,925

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

STEUBEN COUNTY
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

I. Basis of Presentation

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

II. Subrecipients

Of the federal expenditures presented in the schedule, the County provided federal awards to subrecipients as follows for the year ended December 31, 2007:

Program Title	Federal CFDA Number	2007
Community Development Block Grants/State's Program	14.228	\$ 273,392
Formula Grants for Other Than Urbanized Areas	20.509	10,000

STEUBEN COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

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

Noncompliance material to financial statements noted? no

Federal Awards:

Internal control over major programs:

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

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

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

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
10.557	Special Supplemental Nutrition Program for Women, Infants, and Children
93.563	Child Support Enforcement

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

Auditee qualified as low-risk auditee? yes

Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

STEUBEN COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

STEUBEN COUNTY
EXIT CONFERENCE

The contents of this report were discussed on June 25, 2008, with Pamela Coleman, Auditor; and F. Mayo Sanders, President of Board the of County Commissioners. The officials concurred with our audit findings.