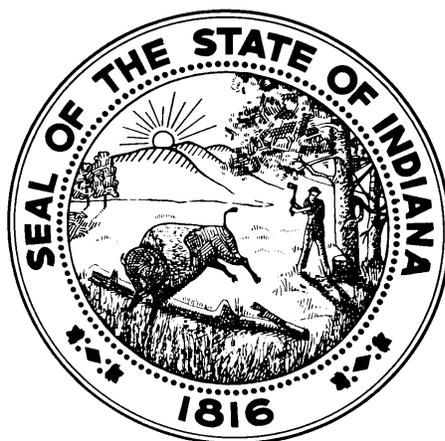


STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769

ANNUAL FINANCIAL REPORT

2007

SHELBY COUNTY, INDIANA



FILED

09/19/2008

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	2
Independent Auditor's Report on Financial Statements and Supplementary Schedule of Expenditures of Federal Awards	3-4
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	5-6
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Activities and Net Assets – Cash and Investment Basis	7
Fund Financial Statements:	
Governmental Funds:	
Statement of Assets and Fund Balances and Receipts, Disbursements, and Changes in Fund Balances – Cash and Investment Basis – Governmental Funds	8
Proprietary Funds:	
Statement of Assets and Fund Balances and Receipts, Disbursements, and Changes in Fund Balances – Cash and Investment Basis – Proprietary Funds.....	9
Fiduciary Funds:	
Statement of Additions, Deductions, and Changes in Cash and Investment Balances – Fiduciary Funds	10
Notes to Financial Statements	11-23
Required Supplementary Information:	
Schedules of Funding Progress	24
Supplementary Information:	
Combining Schedule of Assets and Fund Balances and Receipts, Disbursements, and Changes in Fund Balances – Cash and Investment Basis – Other Governmental Funds.....	25-39
Combining Schedule of Additions, Deductions, and Changes in Cash and Investment Balances – Private-Purpose Trust Funds	40
Combining Schedule of Additions, Deductions, and Changes in Cash and Investment Balances – Agency Funds.....	41-44
Schedule of Capital Assets.....	45
Schedule of Long-Term Debt	46
Other Reports.....	47
Supplemental Audit of Federal Awards:	
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.....	50-51
Schedule of Expenditures of Federal Awards	52
Note to Schedule of Expenditures of Federal Awards.....	53
Schedule of Findings and Questioned Costs	54
Auditee Prepared Schedule:	
Summary Schedule of Prior Audit Findings	55
Exit Conference.....	56

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Amy L. Glackman	01-01-07 to 12-31-10
Treasurer	Kathy Plunkett	01-01-07 to 12-31-10
Clerk	Carol Stohry	01-01-07 to 12-31-10
Sheriff	Mike Bowlby	01-01-07 to 12-31-10
Recorder	MaryJo Phares	01-01-07 to 12-31-11
President of the Board of County Commissioners	Tony Newton	01-01-07 to 12-31-08
President of the County Council	Terry Smith	01-01-07 to 12-31-08



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

TO: THE OFFICIALS OF SHELBY COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Shelby County (County), as of and for the year ended December 31, 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.

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

In our opinion, except that the omission of the component units of the County referred to in the preceding paragraph results in incomplete presentation, the financial statements referred to above present fairly, in all material respects, the respective cash and investment balances of the governmental activities, each major fund, and the aggregate remaining fund information of the County as of December 31, 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 August 26, 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, 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

August 26, 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 SHELBY COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Shelby County (County), as of and for the year ended December 31, 2007, which collectively comprise the County's basic financial statements and have issued our report thereon dated August 26, 2008. The opinions to the financial statements were qualified due to the omission of component units by the County. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

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

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

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)

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.

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

STATE BOARD OF ACCOUNTS

August 26, 2008

SHELBY COUNTY
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS
For The Year Ended December 31, 2007

Functions/Programs	Program Receipts				Net (Disbursement) Receipt and Changes in Net Assets		
	Disbursements	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					Governmental Activities	Business-Type Activities	Totals
Primary government:							
Governmental activities:							
General government	\$ 10,305,385	\$ 1,510,958	\$ 90,358	\$ -	\$ (8,704,069)	\$ -	\$ (8,704,069)
Public safety	6,908,310	970,217	-	-	(5,938,093)	-	(5,938,093)
Highways and streets	4,064,200	-	2,261,504	472,211	(1,330,485)	-	(1,330,485)
Sanitation	4,360	-	-	-	(4,360)	-	(4,360)
Health and welfare	655,272	118,000	1,104,118	-	566,846	-	566,846
Culture and recreation	-	116,793	-	-	116,793	-	116,793
Urban redevelopment and housing	-	156,324	-	-	156,324	-	156,324
Principal and interest on indebtedness	2,232,312	-	-	-	(2,232,312)	-	(2,232,312)
Total governmental activities	<u>24,169,839</u>	<u>2,872,292</u>	<u>3,455,980</u>	<u>472,211</u>	<u>(17,369,356)</u>	<u>-</u>	<u>(17,369,356)</u>
Business-type activities:							
Health insurance	-	-	-	-	-	(57,211)	(57,211)
Total primary government	<u>\$ 24,169,839</u>	<u>\$ 2,872,292</u>	<u>\$ 3,455,980</u>	<u>\$ 472,211</u>	<u>\$ (17,369,356)</u>	<u>\$ (57,211)</u>	<u>\$ (17,426,567)</u>
General receipts:							
Property taxes					11,365,274	-	11,365,274
Income taxes					1,116,209	-	1,116,209
Intergovernmental					580,468	-	580,468
Other local sources					4,005,701	-	4,005,701
Grants and contributions not restricted to specific programs					234,589	-	234,589
Investment earnings					363,180	-	363,180
Total general receipts					<u>17,665,421</u>	<u>-</u>	<u>17,665,421</u>
Change in net assets					296,065	(57,211)	238,854
Net assets - beginning					<u>13,101,865</u>	<u>184,442</u>	<u>13,286,307</u>
Net assets - ending					<u>\$ 13,397,930</u>	<u>\$ 127,231</u>	<u>\$ 13,525,161</u>
<u>Assets</u>							
Cash and investments					\$ 7,800,881	-	7,800,881
Restricted assets:							
Cash and investments					<u>5,597,049</u>	<u>127,231</u>	<u>5,724,280</u>
Total assets					<u>\$ 13,397,930</u>	<u>\$ 127,231</u>	<u>\$ 13,525,161</u>
<u>Net Assets</u>							
Restricted for:							
Highways and streets					\$ 5,488,164	-	5,488,164
Health and welfare					108,885	-	108,885
Other purposes					-	127,231	127,231
Unrestricted					<u>7,800,881</u>	<u>-</u>	<u>7,800,881</u>
Total net assets					<u>\$ 13,397,930</u>	<u>\$ 127,231</u>	<u>\$ 13,525,161</u>

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

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

	General	Local Road and Street	Highway	Cumulative Bridge	Other Governmental Funds	Totals
Receipts:						
Taxes	\$ 7,424,725	\$ -	\$ -	\$ 449,934	\$ 4,458,854	\$ 12,333,513
Special assessments	31,630	-	-	-	116,340	147,970
Licenses and permits	58,763	-	16,358	-	22,381	97,502
Intergovernmental	370,180	472,211	2,840,149	25,408	1,035,300	4,743,248
Charges for services	1,219,749	-	203,252	-	968,628	2,391,629
Fines and forfeits	383,161	-	-	-	-	383,161
Other	899,714	422,684	108,638	36,185	2,538,480	4,005,701
Total receipts	10,387,922	894,895	3,168,397	511,527	9,139,983	24,102,724
Disbursements:						
General government	5,210,607	-	-	-	4,647,374	9,857,981
Public safety	5,229,538	-	-	-	1,570,110	6,799,648
Highways and streets	-	478,742	3,143,820	146,523	1,188	3,770,273
Sanitation	4,360	-	-	-	-	4,360
Health and welfare	1,334	-	-	-	653,938	655,272
Debt service:						
Principal	5,492	-	-	-	1,885,000	1,890,492
Interest	-	-	-	-	341,820	341,820
Capital outlay:						
General government	41,469	-	-	-	405,935	447,404
Public safety	-	-	-	-	108,662	108,662
Highways and streets	-	-	291,243	2,684	-	293,927
Total disbursements	10,492,800	478,742	3,435,063	149,207	9,614,027	24,169,839
Excess (deficiency) of receipts over disbursements	(104,878)	416,153	(266,666)	362,320	(474,044)	(67,115)
Other financing sources (uses):						
Transfers in	249,029	-	-	-	-	249,029
Transfers out	-	-	-	-	(249,029)	(249,029)
Other receipts	41,717	-	-	-	321,463	363,180
Total other financing sources (uses)	290,746	-	-	-	72,434	363,180
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	185,868	416,153	(266,666)	362,320	(401,610)	296,065
Cash and investment fund balance - beginning	920,647	1,231,331	2,220,495	1,539,953	7,189,439	13,101,865
Cash and investment fund balance - ending	\$ 1,106,515	\$ 1,647,484	\$ 1,953,829	\$ 1,902,273	\$ 6,787,829	13,397,930
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.						
						127,231
Net assets of governmental activities						<u>\$ 13,525,161</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 1,106,515	\$ -	\$ -	\$ -	\$ 6,678,944	\$ 7,785,459
Restricted assets:						
Cash and investments	-	1,647,484	1,953,829	1,902,273	108,885	5,612,471
Total cash and investment assets - ending	\$ 1,106,515	\$ 1,647,484	\$ 1,953,829	\$ 1,902,273	\$ 6,787,829	\$ 13,397,930
Cash and Investment Fund Balance - Ending						
Restricted for:						
Highways and streets	\$ -	\$ 1,647,484	\$ 1,953,829	\$ 1,902,273	\$ -	\$ 5,503,586
Health and welfare	-	-	-	-	108,885	108,885
Unrestricted	1,106,515	-	-	-	6,678,944	7,785,459
Total cash and investment fund balance - ending	\$ 1,106,515	\$ 1,647,484	\$ 1,953,829	\$ 1,902,273	\$ 6,787,829	\$ 13,397,930

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

SHELBY COUNTY
STATEMENT OF ASSETS AND FUND BALANCES AND
RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
PROPRIETARY FUND
As of and for the Year Ended December 31, 2007

	<u>Internal Service Fund</u>
Operating receipts:	
Other	\$ 1,513,522
Operating disbursements:	
Other	<u>1,570,733</u>
Deficiency of operating receipts over operating disbursements	<u>(57,211)</u>
Cash and investment fund balance - beginning	<u>184,442</u>
Cash and investment fund balance - ending	<u>\$ 127,231</u>
<u>Cash and Investment Assets - December 31</u>	
Restricted assets:	
Cash and investments	<u>\$ 127,231</u>
<u>Cash and Investment Fund Balance - December 31</u>	
Restricted for:	
Other purposes	<u>\$ 127,231</u>

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

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

	<u>Pension Trust Funds</u>	<u>Private-Purpose Trust Funds</u>	<u>Agency Funds</u>
Additions:			
Contributions:			
Employer	\$ 328,607	\$ -	\$ -
Plan members	36,949	-	-
Other	<u>21,361</u>	<u>42,578</u>	<u>-</u>
Total contributions	<u>386,917</u>	<u>42,578</u>	<u>-</u>
Investment earnings:			
Interest	<u>490,541</u>	<u>-</u>	<u>-</u>
Agency fund additions	<u>-</u>	<u>-</u>	<u>129,233,076</u>
Total additions	<u>877,458</u>	<u>42,578</u>	<u>129,233,076</u>
Deductions:			
Benefits	303,309	-	-
Administrative and general	43,791	22,819	-
Agency fund deductions	<u>-</u>	<u>-</u>	<u>116,808,298</u>
Total deductions	<u>347,100</u>	<u>22,819</u>	<u>116,808,298</u>
Excess of total additions over total deductions	530,358	19,759	12,424,778
Cash and investment fund balance - beginning	<u>5,775,809</u>	<u>136,419</u>	<u>3,391,562</u>
Cash and investment fund balance - ending	<u>\$ 6,306,167</u>	<u>\$ 156,178</u>	<u>\$ 15,816,340</u>

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

SHELBY COUNTY
NOTES TO FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies

A. Reporting Entity

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

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

Primary Government: Shelby County
Blended Component Unit: Shelby County Solid Waste Management District

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

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

Related Organizations

The County's officials are also responsible for appointing the members of the boards of other organizations, but the County's accountability for these organizations does not extend beyond making the appointments. The County appoints the board members of the Emergency Ambulance Board, Major Hospital, Indiana Resources Conservation, Shelby Senior Services, Gallahue Mental Health, Animal Shelter, Site Plan Review, GIS Board, Solid Waste Board, and the Fiber Optic Board.

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

The Statement of Activities and Net Assets – Cash and Investment Basis 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.

SHELBY COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

The County reports the following major governmental funds:

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

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

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

The local road and street fund accounts for direct expenses incurred in the construction, reconstruction, or maintenance of arterial and local roads and streets.

Additionally, the County reports the following fund types:

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

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

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

Agency funds account for assets held by the County as an agent for the State of Indiana and other local units of government and serve as control of accounts for certain cash transactions during the time they are a liability of the County.

C. Measurement Focus and Basis of Accounting

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

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

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

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

SHELBY COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

D. Assets and Cash and Investment Balances

1. Cash and Investments

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

2. 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.

SHELBY COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

E. Receipts and Disbursements

1. Program Receipts

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

2. Operating Receipts and Disbursements

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

F. Internal and Interfund Balances and Activities

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

Fund Financial Statements

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

Government-Wide Financial Statements

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

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

SHELBY COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

II. Stewardship, Compliance and Accountability

A. Budgetary Information

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

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

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

B. Disbursements in Excess of Appropriations

For the year ended December 31, 2007, disbursements exceeded budgeted appropriations in the following funds by the amounts below:

Fund	2007
Recorder's Perpetuation	\$ 13,797
Reassessment	42,332
Children's Psychiatric Fund	6,330
Total	\$ 62,459

These disbursements were funded by available cash balance.

C. Cash and Investment Balance Deficits

At December 31, 2007, the following funds reported deficits in cash and investments, which are violations of the Uniform Compliance Guidelines and state statute:

SHELBY COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Fund	2007
Adult Protective Services	\$ (10,497)
Adult Protective Services 2	(2,376)
General Drain Improvement	(69,417)
Race and Gender Fairness	(13,419)
Victim Assistance Grant	(10,298)
Juvenile Intensive Supervision	(240)
Cumulative Courthouse	(20,704)
Cumulative Capital Development	(15,423)

Cash and investment deficits arose primarily from disbursements exceeding receipts due to the reimbursement grants; these deficits are to be repaid from future grant receipts. Also, due to reassessment discrepancies, there were no due dates during 2007 for property tax and special assessments. Payments that would normally have been due during 2007 were not due until May 28, 2008. These deficits are to be repaid from the collection of payments due May 28, 2008.

III. Detailed Notes on All Funds

A. Deposits and Investments

1. Deposits

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

2. Investments

Authorization for investment activity is stated in Indiana Code 5-13. The Sheriff's Merit Board has established an investment policy for the Sheriff's Retirement and Benefit Pension Plan. This investment policy outlines parameters for investment activity for the Sheriff's Pension Plans. As of December 31, 2007, the County had the following investments:

Investment Type	Sheriff's Retirement and Benefit Pension Plans
U.S. agencies	\$ 1,043,017
Corporate bonds	111,672
Total	\$ 1,154,689

SHELBY COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Investment Policies

Indiana Code 5-13-9 authorizes the County to invest in securities backed by the full faith and credit of the United States Treasury or fully guaranteed by the United States of America and issued by the United States Treasury, a federal agency, a federal instrumentality, or a federal government sponsored enterprise. Indiana Code also authorizes the 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 investment policy for the Sheriff's Retirement and Benefit Pension Plans was adopted by the Sheriff's Merit Board on April 14, 2004. Authorized investments include U.S. Government and Agency obligations, mortgage-backed securities, corporate bonds, and asset backed securities.

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.

SHELBY COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Interest Rate Risk

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

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

Sheriff's Retirement and Benefit Pension Plans:

Investment Type	Investment Maturities (in Years)		
	Less Than 1	1-2	More Than 2
U.S. agencies	\$ 545,982	\$ 97,828	\$ 399,207
Corporate bonds	111,672	-	-
Totals	\$ 657,654	\$ 97,828	\$ 399,207

Credit Risk

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

Sheriff's Retirement and Benefit Pension Plans:

Moody's Rating	U.S. Agencies	Corporate Bonds
Aaa	\$ 1,043,017	\$ 111,672

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 adopted the following policy for the concentration of credit risk. In no event should the debt securities of any single Corporation exceed 5% at cost of the assets under management at market value. Any equity position growing to more than 10% of the equity portfolio will be evaluated at the next investment committee meeting. More than 5% of the Sheriff's Retirement and Benefit investments are in short-term investments, bonds, common stock and equity funds. These investments represent 7%, 20%, 32%, and 36%, respectively, of the total investments.

SHELBY COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

B. Interfund Transfers

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

Transfer From	Transfer To	2007
Other governmental funds	General Fund	<u>\$ 249,029</u>

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

C. Restatements and Reclassifications

For the year ended December 31, 2007, certain changes have been made to the financial statements to more appropriately reflect financial activity of the County. The following schedule presents a summary of restated beginning balances by opinion unit:

Opinion Unit	Balance as Reported December 31, 2006	Fund Reclassification	New Funds	Prior Period Adjustments	Balance as Restated January 1, 2007
Governmental funds	\$ 13,286,882	\$ (575)	\$ -	\$ -	\$ 13,286,307
Agency funds	3,390,989	575	-	-	3,391,564

IV. Other Information

A. Risk Management

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

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

Medical Benefits to Employees, Retirees and Dependents (Excluding Postemployment Benefits)

The County has chosen to establish a risk financing fund for risks associated with medical benefits to employees, retirees, and dependents (excluding postemployment benefits). The risk financing fund is accounted for in the Health Insurance Fund, an internal service fund, where assets are set aside for claim settlements. An excess policy through commercial insurance covers individual claims in excess of \$25,000 per year. Settled claims resulting from this risk did not exceed commercial insurance coverage in the past three years. A premium is charged to each fund based upon participation of departmental employees, with the County share being two-thirds of the total premium. Provisions are also made for unexpected and unusual claims.

SHELBY COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Job Related Illnesses or Injuries to Employees

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

B. Holding Corporations

The County has entered into a capital lease with the Shelby County Jail Building Corporation and the Shelby County Courthouse Building Corporation (the lessors). The lessors were organized as not-for-profit corporations pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the County. The lessor has been determined to be a related party of the County. Lease payments during the year totaled \$1,287,320 and \$939,500, respectively.

C. Administration of Welfare Programs

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

D. Pension Plans

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

1. Public Employees' Retirement Fund

Plan Description

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

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

SHELBY COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

Funding Policy and Annual Pension Cost

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

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.

SHELBY COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Actuarial Information for the Above Plans

	<u>PERF</u>	<u>County Police Retirement Plan</u>	<u>County Police Benefit Plan</u>
Annual required contribution	\$ 294,356	\$ 286,863	\$ 12,666
Interest on net pension obligation	(42,874)	(238)	-
Adjustment to annual required contribution	48,858	437	-
Annual pension cost	300,340	287,062	12,666
Contributions made	302,246	337,302	12,666
Decrease in net pension obligation	(1,906)	(50,240)	-
Net pension obligation, beginning of year	(591,365)	(3,406)	-
Net pension obligation, end of year	<u>\$ (593,271)</u>	<u>\$ (53,646)</u>	<u>\$ -</u>

	<u>PERF</u>	<u>County Police Retirement Plan</u>	<u>County Police Benefit Plan</u>
Contribution rates:			
County	6%	23%	1%
Plan members	3%	6%	6%
Actuarial valuation date	07-01-06	01-01-07	01-01-07
Actuarial cost method	Entry age	Entry age	Entry age
Amortization method	Level percentage of projected payroll, closed	Level percentage of projected payroll, closed	Level percentage of projected payroll, closed
Amortization period	40 years	40 years	40 years
Amortization period (from date)	07-01-97	12-31-97	12-31-97
Asset valuation method	4 year smoothed market	4 year smoothed market	4 year smoothed market

Actuarial Assumptions

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

SHELBY COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Three Year Trend Information

	Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
PERF	06-30-05	\$ 209,258	140%	\$ (593,136)
	06-30-06	286,163	136%	(591,365)
	06-30-07	300,340	101%	(593,271)
County Police Retirement Plan	12-31-05	257,169	112%	31,847
	12-31-06	270,482	113%	(3,406)
	12-31-07	287,062	118%	(53,646)
County Police Benefit Plan	12-31-05	13,970	100%	-
	12-31-06	12,586	100%	-
	12-31-07	12,666	100%	-

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

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

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

2008	\$ 125,000
2009	125,000
2010	125,000
2011	125,000
2012	125,000
Thereafter	<u>2,000,000</u>
Total payments committed	<u><u>\$ 2,625,000</u></u>

SHELBY COUNTY
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF FUNDING PROGRESS

Public Employees' Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	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	\$ 3,003,670	\$ 3,656,172	\$ (652,502)	82%	\$ 4,782,191	(14%)
07-01-06	3,265,339	3,408,017	(142,678)	96%	4,750,747	(3%)
07-01-07	3,694,658	3,922,483	(227,825)	94%	4,876,815	(5%)

County Police Retirement Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
01-01-03	\$ 5,276,482	\$ 5,477,877	\$ (201,395)	96%	\$ 1,116,913	(18%)
01-01-04	5,464,808	5,832,400	(367,592)	94%	1,024,922	(36%)
01-01-05	5,727,855	6,083,269	(355,414)	94%	1,040,406	(34%)
01-01-06	6,045,517	6,351,845	(306,328)	95%	1,120,907	(27%)
01-01-07	6,482,660	6,740,667	(258,007)	96%	1,181,924	(22%)
01-01-08	6,968,941	7,307,826	(338,885)	95%	1,222,415	(28%)

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

	Firearms Training	Health	Clerk's Records Perpetuation	Unsafe Building	Drainage Maintenance	Emergency Planning /Right to Know
Receipts:						
Taxes	\$ -	\$ 313,416	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	116,340	-
Licenses and permits	-	21,603	-	-	-	-
Intergovernmental	-	17,698	-	-	-	10,978
Charges for services	-	250	-	-	-	-
Other	19,540	25,512	16,491	-	-	-
Total receipts	19,540	378,479	16,491	-	116,340	10,978
Disbursements:						
General government	-	-	10,829	-	37,910	-
Public safety	9,608	-	-	-	-	143
Highways and streets	-	-	-	-	-	-
Health and welfare	-	423,891	-	-	-	-
Capital outlay:						
General government	-	-	1,117	-	-	-
Public safety	446	-	-	-	-	368
Total disbursements	10,054	423,891	11,946	-	37,910	511
Excess (deficiency) of receipts over disbursements	9,486	(45,412)	4,545	-	78,430	10,467
Other financing sources (uses):						
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	9,486	(45,412)	4,545	-	78,430	10,467
Cash and investment fund balance - beginning	7,539	154,297	82,787	1,300	441,555	35,097
Cash and investment fund balance - ending	\$ 17,025	\$ 108,885	\$ 87,332	\$ 1,300	\$ 519,985	\$ 45,564
Cash and Investment Assets - Ending						
Cash and investments	\$ 17,025	\$ -	\$ 87,332	\$ 1,300	\$ 519,985	\$ 45,564
Restricted assets:						
Cash and investments	-	108,885	-	-	-	-
Total cash and investment assets - ending	\$ 17,025	\$ 108,885	\$ 87,332	\$ 1,300	\$ 519,985	\$ 45,564
Cash and Investment Fund Balance - Ending						
Restricted for:						
Health and welfare	\$ -	\$ 108,885	\$ -	\$ -	\$ -	\$ -
Unrestricted	17,025	-	87,332	1,300	519,985	45,564
Total cash and investment fund balance - ending	\$ 17,025	\$ 108,885	\$ 87,332	\$ 1,300	\$ 519,985	\$ 45,564

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

	Welfare	Extradition	Juvenile Probation Service	Adult Probation Service	Recorder's Records Perpetuation	Health Maintenance
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	778
Intergovernmental	-	-	-	-	-	66,199
Charges for services	-	-	-	-	-	-
Other	-	-	11,346	161,902	63,114	297
Total receipts	-	-	11,346	161,902	63,114	67,274
Disbursements:						
General government	-	-	-	-	28,717	-
Public safety	-	-	552	95,432	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	7	-	-	-	-	60,710
Capital outlay:						
General government	-	-	-	-	22,412	-
Public safety	-	-	-	4,866	-	-
Total disbursements	7	-	552	100,298	51,129	60,710
Excess (deficiency) of receipts over disbursements	(7)	-	10,794	61,604	11,985	6,564
Other financing sources (uses):						
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	10,098	-	-
Total other financing sources (uses)	-	-	-	10,098	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(7)	-	10,794	71,702	11,985	6,564
Cash and investment fund balance - beginning	7	78	1,827	45,161	4,550	11,237
Cash and investment fund balance - ending	\$ -	\$ 78	\$ 12,621	\$ 116,863	\$ 16,535	\$ 17,801
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ 78	\$ 12,621	\$ 116,863	\$ 16,535	\$ 17,801
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ 78	\$ 12,621	\$ 116,863	\$ 16,535	\$ 17,801
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Health and welfare	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	78	12,621	116,863	16,535	17,801
Total cash and investment fund balance - ending	\$ -	\$ 78	\$ 12,621	\$ 116,863	\$ 16,535	\$ 17,801

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

	Pretrial Diversion	Guardian Ad Litem /Court	Plat Book	Jail Commissary	Surveyor's Corner Perpetuation	Sheriff's Continuing Education
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	22,642	-	-	-	-
Charges for services	-	-	-	290,366	-	-
Other	52,984	-	14,455	-	9,280	4,632
Total receipts	52,984	22,642	14,455	290,366	9,280	4,632
Disbursements:						
General government	-	3,642	3,030	-	9,401	-
Public safety	15,119	-	-	332,545	-	6,700
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	817	-	-	-	-	-
Total disbursements	15,936	3,642	3,030	332,545	9,401	6,700
Excess (deficiency) of receipts over disbursements	37,048	19,000	11,425	(42,179)	(121)	(2,068)
Other financing sources (uses):						
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	37,048	19,000	11,425	(42,179)	(121)	(2,068)
Cash and investment fund balance - beginning	127,685	6,294	14,934	109,592	29,062	4,086
Cash and investment fund balance - ending	<u>\$ 164,733</u>	<u>\$ 25,294</u>	<u>\$ 26,359</u>	<u>\$ 67,413</u>	<u>\$ 28,941</u>	<u>\$ 2,018</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 164,733	\$ 25,294	\$ 26,359	\$ 67,413	\$ 28,941	\$ 2,018
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 164,733</u>	<u>\$ 25,294</u>	<u>\$ 26,359</u>	<u>\$ 67,413</u>	<u>\$ 28,941</u>	<u>\$ 2,018</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Health and welfare	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	164,733	25,294	26,359	67,413	28,941	2,018
Total cash and investment fund balance - ending	<u>\$ 164,733</u>	<u>\$ 25,294</u>	<u>\$ 26,359</u>	<u>\$ 67,413</u>	<u>\$ 28,941</u>	<u>\$ 2,018</u>

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

	Jury Pay	Rainy Day	Inmate Medical	Law Enforcement	Work Release	Cumulative Reassessment
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 96,140
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	5,428
Charges for services	-	-	-	-	-	-
Other	7,168	-	28,260	9,492	27,740	4,535
Total receipts	7,168	-	28,260	9,492	27,740	106,103
Disbursements:						
General government	-	56,293	-	-	-	219,232
Public safety	-	-	34,606	8,376	17,771	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	10,171
Public safety	-	-	-	-	8,068	-
Total disbursements	-	56,293	34,606	8,376	25,839	229,403
Excess (deficiency) of receipts over disbursements	7,168	(56,293)	(6,346)	1,116	1,901	(123,300)
Other financing sources (uses):						
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	7,168	(56,293)	(6,346)	1,116	1,901	(123,300)
Cash and investment fund balance - beginning	1,978	1,205,087	8,796	5,689	15,266	204,937
Cash and investment fund balance - ending	<u>\$ 9,146</u>	<u>\$ 1,148,794</u>	<u>\$ 2,450</u>	<u>\$ 6,805</u>	<u>\$ 17,167</u>	<u>\$ 81,637</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 9,146	\$ 1,148,794	\$ 2,450	\$ 6,805	\$ 17,167	\$ 81,637
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 9,146</u>	<u>\$ 1,148,794</u>	<u>\$ 2,450</u>	<u>\$ 6,805</u>	<u>\$ 17,167</u>	<u>\$ 81,637</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Health and welfare	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	9,146	1,148,794	2,450	6,805	17,167	81,637
Total cash and investment fund balance - ending	<u>\$ 9,146</u>	<u>\$ 1,148,794</u>	<u>\$ 2,450</u>	<u>\$ 6,805</u>	<u>\$ 17,167</u>	<u>\$ 81,637</u>

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

	Sheriff's Commissary	County Corrections	Build Indiana	Community Corrections	CTP Community Corrections	Sized Assets
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	45,500	-	-
Charges for services	-	-	-	418,903	-	-
Other	20,000	29,642	-	256,123	-	-
Total receipts	20,000	29,642	-	720,526	-	-
Disbursements:						
General government	-	-	249,771	-	-	-
Public safety	19,257	14,717	-	646,227	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	94,097	-	-
Total disbursements	19,257	14,717	249,771	740,324	-	-
Excess (deficiency) of receipts over disbursements	743	14,925	(249,771)	(19,798)	-	-
Other financing sources (uses):						
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	743	14,925	(249,771)	(19,798)	-	-
Cash and investment fund balance - beginning	4,103	24,129	509,669	169,929	10,651	3
Cash and investment fund balance - ending	<u>\$ 4,846</u>	<u>\$ 39,054</u>	<u>\$ 259,898</u>	<u>\$ 150,131</u>	<u>\$ 10,651</u>	<u>\$ 3</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 4,846	\$ 39,054	\$ 259,898	\$ 150,131	\$ 10,651	\$ 3
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 4,846</u>	<u>\$ 39,054</u>	<u>\$ 259,898</u>	<u>\$ 150,131</u>	<u>\$ 10,651</u>	<u>\$ 3</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Health and welfare	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	4,846	39,054	259,898	150,131	10,651	3
Total cash and investment fund balance - ending	<u>\$ 4,846</u>	<u>\$ 39,054</u>	<u>\$ 259,898</u>	<u>\$ 150,131</u>	<u>\$ 10,651</u>	<u>\$ 3</u>

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

	Adult Protective Services	Coroners Education	Identification Security Protection	Operation Pullover	Children's Psych Res Treatment Service	Public Defender
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 142,287	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	17,625	-	-	2,097	8,035	-
Charges for services	-	2,424	-	-	-	-
Other	4,965	-	17,574	5,707	687	27,910
Total receipts	22,590	2,424	17,574	7,804	151,009	27,910
Disbursements:						
General government	-	-	-	-	-	-
Public safety	35,307	25	-	7,366	-	40,736
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	169,330	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Total disbursements	35,307	25	-	7,366	169,330	40,736
Excess (deficiency) of receipts over disbursements	(12,717)	2,399	17,574	438	(18,321)	(12,826)
Other financing sources (uses):						
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(12,717)	2,399	17,574	438	(18,321)	(12,826)
Cash and investment fund balance - beginning	2,220	185	18,058	212	147,039	13,398
Cash and investment fund balance - ending	\$ (10,497)	\$ 2,584	\$ 35,632	\$ 650	\$ 128,718	\$ 572
Cash and Investment Assets - Ending						
Cash and investments	\$ (10,497)	\$ 2,584	\$ 35,632	\$ 650	\$ 128,718	\$ 572
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ (10,497)	\$ 2,584	\$ 35,632	\$ 650	\$ 128,718	\$ 572
Cash and Investment Fund Balance - Ending						
Restricted for:						
Health and welfare	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	(10,497)	2,584	35,632	650	128,718	572
Total cash and investment fund balance - ending	\$ (10,497)	\$ 2,584	\$ 35,632	\$ 650	\$ 128,718	\$ 572

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

	Food and Beverage Tax	Civil Process Fees	Sheriff's Restitution	Sheriff Drug Free	Road Crew Grant	Automotive Safety
Receipts:						
Taxes	\$ 257,746	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Other	-	22,437	2,711	10,000	-	-
Total receipts	257,746	22,437	2,711	10,000	-	-
Disbursements:						
General government	-	21,361	-	7,991	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	1,188	-
Health and welfare	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Total disbursements	-	21,361	-	7,991	1,188	-
Excess (deficiency) of receipts over disbursements	257,746	1,076	2,711	2,009	(1,188)	-
Other financing sources (uses):						
Transfers out	(230,000)	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	(230,000)	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	27,746	1,076	2,711	2,009	(1,188)	-
Cash and investment fund balance - beginning	256,009	4,238	6,678	172	2,507	2
Cash and investment fund balance - ending	\$ 283,755	\$ 5,314	\$ 9,389	\$ 2,181	\$ 1,319	\$ 2
Cash and Investment Assets - Ending						
Cash and investments	\$ 283,755	\$ 5,314	\$ 9,389	\$ 2,181	\$ 1,319	\$ 2
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 283,755	\$ 5,314	\$ 9,389	\$ 2,181	\$ 1,319	\$ 2
Cash and Investment Fund Balance - Ending						
Restricted for:						
Health and welfare	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	283,755	5,314	9,389	2,181	1,319	2
Total cash and investment fund balance - ending	\$ 283,755	\$ 5,314	\$ 9,389	\$ 2,181	\$ 1,319	\$ 2

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

	Prosecutor Law Enforcement	Pro Bono Programs	Sheriff Special Accident	E-911	Clerk IV-D Incentive 10-1-99	Prosecutor IV-D Incentive 10-1-99
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	16,703	36,676
Other	45,720	4,946	3,048	370,233	-	-
Total receipts	45,720	4,946	3,048	370,233	16,703	36,676
Disbursements:						
General government	78,185	3,846	-	203,399	3,920	6,768
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay:						
General government	195	-	670	-	-	-
Public safety	-	-	-	-	-	-
Total disbursements	78,380	3,846	670	203,399	3,920	6,768
Excess (deficiency) of receipts over disbursements	(32,660)	1,100	2,378	166,834	12,783	29,908
Other financing sources (uses):						
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(32,660)	1,100	2,378	166,834	12,783	29,908
Cash and investment fund balance - beginning	64,412	8,507	4,631	489,911	55,491	51,477
Cash and investment fund balance - ending	<u>\$ 31,752</u>	<u>\$ 9,607</u>	<u>\$ 7,009</u>	<u>\$ 656,745</u>	<u>\$ 68,274</u>	<u>\$ 81,385</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 31,752	\$ 9,607	\$ 7,009	\$ 656,745	\$ 68,274	\$ 81,385
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 31,752</u>	<u>\$ 9,607</u>	<u>\$ 7,009</u>	<u>\$ 656,745</u>	<u>\$ 68,274</u>	<u>\$ 81,385</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Health and welfare	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	<u>31,752</u>	<u>9,607</u>	<u>7,009</u>	<u>656,745</u>	<u>68,274</u>	<u>81,385</u>
Total cash and investment fund balance - ending	<u>\$ 31,752</u>	<u>\$ 9,607</u>	<u>\$ 7,009</u>	<u>\$ 656,745</u>	<u>\$ 68,274</u>	<u>\$ 81,385</u>

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

	Disclosure/ Assessor	County Share EDIT	Welfare Child Services	Vending Machine	Assessment & Referral	Informal Adjustment
Receipts:						
Taxes	\$ -	\$ -	\$ 1,525,018	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	460,146	-	-	-
Charges for services	-	32,793	84,328	24	-	-
Other	5,110	334,182	50	857	66,039	10,157
Total receipts	5,110	366,975	2,069,542	881	66,039	10,157
Disbursements:						
General government	23,247	362,207	2,231,008	828	54,127	14,258
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay:						
General government	1,040	5,670	-	-	5,794	-
Public safety	-	-	-	-	-	-
Total disbursements	24,287	367,877	2,231,008	828	59,921	14,258
Excess (deficiency) of receipts over disbursements	(19,177)	(902)	(161,466)	53	6,118	(4,101)
Other financing sources (uses):						
Transfers out	-	-	-	-	(19,029)	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	(19,029)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(19,177)	(902)	(161,466)	53	(12,911)	(4,101)
Cash and investment fund balance - beginning	21,541	660,031	1,413,268	1,302	35,632	13,080
Cash and investment fund balance - ending	\$ 2,364	\$ 659,129	\$ 1,251,802	\$ 1,355	\$ 22,721	\$ 8,979
Cash and Investment Assets - Ending						
Cash and investments	\$ 2,364	\$ 659,129	\$ 1,251,802	\$ 1,355	\$ 22,721	\$ 8,979
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 2,364	\$ 659,129	\$ 1,251,802	\$ 1,355	\$ 22,721	\$ 8,979
Cash and Investment Fund Balance - Ending						
Restricted for:						
Health and welfare	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	2,364	659,129	1,251,802	1,355	22,721	8,979
Total cash and investment fund balance - ending	\$ 2,364	\$ 659,129	\$ 1,251,802	\$ 1,355	\$ 22,721	\$ 8,979

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

	Prosecutor Donation	Drug Free Community Fund	Bail Alternative Program	Project Income House Arrest	English Second Language	Interstate Compact Fees
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Other	708	58,335	10,370	286,516	850	113
Total receipts	708	58,335	10,370	286,516	850	113
Disbursements:						
General government	563	28,619	-	247,752	1,145	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Total disbursements	563	28,619	-	247,752	1,145	-
Excess (deficiency) of receipts over disbursements	145	29,716	10,370	38,764	(295)	113
Other financing sources (uses):						
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	21,148	-	-
Total other financing sources (uses)	-	-	-	21,148	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	145	29,716	10,370	59,912	(295)	113
Cash and investment fund balance - beginning	744	47,927	25,943	267,688	825	-
Cash and investment fund balance - ending	\$ 889	\$ 77,643	\$ 36,313	\$ 327,600	\$ 530	\$ 113
Cash and Investment Assets - Ending						
Cash and investments	\$ 889	\$ 77,643	\$ 36,313	\$ 327,600	\$ 530	\$ 113
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 889	\$ 77,643	\$ 36,313	\$ 327,600	\$ 530	\$ 113
Cash and Investment Fund Balance - Ending						
Restricted for:						
Health and welfare	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	889	77,643	36,313	327,600	530	113
Total cash and investment fund balance - ending	\$ 889	\$ 77,643	\$ 36,313	\$ 327,600	\$ 530	\$ 113

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

	Race & Gender Fairness	Drug Free Coalition	TSF Drug Free Coalition	MADD Impact Fees	Public Preparedness	DUI Task Force
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	369	61,611	-	-	51,494	3,000
Charges for services	-	-	-	-	-	-
Other	-	30,418	45,120	60	-	-
Total receipts	369	92,029	45,120	60	51,494	3,000
Disbursements:						
General government	20,000	104,669	15,489	-	33,664	846
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay:						
General government	-	341	341	-	-	-
Public safety	-	-	-	-	-	-
Total disbursements	20,000	105,010	15,830	-	33,664	846
Excess (deficiency) of receipts over disbursements	(19,631)	(12,981)	29,290	60	17,830	2,154
Other financing sources (uses):						
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(19,631)	(12,981)	29,290	60	17,830	2,154
Cash and investment fund balance - beginning	6,212	14,763	-	2,580	7,873	-
Cash and investment fund balance - ending	<u>\$ (13,419)</u>	<u>\$ 1,782</u>	<u>\$ 29,290</u>	<u>\$ 2,640</u>	<u>\$ 25,703</u>	<u>\$ 2,154</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ (13,419)	\$ 1,782	\$ 29,290	\$ 2,640	\$ 25,703	\$ 2,154
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ (13,419)</u>	<u>\$ 1,782</u>	<u>\$ 29,290</u>	<u>\$ 2,640</u>	<u>\$ 25,703</u>	<u>\$ 2,154</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Health and welfare	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	(13,419)	1,782	29,290	2,640	25,703	2,154
Total cash and investment fund balance - ending	<u>\$ (13,419)</u>	<u>\$ 1,782</u>	<u>\$ 29,290</u>	<u>\$ 2,640</u>	<u>\$ 25,703</u>	<u>\$ 2,154</u>

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

	4H/TFC Drug Free	Juvenile Intensive Supervision	JISP	Community Corrections Juvenile	Campaign Enforcement	Prosecutor IV-D Incentive
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	15,008	-	68,336	-	-
Charges for services	-	-	-	-	-	-
Other	-	-	28,230	3,816	-	-
Total receipts	-	15,008	28,230	72,152	-	-
Disbursements:						
General government	1,428	6,792	16,308	73,764	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay:						
General government	1	-	-	-	-	-
Public safety	-	-	-	-	-	-
Total disbursements	1,429	6,792	16,308	73,764	-	-
Excess (deficiency) of receipts over disbursements	(1,429)	8,216	11,922	(1,612)	-	-
Other financing sources (uses):						
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,429)	8,216	11,922	(1,612)	-	-
Cash and investment fund balance - beginning	1,429	(8,456)	8,682	22,614	200	531
Cash and investment fund balance - ending	\$ -	\$ (240)	\$ 20,604	\$ 21,002	\$ 200	\$ 531
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ (240)	\$ 20,604	\$ 21,002	\$ 200	\$ 531
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ (240)	\$ 20,604	\$ 21,002	\$ 200	\$ 531
Cash and Investment Fund Balance - Ending						
Restricted for:						
Health and welfare	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	(240)	20,604	21,002	200	531
Total cash and investment fund balance - ending	\$ -	\$ (240)	\$ 20,604	\$ 21,002	\$ 200	\$ 531

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

	Donations/ Sheriff Dept.	Sheriff Range Fund	Sheriff Training Fund	Comprehensive Plan Emergency	Victim Assist.	Adult Protective Services 2
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	49,699
Charges for services	-	-	-	-	-	-
Other	-	-	-	-	-	4,965
Total receipts	-	-	-	-	-	54,664
Disbursements:						
General government	-	-	-	-	21,005	40,341
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay:						
General government	524	-	-	-	-	-
Public safety	-	-	-	-	-	-
Total disbursements	524	-	-	-	21,005	40,341
Excess (deficiency) of receipts over disbursements	(524)	-	-	-	(21,005)	14,323
Other financing sources (uses):						
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(524)	-	-	-	(21,005)	14,323
Cash and investment fund balance - beginning	17,913	2,100	550	16,477	10,707	(16,699)
Cash and investment fund balance - ending	<u>\$ 17,389</u>	<u>\$ 2,100</u>	<u>\$ 550</u>	<u>\$ 16,477</u>	<u>\$ (10,298)</u>	<u>\$ (2,376)</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 17,389	\$ 2,100	\$ 550	\$ 16,477	\$ (10,298)	\$ (2,376)
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 17,389</u>	<u>\$ 2,100</u>	<u>\$ 550</u>	<u>\$ 16,477</u>	<u>\$ (10,298)</u>	<u>\$ (2,376)</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Health and welfare	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	17,389	2,100	550	16,477	(10,298)	(2,376)
Total cash and investment fund balance - ending	<u>\$ 17,389</u>	<u>\$ 2,100</u>	<u>\$ 550</u>	<u>\$ 16,477</u>	<u>\$ (10,298)</u>	<u>\$ (2,376)</u>

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

	Victim Assist. 2	Sheriff Car Computer	Terrorism Prev.	Sheriff Defibrillator Donations	Act Juv Justice	4-H/Drug Free Grant TFC
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	51,152	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Other	-	1,214	-	-	-	2,100
Total receipts	51,152	1,214	-	-	-	2,100
Disbursements:						
General government	25,290	-	-	-	-	1,705
Public safety	-	-	5,101	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay:						
General government	1,204	5,376	-	-	-	250
Public safety	-	-	-	-	-	-
Total disbursements	26,494	5,376	5,101	-	-	1,955
Excess (deficiency) of receipts over disbursements	24,658	(4,162)	(5,101)	-	-	145
Other financing sources (uses):						
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	24,658	(4,162)	(5,101)	-	-	145
Cash and investment fund balance - beginning	(12,404)	4,162	5,101	70	6,715	-
Cash and investment fund balance - ending	\$ 12,254	\$ -	\$ -	\$ 70	\$ 6,715	\$ 145
Cash and Investment Assets - Ending						
Cash and investments	\$ 12,254	\$ -	\$ -	\$ 70	\$ 6,715	\$ 145
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 12,254	\$ -	\$ -	\$ 70	\$ 6,715	\$ 145
Cash and Investment Fund Balance - Ending						
Restricted for:						
Health and welfare	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	12,254	-	-	70	6,715	145
Total cash and investment fund balance - ending	\$ 12,254	\$ -	\$ -	\$ 70	\$ 6,715	\$ 145

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

	Sheriff's Food Account	Jail Debt	Cumulative Courtouse	Cumulative Capital Development	General Drain Improvement Fund	Totals
Receipts:						
Taxes	\$ -	\$ 918,654	\$ 817,188	\$ 388,405	\$ -	\$ 4,458,854
Special assessments	-	-	-	-	-	116,340
Licenses and permits	-	-	-	-	-	22,381
Intergovernmental	-	10,205	46,146	21,932	-	1,035,300
Charges for services	-	-	-	-	86,161	968,628
Other	-	355,000	-	31	15,788	2,538,480
Total receipts	<u>-</u>	<u>1,283,859</u>	<u>863,334</u>	<u>410,368</u>	<u>101,949</u>	<u>9,139,983</u>
Disbursements:						
General government	-	-	-	83,838	294,186	4,647,374
Public safety	280,522	-	-	-	-	1,570,110
Highways and streets	-	-	-	-	-	1,188
Health and welfare	-	-	-	-	-	653,938
Capital outlay:						
General government	-	-	-	350,829	-	2,632,755
Public safety	-	-	-	-	-	108,662
Total disbursements	<u>280,522</u>	<u>-</u>	<u>-</u>	<u>434,667</u>	<u>294,186</u>	<u>9,614,027</u>
Excess (deficiency) of receipts over disbursements	<u>(280,522)</u>	<u>1,283,859</u>	<u>863,334</u>	<u>(24,299)</u>	<u>(192,237)</u>	<u>(474,044)</u>
Other financing sources (uses):						
Transfers out	-	-	-	-	-	(249,029)
Other receipts	290,217	-	-	-	-	321,463
Total other financing sources (uses)	<u>290,217</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>72,434</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	9,695	1,283,859	863,334	(24,299)	(192,237)	(401,610)
Cash and investment fund balance - beginning	<u>24,842</u>	<u>35,868</u>	<u>55,462</u>	<u>8,876</u>	<u>122,818</u>	<u>7,189,439</u>
Cash and investment fund balance - ending	<u>\$ 34,537</u>	<u>\$ 1,319,727</u>	<u>\$ 918,796</u>	<u>\$ (15,423)</u>	<u>\$ (69,419)</u>	<u>\$ 6,787,829</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 34,537	\$ 32,407	\$ (20,704)	\$ (15,423)	\$ (69,419)	\$ 6,678,944
Restricted assets:						
Cash and investments	-	-	-	-	-	108,885
Total cash and investment assets - ending	<u>\$ 34,537</u>	<u>\$ 32,407</u>	<u>\$ (20,704)</u>	<u>\$ (15,423)</u>	<u>\$ (69,419)</u>	<u>\$ 6,787,829</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Health and welfare	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 108,885
Unrestricted	<u>34,537</u>	<u>32,407</u>	<u>(20,704)</u>	<u>(15,423)</u>	<u>(69,419)</u>	<u>6,678,944</u>
Total cash and investment fund balance - ending	<u>\$ 34,537</u>	<u>\$ 32,407</u>	<u>\$ (20,704)</u>	<u>\$ (15,423)</u>	<u>\$ (69,419)</u>	<u>\$ 6,787,829</u>

SHELBY COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PRIVATE-PURPOSE TRUST FUNDS
 For The Year Ended December 31, 2007

	<u>Congressional School Principal</u>	<u>Tindall Farm</u>	<u>Totals</u>
Additions:			
Contributions:			
Other	\$ -	\$ 42,578	\$ 42,578
Total contributions	<u>-</u>	<u>42,578</u>	<u>42,578</u>
Deductions:			
Administrative and general	<u>-</u>	<u>22,819</u>	<u>22,819</u>
Excess of total additions over total deductions	-	19,759	19,759
Cash and investment fund balance - beginning	<u>17,421</u>	<u>118,998</u>	<u>136,419</u>
Cash and investment fund balance - ending	<u>\$ 17,421</u>	<u>\$ 138,757</u>	<u>\$ 156,178</u>

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

	City and Town Court Costs	Congressional School Interest	Surplus Tax Sale	Tax Sale Redemption	Surplus Tax	State Sales Disclosure Fee	Recorder
Additions:							
Agency fund additions	\$ 16,894	\$ 1,389	\$ 677,363	\$ 103,746	\$ -	\$ 5,110	\$ 219,991
Deductions:							
Agency fund deductions	-	697	775,045	116,200	89,869	-	219,763
Excess (deficiency) of total additions over total deductions	16,894	692	(97,682)	(12,454)	(89,869)	5,110	228
Cash and investment fund balance - beginning	1,345	13,763	622,307	12,642	165,289	210	16,829
Cash and investment fund balance - ending	<u>\$ 18,239</u>	<u>\$ 14,455</u>	<u>\$ 524,625</u>	<u>\$ 188</u>	<u>\$ 75,420</u>	<u>\$ 5,320</u>	<u>\$ 17,057</u>

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

	Sheriff	Infraction Judgments	Inheritance Tax	Treasurer	Payroll	Sheriff's Inmate Trust	Education Plate Fees
Additions:							
Agency fund additions	<u>\$ 1,422,547</u>	<u>\$ 113,433</u>	<u>\$ 1,101,569</u>	<u>\$ 69,499,469</u>	<u>\$ 4,666,043</u>	<u>\$ 291,179</u>	<u>\$ 3,788</u>
Deductions:							
Agency fund deductions	<u>1,426,102</u>	<u>-</u>	<u>1,145,750</u>	<u>59,238,937</u>	<u>4,636,223</u>	<u>290,306</u>	<u>3,488</u>
Excess (deficiency) of total additions over total deductions	(3,555)	113,433	(44,181)	10,260,532	29,820	873	300
Cash and investment fund balance - beginning	<u>3,588</u>	<u>11,606</u>	<u>367,012</u>	<u>962,548</u>	<u>123,751</u>	<u>6,719</u>	<u>-</u>
Cash and investment fund balance - ending	<u>\$ 33</u>	<u>\$ 125,039</u>	<u>\$ 322,831</u>	<u>\$ 11,223,080</u>	<u>\$ 153,571</u>	<u>\$ 7,592</u>	<u>\$ 300</u>

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

	Innkeepers Tax	Wheel Tax	Mortgage Fees State Share	Children With Special Health Needs	Medical Assistance to Wards	Hospital Care for the Indigent	Welfare Trust
Additions:							
Agency fund additions	\$ 187,056	\$ 45	\$ 5,980	\$ 63,613	\$ 244,586	\$ 29,155	\$ 10,167
Deductions:							
Agency fund deductions	106,682	-	-	44,260	42,885	9,802	7,325
Excess (deficiency) of total additions over total deductions	80,374	45	5,980	19,353	201,701	19,353	2,842
Cash and investment fund balance - beginning	251,115	-	575	-	-	-	17,040
Cash and investment fund balance - ending	<u>\$ 331,489</u>	<u>\$ 45</u>	<u>\$ 6,555</u>	<u>\$ 19,353</u>	<u>\$ 201,701</u>	<u>\$ 19,353</u>	<u>\$ 19,882</u>

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

	Homestead Credit Rebate	Fines & Forfeitures	Sheriff Surety Bonds	State Highway Fund	Settlement Fund	Clerk of the Circuit Court	Totals
Additions:							
Agency fund additions	\$ 1,407,360	\$ 43,730	\$ 295	\$ 1,307	\$ 41,915,822	\$ 7,201,439	\$ 129,233,076
Deductions:							
Agency fund deductions	-	18,967	-	-	41,419,683	7,216,314	116,808,298
Excess (deficiency) of total additions over total deductions	1,407,360	24,763	295	1,307	496,139	(14,875)	12,424,778
Cash and investment fund balance - beginning	-	6,246	-	-	-	808,977	3,391,562
Cash and investment fund balance - ending	<u>\$ 1,407,360</u>	<u>\$ 31,009</u>	<u>\$ 295</u>	<u>\$ 1,307</u>	<u>\$ 496,139</u>	<u>\$ 794,102</u>	<u>\$ 15,816,340</u>

SHELBY COUNTY
SUPPLEMENTARY INFORMATION
SCHEDULE OF CAPITAL ASSETS

For the Year Ended December 31, 2006*

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

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

<u>Primary Government</u>	<u>12/31/06 Ending Balance</u>
Governmental activities:	
Capital assets, not being depreciated:	
Land	\$ 1,065,353
Infrastructure	26,685,822
Buildings	24,069,378
Improvements other than buildings	1,541,374
Machinery and equipment	<u>11,265,798</u>
 Total governmental activities, capital assets not being depreciated	 <u><u>\$ 64,627,725</u></u>

*Additions and deletions to fixed assets were not maintained during the year 2007. This is the most current information available.

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

The County has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental Activities:		
Capital leases:		
Courthouse Annex	\$ 450,000	\$ 317,000
Annex Addendum	2,710,000	623,000
Jail Facility	1,855,000	1,280,365
Notes and loans payable	<u>357,376</u>	<u>54,141</u>
Total governmental activities debt	<u>\$ 5,372,376</u>	<u>\$ 2,274,506</u>

SHELBY COUNTY
OTHER REPORTS

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

County Auditor
Clerk of the Circuit Court
Drainage Board

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
302 WEST WASHINGTON STREET
ROOM E418
INDIANAPOLIS, INDIANA 46204-2769

Telephone: (317) 232-2513
Fax: (317) 232-4711
Web Site: www.in.gov/sboa

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

TO: THE OFFICIALS OF SHELBY COUNTY, INDIANA

Compliance

We have audited the compliance of the Shelby County (County) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended December 31, 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 non-compliance 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

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)

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.

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

STATE BOARD OF ACCOUNTS

August 26, 2008

SHELBY 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 JUSTICE</u>			
Pass-Through Indiana Criminal Justice Institute Juvenile Justice and Delinquency Prevention - Allocation to States Juvenile Intensive Supervision	16.540	05-JF-012 06-JF-024	\$ 6,173 <u>1,300</u>
Total for program			<u>7,473</u>
Crime Victim Assistance	16.575	06VA124 07VA119	3,658 <u>14,583</u>
Total for program			<u>18,241</u>
Total for federal grantor agency			<u>25,714</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Pass-Through Indiana Department of Transportation Highway Planning and Construction Construction Observation Construction Observation Preliminary Engineering Right-of-Way Engineering Right-of-Way Services and Land Costs	20.205	STP 6473(1) STP 8073(3) STP 8073(4) STP 8073(4) STP 8073(4)	32,938 216,923 3,704 10,188 <u>134,034</u>
Total for program			<u>397,787</u>
Pass-Through Indiana Criminal Justice Institute Alcohol Traffic Safety and Drunk Driving Prevention	20.601	OP-07-01-01-81	<u>7,780</u>
Total for federal grantor agency			<u>405,567</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana Family and Social Services Administration Special Programs for the Aging - Title VII, Chapter 3 Programs for Prevention of Elder Abuse, Neglect, and Exploitation Adult Protective Services	93.041	73-06-PV-1245-02 73-08-PV-1245-01	40,731 <u>27,669</u>
Total for program			<u>68,400</u>
Pass-Through Indiana Department of Health Centers for Disease Control - Investigations and Technical Assistance Bioterrorism Preparedness and Response Supplemental	93.283	BPRS 172-3	<u>29,960</u>
Pass-Through Indiana Family and Social Services Administration Child Support Enforcement County Clerk of the Court's Expenditures County Prosecutor's Expenditures Indirect Costs	93.563		27,011 127,287 <u>4,765</u>
Total for program			<u>159,063</u>
Total for federal grantor agency			<u>257,423</u>
Total federal awards expended			<u>\$ 688,704</u>

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

SHELBY COUNTY
NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

I. Basis of Presentation

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

SHELBY COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: 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
20.205	Highway Planning and Construction

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

Auditee qualified as low-risk auditee? yes

Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

SHELBY COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

SHELBY COUNTY
EXIT CONFERENCE

The contents of this report were discussed on August 26, 2008, with Amy L. Glackman, Auditor; and Tony Newton, President of the Board of County Commissioners.