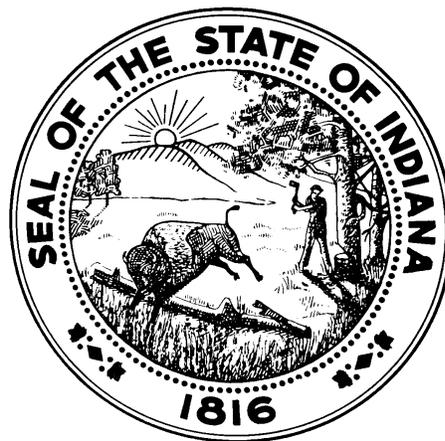


**STATE BOARD OF ACCOUNTS**  
**302 West Washington Street**  
**Room E418**  
**INDIANAPOLIS, INDIANA 46204-2769**

ANNUAL FINANCIAL REPORT

2007

PUTNAM COUNTY, INDIANA



**FILED**

09/23/2008



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### SCHEDULE OF OFFICIALS

| <u>Office</u>                                     | <u>Official</u>              | <u>Term</u>                                  |
|---|------------------------------|--|
| Auditor   | Stephanie Campbell           | 01-01-05 to 12-31-08                         |
| Treasurer   | Janet Deaton                 | 01-01-07 to 12-31-10                         |
| Clerk   | Marty Watts                  | 01-01-07 to 12-31-10                         |
| Sheriff   | Mark Frisbie<br>Vacant       | 01-01-07 to 08-15-08                         |
| Recorder  | Jeanette Summitt             | 01-01-07 to 12-31-10                         |
| President of the Board of<br>County Commissioners | Kristina Warren<br>Gene Beck | 01-01-07 to 12-31-07<br>01-01-08 to 12-31-08 |
| President of the<br>County Council                | Mitchell Proctor             | 01-01-07 to 12-31-08                         |



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

TO: THE OFFICIALS OF PUTNAM COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Putnam 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 20, 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, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. 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 20, 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 PUTNAM COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Putnam 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 20, 2008. The opinion to the financial statements was qualified due to omission of a significant component unit. 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 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 20, 2008

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

| <u>Functions/Programs</u>       | Program Receipts                |   |   |                             | <u>Net (Disbursement)<br/>Receipt and<br/>Changes in Net Assets</u> |
|---------------------------------|---------------------------------|---|---|-----------------------------|---|
| <u>Disbursements</u>            | <u>Charges for<br/>Services</u> | <u>Operating<br/>Grants and<br/>Contributions</u> | <u>Capital<br/>Grants and<br/>Contributions</u> |                             |   |
| Primary government:             |                                 |   |   |                             |   |
| Governmental activities:        |                                 |   |   |                             |   |
| General government              | \$ 5,570,903                    | \$ 993,666  | \$ 396,550                                      | \$ 516,077                  | \$ (3,664,610)  |
| Public safety                   | 7,572,887                       | 1,909,247   | 1,854,755                                       | 2,895,000                   | (913,885)   |
| Highways and streets            | 5,653,946                       | -   | 3,445,932                                       | -                           | (2,208,014)   |
| Health and welfare              | 2,223,345                       | 180,067   | 682,724   | -                           | (1,360,554)   |
| <b>Total primary government</b> | <b><u>\$ 21,021,081</u></b>     | <b><u>\$ 3,082,980</u></b>                        | <b><u>\$ 6,379,961</u></b>                      | <b><u>\$ 3,411,077</u></b>  | <b><u>(8,147,063)</u></b>   |
| General receipts:               |                                 |   |   |                             |   |
|                                 |                                 |   |   |                             | 6,078,662   |
|                                 |                                 |   |   |                             | 2,576,158   |
|                                 |                                 |   |   |                             | 1,280,751   |
|                                 |                                 |   |   |                             | 973,042   |
|                                 |                                 |   |   |                             | 134,269   |
|                                 |                                 |   |   |                             | 105,209   |
|                                 |                                 |   |   |                             | 523,734   |
|                                 |                                 |   |   |                             | <u>108,984</u>  |
|                                 |                                 |   |   |                             | <u>11,780,809</u>   |
|                                 |                                 |   |   |                             | 3,633,746   |
|                                 |                                 |   |   |                             | <u>13,677,274</u>   |
|                                 |                                 |   |   |                             | <u>\$ 17,311,020</u>  |
| <br><u>Assets</u>               |                                 |   |   |                             |   |
| Cash and investments            |                                 |   |   | \$ 1,851,148                |   |
| Restricted assets:              |                                 |   |   |                             |   |
| Cash and investments            |                                 |   |   |                             | <u>15,459,872</u>   |
| <b>Total assets</b>             |                                 |   |   | <b><u>\$ 17,311,020</u></b> |   |
| <br><u>Net Assets</u>           |                                 |   |   |                             |   |
| Restricted for:                 |                                 |   |   |                             |   |
| Public safety                   |                                 |   |   | \$ 3,453,016                |   |
| Highways and streets            |                                 |   |   | 3,296,181                   |   |
| Health and welfare              |                                 |   |   | 7,218,060                   |   |
| Other purposes                  |                                 |   |   | 1,492,615                   |   |
| Unrestricted                    |                                 |   |   |                             | <u>1,851,148</u>  |
| <b>Total net assets</b>         |                                 |   |   | <b><u>\$ 17,311,020</u></b> |   |

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

PUTNAM 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          | Hazardous Waste | County Highway   | Cumulative Bridge | Welfare Family and Children | Emergency Operations Bond Fund | Other Governmental Funds | Totals            |
|--|------------------|-----------------|------------------|-------------------|-----------------------------|--------------------------------|--------------------------|-------------------|
| <b>Receipts:</b>   |                  |                 |                  |                   |                             |                                |                          |                   |
| Taxes  | \$ 5,607,694     | \$ -            | \$ 423,716       | \$ 1,031,623      | \$ 2,221,755                | \$ -                           | \$ 1,729,034             | \$ 11,013,822     |
| Intergovernmental  | 443,721          | 438,680         | 2,662,148        | 123,730           | 471,967                     | -                              | 1,672,953                | 5,813,199         |
| Charges for services   | 788,641          | -               | -                | -                 | 100,421                     | -                              | 2,193,918                | 3,082,980         |
| Other  | 632,716          | 9,401           | 197,856          | 82,350            | 530                         | -                              | 865,523                  | 1,788,376         |
| <b>Total receipts</b>  | <b>7,472,772</b> | <b>448,081</b>  | <b>3,283,720</b> | <b>1,237,703</b>  | <b>2,794,673</b>            | <b>-</b>                       | <b>6,461,428</b>         | <b>21,698,377</b> |
| <b>Disbursements:</b>  |                  |                 |                  |                   |                             |                                |                          |                   |
| General government   | 3,123,589        | -               | -                | -                 | -                           | -                              | 2,447,314                | 5,570,903         |
| Public safety  | 3,255,268        | 122,007         | -                | -                 | -                           | 1,005,362                      | 3,190,250                | 7,572,887         |
| Highways and streets   | -                | -               | 3,556,583        | 1,624,430         | -                           | -                              | 472,933                  | 5,653,946         |
| Health and welfare   | 320,090          | -               | -                | -                 | 1,563,933                   | -                              | 339,322                  | 2,223,345         |
| <b>Total disbursements</b>   | <b>6,698,947</b> | <b>122,007</b>  | <b>3,556,583</b> | <b>1,624,430</b>  | <b>1,563,933</b>            | <b>1,005,362</b>               | <b>6,449,819</b>         | <b>21,021,081</b> |
| Excess (deficiency) of receipts over disbursements   | 773,825          | 326,074         | (272,863)        | (386,727)         | 1,230,740                   | (1,005,362)                    | 11,609                   | 677,296           |
| <b>Other financing sources (uses):</b>   |                  |                 |                  |                   |                             |                                |                          |                   |
| Other receipts   | -                | 440,470         | -                | -                 | -                           | 2,895,000                      | 61,450                   | 3,396,920         |
| Other disbursements  | -                | (440,470)       | -                | -                 | -                           | -                              | -                        | (440,470)         |
| <b>Total other financing sources (uses)</b>  | <b>-</b>         | <b>-</b>        | <b>-</b>         | <b>-</b>          | <b>-</b>                    | <b>2,895,000</b>               | <b>61,450</b>            | <b>2,956,450</b>  |
| Excess of receipts and other financing sources over disbursements and other financing uses | 773,825          | 326,074         | (272,863)        | (386,727)         | 1,230,740                   | 1,889,638                      | 73,059                   | 3,633,746         |
| Cash and investment fund balance - beginning   | 1,077,323        | 4,561,982       | 1,334,786        | 2,193,999         | 793,336                     | -                              | 3,715,848                | 13,677,274        |
| Cash and investment fund balance - ending  | \$ 1,851,148     | \$ 4,888,056    | \$ 1,061,923     | \$ 1,807,272      | \$ 2,024,076                | \$ 1,889,638                   | \$ 3,788,907             | \$ 17,311,020     |
| <b>Cash and Investment Assets - December 31</b>  |                  |                 |                  |                   |                             |                                |                          |                   |
| Cash and investments   | \$ 1,851,148     | \$ -            | \$ -             | \$ -              | \$ -                        | \$ -                           | \$ -                     | \$ 1,851,148      |
| Restricted assets:   |                  |                 |                  |                   |                             |                                |                          |                   |
| Cash and investments   | -                | 4,888,056       | 1,061,923        | 1,807,272         | 2,024,076                   | 1,889,638                      | 3,788,907                | 15,459,872        |
| Total cash and investment assets - December 31   | \$ 1,851,148     | \$ 4,888,056    | \$ 1,061,923     | \$ 1,807,272      | \$ 2,024,076                | \$ 1,889,638                   | \$ 3,788,907             | \$ 17,311,020     |
| <b>Cash and Investment Fund Balance - December 31</b>                                      |                  |                 |                  |                   |                             |                                |                          |                   |
| Restricted for:  |                  |                 |                  |                   |                             |                                |                          |                   |
| Public safety  | \$ -             | \$ -            | \$ -             | \$ -              | \$ -                        | \$ 1,889,638                   | \$ 1,563,378             | \$ 3,453,016      |
| Highways and streets   | -                | -               | 1,061,923        | 1,807,272         | -                           | -                              | 426,986                  | 3,296,181         |
| Health and welfare   | -                | 4,888,056       | -                | -                 | 2,024,076                   | -                              | 305,928                  | 7,218,060         |
| Other purposes   | -                | -               | -                | -                 | -                           | -                              | 1,492,615                | 1,492,615         |
| Unrestricted   | 1,851,148        | -               | -                | -                 | -                           | -                              | -                        | 1,851,148         |
| Total cash and investment fund balance - December 31                                       | \$ 1,851,148     | \$ 4,888,056    | \$ 1,061,923     | \$ 1,807,272      | \$ 2,024,076                | \$ 1,889,638                   | \$ 3,788,907             | \$ 17,311,020     |

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

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

|  | Pension<br>Trust Funds | Private-Purpose<br>Trust Funds | Agency<br>Funds |
|--|------------------------|--------------------------------|-----------------|
| Additions:   |                        |                                |                 |
| Contributions:                                     |                        |                                |                 |
| Employer   | \$ 114,490             | \$ -                           | \$ -            |
| Plan members                                       | 18,446                 | -                              | -               |
| Other  | 20,864                 | -                              | -               |
| Total contributions                                | 153,800                | -                              | -               |
| Investment earnings:                               |                        |                                |                 |
| Net increase in fair value of investments          | 83,091                 | -                              | -               |
| Interest   | 859                    | -                              | -               |
| Total investment earnings                          | 83,950                 | -                              | -               |
| Agency fund additions                              | -                      | -                              | 118,183,994     |
| Total additions                                    | 237,750                | -                              | 118,183,994     |
| Deductions:  |                        |                                |                 |
| Benefits   | 49,939                 | -                              | -               |
| Refunds of contributions                           | 6,887                  | -                              | -               |
| Administrative and general                         | 6,211                  | -                              | -               |
| Agency fund deductions                             | -                      | -                              | 116,730,732     |
| Total deductions                                   | 63,037                 | -                              | 116,730,732     |
| Excess of total additions<br>over total deductions | 174,713                | -                              | 1,453,262       |
| Cash and investment fund balance - beginning       | 1,588,830              | 25,000                         | 2,225,421       |
| Cash and investment fund balance - ending          | \$ 1,763,543           | \$ 25,000                      | \$ 3,678,683    |

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

PUTNAM 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: Putnam County

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

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

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

The Statement of Activities and Net Assets – Cash and Investment Basis displays information about the reporting government as a whole. It includes all funds of the reporting entity except for fiduciary funds. The statement distinguishes between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

Fund Financial Statements

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

The County reports the following major governmental funds:

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

The hazardous waste fund accounts for the County's portion of the State tax imposed on the disposal of taxable hazardous waste in a facility located in the County. Indiana Code 6-6-6.6-3 outlines the purposes for which the fund may be used.

PUTNAM COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

The County highway fund is used for the construction, reconstruction and maintenance of the County's highways, including the purchase, rental and repair of equipment, acquisition of rights of way, and purchase of supplies necessary to carry out the construction, reconstruction and maintenance of the highways.

The cumulative bridge fund accounts for the cost of the construction, repair and maintenance of bridges, approaches and grade separations.

The welfare family and children fund is a special revenue fund. It accounts for the financial resources of the County, which are restricted for welfare programs.

The emergency operations center bond fund accounts for the bond proceeds used to construct the Putnam County Emergency Operations Center.

Additionally, the County reports the following fund types:

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

The private-purpose trust fund reports a trust arrangement under which principal and income benefit the school corporations in Putnam County.

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

C. Measurement Focus and Basis of Accounting

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

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

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

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

PUTNAM COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

D. Assets and Cash and Investment Balances

1. Cash and Investments

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

2. Property Taxes

Property taxes levied are collected by the County Treasurer and are distributed to the County in June and in December. State statute (Indiana Code 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's March 1 (lien date) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100% of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which become delinquent if not paid by May 10 and November 10, respectively. All property taxes collected by the County Treasurer and available for distribution were distributed to the County on or prior to December 31 of the year collected.

3. Capital Assets

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

4. 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.

5. 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.

PUTNAM COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Fund Financial Statements

Governmental fund equity is classified as fund balance.

E. Receipts and Disbursements

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.

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 government-wide Statement of Activities and Net Assets – Cash and Investment Basis.

II. Stewardship, Compliance and Accountability

A. Budgetary Information

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

PUTNAM COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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

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

B. 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:

| Fund                           | 2007      |
|--------------------------------|-----------|
| Aviation                       | \$ 33,146 |
| County Corrections             | 9,842     |
| Phoenix Community Corrections  | 16,757    |
| DOC Revenue                    | 1,747     |
| Victims Assistance             | 2,061     |
| Bioterrorism Coordinator Grant | 9,006     |
| District 7 Fire Training       | 10,817    |
| Hazmat Technical Rescue        | 51,887    |
| Law Enforcement 800 MHZ Radios | 162,240   |
| Tax Sale Redemption            | 10,126    |

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

III. Detailed Notes on All Funds

A. Deposits and Investments

1. Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. Indiana Code 5-13-8-1 allows a political subdivision of the State of Indiana to deposit public funds in a financial institution only if the financial institution is a

PUTNAM COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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

As of December 31, 2007, the County and the Sheriff's Retirement and Benefit Plan had the following investments:

| Investment<br>Type             | Sheriff's<br>Retirement and<br>Benefit Pension<br>Plans |
|--------------------------------|---|
| U.S. treasuries and securities | \$ 23,617   |
| U.S. agencies                  | 76,091  |
| Mutual funds                   | 126,060   |
| Corporate stock                | 887,656   |
| Corporate bonds                | 734,982   |
| Total                          | \$ 1,848,406  |

Statutory Authorization for Investments

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.

PUTNAM COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Additionally, the County may enter into repurchase agreements with depositories designated by the State Board of Finance as depositories for state deposits involving the County's purchase and guaranteed resale of any interest-bearing obligations issued or fully insured or guaranteed by the United States of America, a United States of America government agency, an instrumentality of the United States of America, or a federal government sponsored enterprise. The repurchase agreement is considered to have a stated final maturity of one day. This agreement must be fully collateralized by interest-bearing obligations as determined by their current market value.

The Sheriff's Pension Plan is not subject to the same investment laws as the County. The Sheriff's Merit Board has not adopted an investment policy for interest rate and credit risk.

Investment Custodial Credit Risk

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

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

The following investments held by the County and the Sheriff's Retirement and Benefit Pension Plans were exposed to custodial credit risks because they are uninsured and unregistered with securities held by the counterparty, or the counterparty's trust department or agent, either in the government's name or not in the government's name:

Sheriff's Retirement and Benefit Pension Plans:

| Investment<br>Type             | 2007                           |                                    |
|--------------------------------|--------------------------------|------------------------------------|
|                                | In the<br>Government's<br>Name | Not in the<br>Government's<br>Name |
| U.S. treasuries and securities | \$ -                           | \$ 23,617                          |
| U.S. agencies                  | -                              | 76,091                             |
| Mutual funds                   | -                              | 126,060                            |
| Corporate stock                | -                              | 887,656                            |
| Corporate bonds                | -                              | 734,982                            |
| Totals                         | <u>\$ -</u>                    | <u>\$ 1,848,406</u>                |

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 County does not have a formal investment policy for interest rate risk for investments.

PUTNAM COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

The Sheriff's Merit Board has not adopted a formal investment policy for interest rate risk.

Sheriff's Retirement and Benefit Pension Plans:

| Investment<br>Type             | Investment Maturities (in Years) |                   |                   |
|--------------------------------|----------------------------------|-------------------|-------------------|
|                                | Less<br>Than 1                   | 1-2               | More<br>Than 2    |
| U.S. treasuries and securities | \$ -                             | \$ -              | \$ 23,617         |
| U.S. agencies                  | -                                | 47,171            | 28,920            |
| Corporate bonds                | 94,756                           | 90,729            | 549,497           |
| Totals                         | <u>\$ 94,756</u>                 | <u>\$ 137,900</u> | <u>\$ 602,034</u> |

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The distribution of securities with credit ratings is summarized below. The County does not have a formal investment policy for credit risk for investments.

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

Sheriff's Retirement and Benefit Pension Plans:

| Standard<br>and Poor's<br>Rating | Moody's<br>Rating | Corporate<br>Bonds |
|----------------------------------|-------------------|--------------------|
| AAA                              | Aaa               | \$ 54,959          |
| AA                               | Aa                | 95,158             |
| A                                | A                 | 92,312             |
| Unrated                          | Unrated           | <u>492,553</u>     |
| Total                            |                   | <u>\$ 734,982</u>  |

Concentration of Credit Risk

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

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

The County and the Sheriff's Retirement and Benefit Pension Plan held the following investments that were exposed to concentration of credit risk:

PUTNAM COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Sheriff's Retirement and Benefit Pension Plans:

| Issuer          | 2007         |
|-----------------|--------------|
| Mutual funds    | \$ 126,060   |
| Corporate stock | 887,656      |
| Corporate bonds | 734,982      |
| Total           | \$ 1,748,698 |

Foreign Currency Risk

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

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

Sheriff's Retirement and Benefit Pension Plans:

| Investment Type and<br>Currency Denomination | 2007                |                |
|--|---------------------|----------------|
|  | Foreign<br>Currency | U.S.<br>Dollar |
| U.S. treasuries and securities               | \$ -                | \$ 23,617      |
| U.S. agencies                                | -                   | 76,091         |
| Mutual funds                                 | -                   | 126,060        |
| Corporate stock                              | -                   | 887,656        |
| Corporate bonds                              | -                   | 734,982        |
| Totals                                       | \$ -                | \$ 1,848,406   |

D. 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<br>as Reported<br>December 31,<br>2006 | Prior<br>Period<br>Adjustments | Balance<br>as Restated<br>January 1,<br>2007 |
|--------------------------|--|--------------------------------|--|
| General Fund             | \$ 1,074,873                                   | \$ 2,450                       | \$ 1,077,323                                 |
| Other governmental funds | 3,718,298                                      | (2,450)                        | 3,715,848                                    |

PUTNAM COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

IV. Other Information

A. Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; job related illnesses or injuries to employees; and natural disasters.

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

B. Subsequent Events

Beginning in 2009, the State Pension Relief Fund shall pay to each unit of local government with Pre-1977 Local Police and Fire Fighter Pension obligations, the total amount of pension, disability, and survivor benefit payments. The Pre-1977 funds include the 1925 Police Pension Fund, the 1937 Firefighters' Fund, and the 1953 Police Pension Fund. For property taxes due and payable after December 31, 2008, the Department of Local Government Finance shall reduce the maximum permissible property tax levy of any civil taxing unit and special service district by the amount of the payment to be made in 2009 by the State for the obligations.

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

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

a. 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.

PUTNAM COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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

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

Funding Policy and Annual Pension Cost

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

b. 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.

c. 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.

PUTNAM COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Actuarial Information for the Above Plans

|   | PERF       | County Police<br>Retirement<br>Plan | County Police<br>Benefit<br>Plan |
|---|------------|-------------------------------------|----------------------------------|
| Annual required contribution                  | \$ 271,383 | \$ 114,932                          | \$ 11,622                        |
| Interest on net pension obligation            | (2,258)    | 168                                 | -                                |
| Adjustment to annual required contribution    | 2,573      | (308)                               | -                                |
| Annual pension cost                           | 271,698    | 114,792                             | 11,622                           |
| Contributions made                            | 201,118    | 126,124                             | 11,622                           |
| Increase (decrease) in net pension obligation | 70,580     | (11,332)                            | -                                |
| Net pension obligation, beginning of year     | (31,143)   | 2,400                               | -                                |
| Net pension obligation, end of year           | \$ 39,437  | \$ (8,932)                          | \$ -                             |

|                                 | PERF  | County Police<br>Retirement<br>Plan           | County Police<br>Benefit<br>Plan              |
|---------------------------------|---|---|---|
| Contribution rates:             |   |   |   |
| County                          | 4.5%  | 20%   | 2%  |
| 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             | 30 years                                      | 30 years                                      | 30 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% |

PUTNAM COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Three Year Trend Information

|                               | <u>Year<br/>Ending</u> | <u>Annual<br/>Pension Cost<br/>(APC)</u> | <u>Percentage<br/>of APC<br/>Contributed</u> | <u>Net<br/>Pension<br/>Obligation</u> |
|-------------------------------|------------------------|--|--|---------------------------------------|
| PERF                          | 06-30-05               | \$ 190,201                               | 101%   | \$ (73,505)                           |
|                               | 06-30-06               | 232,782                                  | 82%  | (31,143)                              |
|                               | 06-30-07               | 271,698                                  | 74%  | 39,437                                |
| County Police Retirement Plan | 12-31-05               | 94,918                                   | 90%  | 6,018                                 |
|                               | 12-31-06               | 106,129                                  | 103%   | 2,400                                 |
|                               | 12-31-07               | 114,792                                  | 109%   | (8,932)                               |
| County Police Benefit Plan    | 12-31-05               | 11,362                                   | 100%   | -                                     |
|                               | 12-31-06               | 11,260                                   | 100%   | -                                     |
|                               | 12-31-07               | 11,622                                   | 100%   | -                                     |

PUTNAM COUNTY  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULES OF FUNDING PROGRESS

Public Employees' Retirement Fund

| Actuarial<br>Valuation<br>Date | Actuarial<br>Value of<br>Assets<br>(a) | Actuarial<br>Accrued<br>Liability<br>(AAL)<br>(b) | Unfunded<br>AAL<br>(a-b) | Funded<br>Ratio<br>(a/b) | Covered<br>Payroll<br>(c) | Unfunded<br>AAL as a<br>Percentage<br>of Covered<br>Payroll<br>((a-b)/c) |
|--------------------------------|--|---|--------------------------|--------------------------|---------------------------|--|
| 07-01-05                       | \$ 3,027,952                           | \$ 3,517,923                                      | \$ (489,971)             | 86%                      | \$ 4,008,360              | (12%)  |
| 07-01-06                       | 3,300,009                              | 3,636,966   | (336,957)                | 91%                      | 4,203,771                 | (8%)   |
| 07-01-07                       | 3,645,472                              | 3,843,151   | (197,679)                | 95%                      | 3,741,065                 | (5%)   |

County Police Retirement Pension Plan

| Actuarial<br>Valuation<br>Date | Actuarial<br>Value of<br>Assets<br>(a) | Actuarial<br>Accrued<br>Liability<br>(AAL)<br>(b) | Excess of<br>Assets Over<br>(Unfunded)<br>AAL<br>(a-b) | Funded<br>Ratio<br>(a/b) | Covered<br>Payroll<br>(c) | Excess<br>(Unfunded)<br>AAL as a<br>Percentage<br>of Covered<br>Payroll<br>((a-b)/c) |
|--------------------------------|--|---|--|--------------------------|---------------------------|--|
| 01-01-02                       | \$ 1,286,004                           | \$ 1,286,004                                      | -  | 100%                     | \$ 421,055                | 0%   |
| 01-01-03                       | 1,270,688                              | 1,270,688   | -  | 100%                     | 421,044                   | 0%   |
| 01-01-04                       | 1,284,767                              | 1,284,767   | -  | 100%                     | 431,731                   | 0%   |
| 01-01-05                       | 1,348,400                              | 1,348,400   | -  | 100%                     | 490,042                   | 0%   |
| 01-01-06                       | 1,501,204                              | 1,501,204   | -  | 100%                     | 518,669                   | 0%   |
| 01-01-07                       | 1,694,314                              | 1,694,314   | -  | 100%                     | 562,266                   | 0%   |

PUTNAM 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

|   | Local Road<br>and Street | Aviation    | County<br>Health | Local Health<br>Maintenance | Aviation<br>Grant | Surveyor's<br>Corner<br>Perpetuation | Recorder's<br>Records<br>Perpetuation |
|---|--------------------------|-------------|------------------|-----------------------------|-------------------|--------------------------------------|---------------------------------------|
| Receipts:   |                          |             |                  |                             |                   |                                      |                                       |
| Taxes   | \$ 250,000               | \$ -        | \$ 128,844       | \$ -                        | \$ -              | \$ -                                 | \$ -                                  |
| Intergovernmental   | 344,514                  | -           | 24,313           | 25,000                      | 454,627           | -                                    | -                                     |
| Charges for services  | -                        | 40,678      | 56,573           | -                           | -                 | 8,845                                | 63,345                                |
| Other   | 16,859                   | 4,581       | 12,579           | -                           | -                 | -                                    | 130                                   |
| Total receipts  | 611,373                  | 45,259      | 222,309          | 25,000                      | 454,627           | 8,845                                | 63,475                                |
| Disbursements:  |                          |             |                  |                             |                   |                                      |                                       |
| General government  | -                        | 84,012      | -                | -                           | 831,028           | 2,637                                | 64,074                                |
| Public safety   | -                        | -           | -                | -                           | -                 | -                                    | -                                     |
| Highways and streets  | 472,933                  | -           | -                | -                           | -                 | -                                    | -                                     |
| Health and welfare  | -                        | -           | 165,675          | 18,825                      | -                 | -                                    | -                                     |
| Total disbursements   | 472,933                  | 84,012      | 165,675          | 18,825                      | 831,028           | 2,637                                | 64,074                                |
| Excess (deficiency) of receipts over<br>disbursements   | 138,440                  | (38,753)    | 56,634           | 6,175                       | (376,401)         | 6,208                                | (599)                                 |
| Other financing sources:  |                          |             |                  |                             |                   |                                      |                                       |
| Other receipts  | -                        | -           | -                | -                           | 61,450            | -                                    | -                                     |
| Excess (deficiency) of receipts and other<br>financing sources over disbursements<br>and other financing uses | 138,440                  | (38,753)    | 56,634           | 6,175                       | (314,951)         | 6,208                                | (599)                                 |
| Cash and investment fund balance - beginning  | 236,597                  | 5,607       | 51,249           | (815)                       | 321,133           | 43,491                               | 43,144                                |
| Cash and investment fund balance - ending   | \$ 375,037               | \$ (33,146) | \$ 107,883       | \$ 5,360                    | \$ 6,182          | \$ 49,699                            | \$ 42,545                             |
| <u>Cash and Investment Assets - December 31</u>   |                          |             |                  |                             |                   |                                      |                                       |
| Total cash and investment assets - December 31  | \$ 375,037               | \$ (33,146) | \$ 107,883       | \$ 5,360                    | \$ 6,182          | \$ 49,699                            | \$ 42,545                             |
| <u>Cash and Investment Fund Balance - December 31</u>   |                          |             |                  |                             |                   |                                      |                                       |
| Restricted for:   |                          |             |                  |                             |                   |                                      |                                       |
| Public safety   | \$ -                     | \$ -        | \$ -             | \$ -                        | \$ -              | \$ -                                 | \$ -                                  |
| Highways and streets  | 375,037                  | -           | -                | -                           | -                 | -                                    | -                                     |
| Health and welfare  | -                        | -           | 107,883          | 5,360                       | -                 | -                                    | -                                     |
| Other purposes  | -                        | (33,146)    | -                | -                           | 6,182             | 49,699                               | 42,545                                |
| Total cash and investment fund balance - December 31  | \$ 375,037               | \$ (33,146) | \$ 107,883       | \$ 5,360                    | \$ 6,182          | \$ 49,699                            | \$ 42,545                             |

PUTNAM 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)

|   | Local<br>Emergency<br>Planning | EMA<br>Service  | Youth<br>Awareness | JAIBG<br>Program | Supplemental<br>Adult<br>Probation<br>Services | County<br>User Fee | Sheriff's<br>Donation |
|---|--------------------------------|-----------------|--------------------|------------------|--|--------------------|-----------------------|
| Receipts:   |                                |                 |                    |                  |  |                    |                       |
| Taxes   | \$ -                           | \$ -            | \$ -               | \$ -             | \$ -   | \$ -               | \$ -                  |
| Intergovernmental   | 4,751                          | -               | -                  | 15,000           | -  | 668                | -                     |
| Charges for services  | -                              | -               | -                  | -                | 192,703  | 124,211            | -                     |
| Other   | -                              | -               | -                  | -                | 300  | 1,730              | 1,183                 |
| <b>Total receipts</b>   | <b>4,751</b>                   | <b>-</b>        | <b>-</b>           | <b>15,000</b>    | <b>193,003</b>                                 | <b>126,609</b>     | <b>1,183</b>          |
| Disbursements:  |                                |                 |                    |                  |  |                    |                       |
| General government  | -                              | -               | -                  | -                | -  | -                  | -                     |
| Public safety   | 6,300                          | -               | -                  | 15,000           | 119,253  | 113,777            | -                     |
| Highways and streets  | -                              | -               | -                  | -                | -  | -                  | -                     |
| Health and welfare  | -                              | -               | -                  | -                | -  | -                  | -                     |
| <b>Total disbursements</b>  | <b>6,300</b>                   | <b>-</b>        | <b>-</b>           | <b>15,000</b>    | <b>119,253</b>                                 | <b>113,777</b>     | <b>-</b>              |
| Excess (deficiency) of receipts over<br>disbursements   | (1,549)                        | -               | -                  | -                | 73,750   | 12,832             | 1,183                 |
| Other financing sources:  |                                |                 |                    |                  |  |                    |                       |
| Other receipts  | -                              | -               | -                  | -                | -  | -                  | -                     |
| Excess (deficiency) of receipts and other<br>financing sources over disbursements<br>and other financing uses | (1,549)                        | -               | -                  | -                | 73,750   | 12,832             | 1,183                 |
| Cash and investment fund balance - beginning  | 5,167                          | 1,640           | 665                | -                | 200,176  | 80,766             | 14,833                |
| Cash and investment fund balance - ending   | \$ 3,618                       | \$ 1,640        | \$ 665             | \$ -             | \$ 273,926                                     | \$ 93,598          | \$ 16,016             |
| <b>Cash and Investment Assets - December 31</b>   |                                |                 |                    |                  |  |                    |                       |
| Total cash and investment assets - December 31  | \$ 3,618                       | \$ 1,640        | \$ 665             | \$ -             | \$ 273,926                                     | \$ 93,598          | \$ 16,016             |
| <b>Cash and Investment Fund Balance - December 31</b>   |                                |                 |                    |                  |  |                    |                       |
| Restricted for:   |                                |                 |                    |                  |  |                    |                       |
| Public safety   | \$ 3,618                       | \$ 1,640        | \$ 665             | \$ -             | \$ 273,926                                     | \$ 93,598          | \$ 16,016             |
| Highways and streets  | -                              | -               | -                  | -                | -  | -                  | -                     |
| Health and welfare  | -                              | -               | -                  | -                | -  | -                  | -                     |
| Other purposes  | -                              | -               | -                  | -                | -  | -                  | -                     |
| <b>Total cash and investment fund balance - December 31</b>   | <b>\$ 3,618</b>                | <b>\$ 1,640</b> | <b>\$ 665</b>      | <b>\$ -</b>      | <b>\$ 273,926</b>                              | <b>\$ 93,598</b>   | <b>\$ 16,016</b>      |

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

|   | County<br>Corrections | Accident<br>Report | Firearms<br>Training | Clerk's<br>Record<br>Perpetuation | Covered<br>Bridge | Prosecutor<br>Title IV-D | Clerk<br>Title IV-D |
|---|-----------------------|--------------------|----------------------|-----------------------------------|-------------------|--------------------------|---------------------|
| Receipts:   |                       |                    |                      |                                   |                   |                          |                     |
| Taxes   | \$ -                  | \$ -               | \$ -                 | \$ -                              | \$ -              | \$ -                     | \$ -                |
| Intergovernmental   | -                     | -                  | -                    | -                                 | 16,650            | 18,306                   | 11,285              |
| Charges for services  | -                     | 2,323              | 16,690               | 10,991                            | -                 | -                        | -                   |
| Other   | -                     | -                  | 360                  | -                                 | 1,825             | 36                       | -                   |
| Total receipts  | -                     | 2,323              | 17,050               | 10,991                            | 18,475            | 18,342                   | 11,285              |
| Disbursements:  |                       |                    |                      |                                   |                   |                          |                     |
| General government  | -                     | -                  | -                    | 3,902                             | -                 | -                        | -                   |
| Public safety   | 12,305                | -                  | 506                  | -                                 | -                 | -                        | -                   |
| Highways and streets  | -                     | -                  | -                    | -                                 | -                 | -                        | -                   |
| Health and welfare  | -                     | -                  | -                    | -                                 | -                 | 25,331                   | 5,071               |
| Total disbursements   | 12,305                | -                  | 506                  | 3,902                             | -                 | 25,331                   | 5,071               |
| Excess (deficiency) of receipts over<br>disbursements   | (12,305)              | 2,323              | 16,544               | 7,089                             | 18,475            | (6,989)                  | 6,214               |
| Other financing sources:  |                       |                    |                      |                                   |                   |                          |                     |
| Other receipts  | -                     | -                  | -                    | -                                 | -                 | -                        | -                   |
| Excess (deficiency) of receipts and other<br>financing sources over disbursements<br>and other financing uses | (12,305)              | 2,323              | 16,544               | 7,089                             | 18,475            | (6,989)                  | 6,214               |
| Cash and investment fund balance - beginning  | 2,463                 | 1,362              | 7,583                | 5,249                             | 33,474            | 14,055                   | 33,422              |
| Cash and investment fund balance - ending   | <u>\$ (9,842)</u>     | <u>\$ 3,685</u>    | <u>\$ 24,127</u>     | <u>\$ 12,338</u>                  | <u>\$ 51,949</u>  | <u>\$ 7,066</u>          | <u>\$ 39,636</u>    |
| <u>Cash and Investment Assets - December 31</u>   |                       |                    |                      |                                   |                   |                          |                     |
| Total cash and investment assets - December 31  | <u>\$ (9,842)</u>     | <u>\$ 3,685</u>    | <u>\$ 24,127</u>     | <u>\$ 12,338</u>                  | <u>\$ 51,949</u>  | <u>\$ 7,066</u>          | <u>\$ 39,636</u>    |
| <u>Cash and Investment Fund Balance - December 31</u>   |                       |                    |                      |                                   |                   |                          |                     |
| Restricted for:   |                       |                    |                      |                                   |                   |                          |                     |
| Public safety   | \$ (9,842)            | \$ 3,685           | \$ 24,127            | \$ -                              | \$ -              | \$ -                     | \$ -                |
| Highways and streets  | -                     | -                  | -                    | -                                 | 51,949            | -                        | -                   |
| Health and welfare  | -                     | -                  | -                    | -                                 | -                 | 7,066                    | 39,636              |
| Other purposes  | -                     | -                  | -                    | 12,338                            | -                 | -                        | -                   |
| Total cash and investment fund balance - December 31  | <u>\$ (9,842)</u>     | <u>\$ 3,685</u>    | <u>\$ 24,127</u>     | <u>\$ 12,338</u>                  | <u>\$ 51,949</u>  | <u>\$ 7,066</u>          | <u>\$ 39,636</u>    |

PUTNAM 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<br>Fee     | Sheriff<br>Reimbursements | Stop Women's<br>Abuse<br>Team | DNR<br>Fines    | Moving<br>Beyond<br>Abuse Fee | Title IV-D<br>Unappropriated | Title III<br>Federal<br>Government |
|---|-----------------|---------------------------|-------------------------------|-----------------|-------------------------------|------------------------------|------------------------------------|
| <b>Receipts:</b>  |                 |                           |                               |                 |                               |                              |                                    |
| Taxes   | \$ -            | \$ -                      | \$ -                          | \$ -            | \$ -                          | \$ -                         | \$ -                               |
| Intergovernmental   | -               | -                         | 44,470                        | -               | -                             | 14,441                       | -                                  |
| Charges for services  | 7,320           | -                         | -                             | -               | -                             | -                            | -                                  |
| Other   | 44              | 18,536                    | -                             | 2               | -                             | -                            | -                                  |
| <b>Total receipts</b>   | <b>7,364</b>    | <b>18,536</b>             | <b>44,470</b>                 | <b>2</b>        | <b>-</b>                      | <b>14,441</b>                | <b>-</b>                           |
| <b>Disbursements:</b>   |                 |                           |                               |                 |                               |                              |                                    |
| General government  | -               | -                         | -                             | -               | -                             | -                            | -                                  |
| Public safety   | 4,600           | 19,674                    | 44,470                        | -               | -                             | -                            | -                                  |
| Highways and streets  | -               | -                         | -                             | -               | -                             | -                            | -                                  |
| Health and welfare  | -               | -                         | -                             | -               | -                             | 30,598                       | -                                  |
| <b>Total disbursements</b>  | <b>4,600</b>    | <b>19,674</b>             | <b>44,470</b>                 | <b>-</b>        | <b>-</b>                      | <b>30,598</b>                | <b>-</b>                           |
| Excess (deficiency) of receipts over disbursements  | 2,764           | (1,138)                   | -                             | 2               | -                             | (16,157)                     | -                                  |
| <b>Other financing sources:</b>   |                 |                           |                               |                 |                               |                              |                                    |
| Other receipts  | -               | -                         | -                             | -               | -                             | -                            | -                                  |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | 2,764           | (1,138)                   | -                             | 2               | -                             | (16,157)                     | -                                  |
| Cash and investment fund balance - beginning  | 5,441           | 11,724                    | -                             | 3,000           | 9                             | 17,157                       | 108,113                            |
| Cash and investment fund balance - ending   | <u>\$ 8,205</u> | <u>\$ 10,586</u>          | <u>\$ -</u>                   | <u>\$ 3,002</u> | <u>\$ 9</u>                   | <u>\$ 1,000</u>              | <u>\$ 108,113</u>                  |
| <b>Cash and Investment Assets - December 31</b>   |                 |                           |                               |                 |                               |                              |                                    |
| Total cash and investment assets - December 31  | <u>\$ 8,205</u> | <u>\$ 10,586</u>          | <u>\$ -</u>                   | <u>\$ 3,002</u> | <u>\$ 9</u>                   | <u>\$ 1,000</u>              | <u>\$ 108,113</u>                  |
| <b>Cash and Investment Fund Balance - December 31</b>   |                 |                           |                               |                 |                               |                              |                                    |
| <b>Restricted for:</b>  |                 |                           |                               |                 |                               |                              |                                    |
| Public safety   | \$ 8,205        | \$ 10,586                 | \$ -                          | \$ 3,002        | \$ 9                          | \$ -                         | \$ -                               |
| Highways and streets  | -               | -                         | -                             | -               | -                             | -                            | -                                  |
| Health and welfare  | -               | -                         | -                             | -               | -                             | 1,000                        | -                                  |
| Other purposes  | -               | -                         | -                             | -               | -                             | -                            | 108,113                            |
| Total cash and investment fund balance - December 31  | <u>\$ 8,205</u> | <u>\$ 10,586</u>          | <u>\$ -</u>                   | <u>\$ 3,002</u> | <u>\$ 9</u>                   | <u>\$ 1,000</u>              | <u>\$ 108,113</u>                  |

PUTNAM 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<br>Reform<br>Legislation | Bail<br>Bond  | Rainy<br>Day Fund | Pretrial<br>Diversion | County Law<br>Enforcement<br>Continuing<br>Education | Family<br>Counseling<br>Facilitator Project | Home<br>Detention |
|---|----------------------------------|---------------|-------------------|-----------------------|--|---|-------------------|
| Receipts:   |                                  |               |                   |                       |  |   |                   |
| Taxes   | \$ -                             | \$ -          | \$ -              | \$ -                  | \$ -   | \$ -  | \$ -              |
| Intergovernmental   | -                                | -             | 51,552            | -                     | -  | 31,403                                      | -                 |
| Charges for services  | -                                | -             | -                 | 128,131               | 9,311  | -   | 265,699           |
| Other   | -                                | -             | -                 | 336                   | -  | -   | 352               |
| Total receipts  | <u>-</u>                         | <u>-</u>      | <u>51,552</u>     | <u>128,467</u>        | <u>9,311</u>   | <u>31,403</u>                               | <u>266,051</u>    |
| Disbursements:  |                                  |               |                   |                       |  |   |                   |
| General government  | -                                | -             | 1,083             | -                     | -  | -   | -                 |
| Public safety   | -                                | -             | -                 | 164,546               | 7,625  | -   | 301,763           |
| Highways and streets  | -                                | -             | -                 | -                     | -  | -   | -                 |
| Health and welfare  | -                                | -             | -                 | -                     | -  | 18,747                                      | -                 |
| Total disbursements   | <u>-</u>                         | <u>-</u>      | <u>1,083</u>      | <u>164,546</u>        | <u>7,625</u>   | <u>18,747</u>                               | <u>301,763</u>    |
| Excess (deficiency) of receipts over disbursements  | <u>-</u>                         | <u>-</u>      | <u>50,469</u>     | <u>(36,079)</u>       | <u>1,686</u>   | <u>12,656</u>                               | <u>(35,712)</u>   |
| Other financing sources:  |                                  |               |                   |                       |  |   |                   |
| Other receipts  | -                                | -             | -                 | -                     | -  | -   | -                 |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | -                                | -             | 50,469            | (36,079)              | 1,686  | 12,656                                      | (35,712)          |
| Cash and investment fund balance - beginning  | <u>5,000</u>                     | <u>310</u>    | <u>1,971</u>      | <u>163,993</u>        | <u>86,936</u>  | <u>10,399</u>                               | <u>206,019</u>    |
| Cash and investment fund balance - ending   | <u>\$ 5,000</u>                  | <u>\$ 310</u> | <u>\$ 52,440</u>  | <u>\$ 127,914</u>     | <u>\$ 88,622</u>                                     | <u>\$ 23,055</u>                            | <u>\$ 170,307</u> |
| <u>Cash and Investment Assets - December 31</u>   |                                  |               |                   |                       |  |   |                   |
| Total cash and investment assets - December 31  | <u>\$ 5,000</u>                  | <u>\$ 310</u> | <u>\$ 52,440</u>  | <u>\$ 127,914</u>     | <u>\$ 88,622</u>                                     | <u>\$ 23,055</u>                            | <u>\$ 170,307</u> |
| <u>Cash and Investment Fund Balance - December 31</u>   |                                  |               |                   |                       |  |   |                   |
| Restricted for:   |                                  |               |                   |                       |  |   |                   |
| Public safety   | \$ -                             | \$ 310        | \$ -              | \$ 127,914            | \$ 88,622  | \$ -  | \$ 170,307        |
| Highways and streets  | -                                | -             | -                 | -                     | -  | -   | -                 |
| Health and welfare  | 5,000                            | -             | -                 | -                     | -  | 23,055                                      | -                 |
| Other purposes  | -                                | -             | 52,440            | -                     | -  | -   | -                 |
| Total cash and investment fund balance - December 31  | <u>\$ 5,000</u>                  | <u>\$ 310</u> | <u>\$ 52,440</u>  | <u>\$ 127,914</u>     | <u>\$ 88,622</u>                                     | <u>\$ 23,055</u>                            | <u>\$ 170,307</u> |

PUTNAM 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)

|   | Phoenix<br>Community<br>Corrections | Community<br>Transition<br>Program | Criminal<br>Justice<br>Grant | Pull-Over<br>Grant | DOC Revenue<br>Ordinance<br>8/5/1996 | Supplemental<br>Juvenile<br>Probation<br>Services | Plat<br>Book     |
|---|-------------------------------------|------------------------------------|------------------------------|--------------------|--------------------------------------|---|------------------|
| Receipts:   |                                     |                                    |                              |                    |                                      |   |                  |
| Taxes   | \$ -                                | \$ -                               | \$ -                         | \$ -               | \$ -                                 | \$ -  | \$ -             |
| Intergovernmental   | 128,431                             | 35,280                             | -                            | -                  | 980                                  | -   | -                |
| Charges for services  | -                                   | -                                  | -                            | -                  | 493,400                              | 25,338  | 16,163           |
| Other   | -                                   | -                                  | -                            | -                  | 411                                  | -   | -                |
| Total receipts  | <u>128,431</u>                      | <u>35,280</u>                      | <u>-</u>                     | <u>-</u>           | <u>494,791</u>                       | <u>25,338</u>                                     | <u>16,163</u>    |
| Disbursements:  |                                     |                                    |                              |                    |                                      |   |                  |
| General government  | -                                   | -                                  | -                            | -                  | -                                    | -   | 16,933           |
| Public safety   | 124,974                             | 24,111                             | -                            | -                  | 506,120                              | 15,520  | -                |
| Highways and streets  | -                                   | -                                  | -                            | -                  | -                                    | -   | -                |
| Health and welfare  | -                                   | -                                  | -                            | -                  | -                                    | -   | -                |
| Total disbursements   | <u>124,974</u>                      | <u>24,111</u>                      | <u>-</u>                     | <u>-</u>           | <u>506,120</u>                       | <u>15,520</u>                                     | <u>16,933</u>    |
| Excess (deficiency) of receipts over disbursements  | <u>3,457</u>                        | <u>11,169</u>                      | <u>-</u>                     | <u>-</u>           | <u>(11,329)</u>                      | <u>9,818</u>                                      | <u>(770)</u>     |
| Other financing sources:  |                                     |                                    |                              |                    |                                      |   |                  |
| Other receipts  | -                                   | -                                  | -                            | -                  | -                                    | -   | -                |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | <u>3,457</u>                        | <u>11,169</u>                      | <u>-</u>                     | <u>-</u>           | <u>(11,329)</u>                      | <u>9,818</u>                                      | <u>(770)</u>     |
| Cash and investment fund balance - beginning  | <u>(20,214)</u>                     | <u>9,463</u>                       | <u>136</u>                   | <u>1,793</u>       | <u>9,582</u>                         | <u>47,238</u>                                     | <u>28,693</u>    |
| Cash and investment fund balance - ending   | <u>\$ (16,757)</u>                  | <u>\$ 20,632</u>                   | <u>\$ 136</u>                | <u>\$ 1,793</u>    | <u>\$ (1,747)</u>                    | <u>\$ 57,056</u>                                  | <u>\$ 27,923</u> |
| <u>Cash and Investment Assets - December 31</u>   |                                     |                                    |                              |                    |                                      |   |                  |
| Total cash and investment assets - December 31  | <u>\$ (16,757)</u>                  | <u>\$ 20,632</u>                   | <u>\$ 136</u>                | <u>\$ 1,793</u>    | <u>\$ (1,747)</u>                    | <u>\$ 57,056</u>                                  | <u>\$ 27,923</u> |
| <u>Cash and Investment Fund Balance - December 31</u>   |                                     |                                    |                              |                    |                                      |   |                  |
| Restricted for:   |                                     |                                    |                              |                    |                                      |   |                  |
| Public safety   | \$ (16,757)                         | \$ 20,632                          | \$ 136                       | \$ 1,793           | \$ (1,747)                           | \$ 57,056   | \$ -             |
| Highways and streets  | -                                   | -                                  | -                            | -                  | -                                    | -   | -                |
| Health and welfare  | -                                   | -                                  | -                            | -                  | -                                    | -   | -                |
| Other purposes  | -                                   | -                                  | -                            | -                  | -                                    | -   | 27,923           |
| Total cash and investment fund balance - December 31  | <u>\$ (16,757)</u>                  | <u>\$ 20,632</u>                   | <u>\$ 136</u>                | <u>\$ 1,793</u>    | <u>\$ (1,747)</u>                    | <u>\$ 57,056</u>                                  | <u>\$ 27,923</u> |

PUTNAM 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)

|   | Commissioner's<br>Sale<br>R.E.<br>Property | Children's<br>Psychiatric<br>Residency | Building<br>Department<br>Permits | Building<br>Department<br>Listings | Supplemental<br>Public<br>Defender<br>Services | County<br>Extradition | Property<br>Reassessment<br>2006 |
|---|--|--|-----------------------------------|------------------------------------|--|-----------------------|----------------------------------|
| Receipts:   |  |  |                                   |                                    |  |                       |                                  |
| Taxes   | \$ -                                       | \$ 241                                 | \$ -                              | \$ -                               | \$ -   | \$ -                  | \$ 189,757                       |
| Intergovernmental   | -  | -                                      | -                                 | -                                  | -  | -                     | -                                |
| Charges for services  | -  | -                                      | 56,801                            | 2,000                              | 21,271   | 6,165                 | -                                |
| Other   | -  | -                                      | 556                               | 319                                | -  | -                     | 18,887                           |
| <b>Total receipts</b>   | <b>-</b>                                   | <b>241</b>                             | <b>57,357</b>                     | <b>2,319</b>                       | <b>21,271</b>                                  | <b>6,165</b>          | <b>208,644</b>                   |
| Disbursements:  |  |  |                                   |                                    |  |                       |                                  |
| General government  | -  | -                                      | 58,858                            | 4,935                              | -  | -                     | 235,606                          |
| Public safety   | -  | -                                      | -                                 | -                                  | 16,260   | 4,278                 | -                                |
| Highways and streets  | -  | -                                      | -                                 | -                                  | -  | -                     | -                                |
| Health and welfare  | -  | 5,770                                  | -                                 | -                                  | -  | -                     | -                                |
| <b>Total disbursements</b>  | <b>-</b>                                   | <b>5,770</b>                           | <b>58,858</b>                     | <b>4,935</b>                       | <b>16,260</b>                                  | <b>4,278</b>          | <b>235,606</b>                   |
| Excess (deficiency) of receipts over disbursements  | -  | (5,529)                                | (1,501)                           | (2,616)                            | 5,011  | 1,887                 | (26,962)                         |
| Other financing sources:  |  |  |                                   |                                    |  |                       |                                  |
| Other receipts  | -  | -                                      | -                                 | -                                  | -  | -                     | -                                |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | -  | (5,529)                                | (1,501)                           | (2,616)                            | 5,011  | 1,887                 | (26,962)                         |
| Cash and investment fund balance - beginning  | 56,730                                     | 46,721                                 | 33,599                            | 3,190                              | 35,048   | 11,934                | 490,439                          |
| Cash and investment fund balance - ending   | \$ 56,730                                  | \$ 41,192                              | \$ 32,098                         | \$ 574                             | \$ 40,059                                      | \$ 13,821             | \$ 463,477                       |
| <b>Cash and Investment Assets - December 31</b>   |  |  |                                   |                                    |  |                       |                                  |
| Total cash and investment assets - December 31  | \$ 56,730                                  | \$ 41,192                              | \$ 32,098                         | \$ 574                             | \$ 40,059                                      | \$ 13,821             | \$ 463,477                       |
| <b>Cash and Investment Fund Balance - December 31</b>   |  |  |                                   |                                    |  |                       |                                  |
| Restricted for:   |  |  |                                   |                                    |  |                       |                                  |
| Public safety   | \$ -                                       | \$ -                                   | \$ -                              | \$ -                               | \$ 40,059                                      | \$ 13,821             | \$ -                             |
| Highways and streets  | -  | -                                      | -                                 | -                                  | -  | -                     | -                                |
| Health and welfare  | -  | 41,192                                 | -                                 | -                                  | -  | -                     | -                                |
| Other purposes  | 56,730                                     | -                                      | 32,098                            | 574                                | -  | -                     | 463,477                          |
| Total cash and investment fund balance - December 31  | \$ 56,730                                  | \$ 41,192                              | \$ 32,098                         | \$ 574                             | \$ 40,059                                      | \$ 13,821             | \$ 463,477                       |

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

|   | County<br>Drug Free<br>Community | Domestic<br>Violence<br>Prosecutor | Victims<br>Assistance | Child<br>Advocacy<br>Fund | Bioterrorism<br>Coordinator<br>Grant | Tobacco<br>Settlement<br>Grant | Tobacco<br>Master<br>Trust |
|---|----------------------------------|------------------------------------|-----------------------|---------------------------|--------------------------------------|--------------------------------|----------------------------|
| Receipts:   |                                  |                                    |                       |                           |                                      |                                |                            |
| Taxes   | \$ -                             | \$ -                               | \$ -                  | \$ -                      | \$ -                                 | \$ -                           | \$ -                       |
| Intergovernmental   | -                                | -                                  | 30,450                | -                         | 26,304                               | 16,424                         | 22,249                     |
| Charges for services  | 26,340                           | -                                  | -                     | -                         | -                                    | -                              | -                          |
| Other   | -                                | -                                  | -                     | -                         | 19                                   | 7,718                          | -                          |
| <b>Total receipts</b>   | <b>26,340</b>                    | <b>-</b>                           | <b>30,450</b>         | <b>-</b>                  | <b>26,323</b>                        | <b>24,142</b>                  | <b>22,249</b>              |
| Disbursements:  |                                  |                                    |                       |                           |                                      |                                |                            |
| General government  | -                                | -                                  | -                     | -                         | -                                    | -                              | -                          |
| Public safety   | 24,925                           | -                                  | 26,871                | -                         | -                                    | -                              | -                          |
| Highways and streets  | -                                | -                                  | -                     | -                         | -                                    | -                              | -                          |
| Health and welfare  | -                                | -                                  | -                     | -                         | 30,111                               | 12,386                         | 25,177                     |
| <b>Total disbursements</b>  | <b>24,925</b>                    | <b>-</b>                           | <b>26,871</b>         | <b>-</b>                  | <b>30,111</b>                        | <b>12,386</b>                  | <b>25,177</b>              |
| Excess (deficiency) of receipts over disbursements  | 1,415                            | -                                  | 3,579                 | -                         | (3,788)                              | 11,756                         | (2,928)                    |
| Other financing sources:  |                                  |                                    |                       |                           |                                      |                                |                            |
| Other receipts  | -                                | -                                  | -                     | -                         | -                                    | -                              | -                          |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | 1,415                            | -                                  | 3,579                 | -                         | (3,788)                              | 11,756                         | (2,928)                    |
| Cash and investment fund balance - beginning  | 25,879                           | 626                                | (5,640)               | 300                       | (5,218)                              | 32,142                         | 21,277                     |
| Cash and investment fund balance - ending   | <u>\$ 27,294</u>                 | <u>\$ 626</u>                      | <u>\$ (2,061)</u>     | <u>\$ 300</u>             | <u>\$ (9,006)</u>                    | <u>\$ 43,898</u>               | <u>\$ 18,349</u>           |
| <b>Cash and Investment Assets - December 31</b>   |                                  |                                    |                       |                           |                                      |                                |                            |
| Total cash and investment assets - December 31  | <u>\$ 27,294</u>                 | <u>\$ 626</u>                      | <u>\$ (2,061)</u>     | <u>\$ 300</u>             | <u>\$ (9,006)</u>                    | <u>\$ 43,898</u>               | <u>\$ 18,349</u>           |
| <b>Cash and Investment Fund Balance - December 31</b>   |                                  |                                    |                       |                           |                                      |                                |                            |
| Restricted for:   |                                  |                                    |                       |                           |                                      |                                |                            |
| Public safety   | \$ 27,294                        | \$ 626                             | \$ (2,061)            | \$ 300                    | \$ -                                 | \$ -                           | \$ -                       |
| Highways and streets  | -                                | -                                  | -                     | -                         | -                                    | -                              | -                          |
| Health and welfare  | -                                | -                                  | -                     | -                         | (9,006)                              | 43,898                         | 18,349                     |
| Other purposes  | -                                | -                                  | -                     | -                         | -                                    | -                              | -                          |
| <b>Total cash and investment fund balance - December 31</b>   | <u>\$ 27,294</u>                 | <u>\$ 626</u>                      | <u>\$ (2,061)</u>     | <u>\$ 300</u>             | <u>\$ (9,006)</u>                    | <u>\$ 43,898</u>               | <u>\$ 18,349</u>           |

PUTNAM 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)

|   | Bioterrorism<br>Grant | Health Dept<br>Illegal<br>Dumping | EMA<br>Sirens<br>Project | EMA<br>Planning<br>Grant | EMA<br>Cert<br>Grant | EMA<br>Flashover<br>Grant | EMA<br>Homeland<br>Security<br>Grant |
|---|-----------------------|-----------------------------------|--------------------------|--------------------------|----------------------|---------------------------|--------------------------------------|
| Receipts:   |                       |                                   |                          |                          |                      |                           |                                      |
| Taxes   | \$ -                  | \$ -                              | \$ -                     | \$ -                     | \$ -                 | \$ -                      | \$ -                                 |
| Intergovernmental   | -                     | -                                 | -                        | -                        | -                    | -                         | -                                    |
| Charges for services  | -                     | -                                 | -                        | -                        | -                    | -                         | -                                    |
| Other   | -                     | 150                               | 150                      | -                        | -                    | -                         | -                                    |
| <b>Total receipts</b>   | <b>-</b>              | <b>150</b>                        | <b>150</b>               | <b>-</b>                 | <b>-</b>             | <b>-</b>                  | <b>-</b>                             |
| Disbursements:  |                       |                                   |                          |                          |                      |                           |                                      |
| General government  | -                     | -                                 | -                        | -                        | -                    | -                         | -                                    |
| Public safety   | -                     | -                                 | -                        | -                        | -                    | -                         | -                                    |
| Highways and streets  | -                     | -                                 | -                        | -                        | -                    | -                         | -                                    |
| Health and welfare  | -                     | 26                                | -                        | -                        | -                    | -                         | -                                    |
| <b>Total disbursements</b>  | <b>-</b>              | <b>26</b>                         | <b>-</b>                 | <b>-</b>                 | <b>-</b>             | <b>-</b>                  | <b>-</b>                             |
| Excess (deficiency) of receipts over<br>disbursements   | -                     | 124                               | 150                      | -                        | -                    | -                         | -                                    |
| Other financing sources:  |                       |                                   |                          |                          |                      |                           |                                      |
| Other receipts  | -                     | -                                 | -                        | -                        | -                    | -                         | -                                    |
| Excess (deficiency) of receipts and other<br>financing sources over disbursements<br>and other financing uses | -                     | 124                               | 150                      | -                        | -                    | -                         | -                                    |
| Cash and investment fund balance - beginning  | 1                     | 902                               | 2,460                    | 1                        | 447                  | 1                         | 1                                    |
| Cash and investment fund balance - ending   | <u>\$ 1</u>           | <u>\$ 1,026</u>                   | <u>\$ 2,610</u>          | <u>\$ 1</u>              | <u>\$ 447</u>        | <u>\$ 1</u>               | <u>\$ 1</u>                          |
| <b>Cash and Investment Assets - December 31</b>   |                       |                                   |                          |                          |                      |                           |                                      |
| Total cash and investment assets - December 31  | <u>\$ 1</u>           | <u>\$ 1,026</u>                   | <u>\$ 2,610</u>          | <u>\$ 1</u>              | <u>\$ 447</u>        | <u>\$ 1</u>               | <u>\$ 1</u>                          |
| <b>Cash and Investment Fund Balance - December 31</b>   |                       |                                   |                          |                          |                      |                           |                                      |
| Restricted for:   |                       |                                   |                          |                          |                      |                           |                                      |
| Public safety   | \$ -                  | \$ -                              | \$ 2,610                 | \$ 1                     | \$ 447               | \$ 1                      | \$ 1                                 |
| Highways and streets  | -                     | -                                 | -                        | -                        | -                    | -                         | -                                    |
| Health and welfare  | 1                     | 1,026                             | -                        | -                        | -                    | -                         | -                                    |
| Other purposes  | -                     | -                                 | -                        | -                        | -                    | -                         | -                                    |
| <b>Total cash and investment fund balance - December 31</b>   | <u>\$ 1</u>           | <u>\$ 1,026</u>                   | <u>\$ 2,610</u>          | <u>\$ 1</u>              | <u>\$ 447</u>        | <u>\$ 1</u>               | <u>\$ 1</u>                          |

PUTNAM 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)

|   | EMA Hoosier<br>Safety | Emergency<br>Response<br>Services (911) | Council Match<br>Moore<br>Estate<br>Donation | Cumulative<br>Jail | Cumulative<br>Courthouse<br>Bldgs | Economic<br>Warchest<br>(EDIT) | Annex<br>Renovations<br>(EDIT) |
|---|-----------------------|---|--|--------------------|-----------------------------------|--------------------------------|--------------------------------|
| Receipts:   |                       |   |  |                    |                                   |                                |                                |
| Taxes   | \$ -                  | \$ -                                    | \$ -   | \$ 46,423          | \$ 91,126                         | \$ 86,312                      | \$ -                           |
| Intergovernmental   | -                     | 166,408                                 | -  | -                  | -                                 | -                              | -                              |
| Charges for services  | -                     | 387,624                                 | -  | -                  | -                                 | -                              | -                              |
| Other   | -                     | 9,969                                   | -  | 15,822             | 10,333                            | -                              | -                              |
| Total receipts  | -                     | 564,001                                 | -  | 62,245             | 101,459                           | 86,312                         | -                              |
| Disbursements:  |                       |   |  |                    |                                   |                                |                                |
| General government  | -                     | -                                       | -  | -                  | 61,235                            | 35,030                         | 429                            |
| Public safety   | -                     | 600,062                                 | -  | 35,769             | -                                 | -                              | -                              |
| Highways and streets  | -                     | -                                       | -  | -                  | -                                 | -                              | -                              |
| Health and welfare  | -                     | -                                       | -  | -                  | -                                 | -                              | -                              |
| Total disbursements   | -                     | 600,062                                 | -  | 35,769             | 61,235                            | 35,030                         | 429                            |
| Excess (deficiency) of receipts over<br>disbursements   | -                     | (36,061)                                | -  | 26,476             | 40,224                            | 51,282                         | (429)                          |
| Other financing sources:  |                       |   |  |                    |                                   |                                |                                |
| Other receipts  | -                     | -                                       | -  | -                  | -                                 | -                              | -                              |
| Excess (deficiency) of receipts and other<br>financing sources over disbursements<br>and other financing uses | -                     | (36,061)                                | -  | 26,476             | 40,224                            | 51,282                         | (429)                          |
| Cash and investment fund balance - beginning  | 316                   | 43,174                                  | 10,000                                       | 339,847            | 217,411                           | 39,924                         | 83,371                         |
| Cash and investment fund balance - ending   | \$ 316                | \$ 7,113                                | \$ 10,000                                    | \$ 366,323         | \$ 257,635                        | \$ 91,206                      | \$ 82,942                      |
| <u>Cash and Investment Assets - December 31</u>   |                       |   |  |                    |                                   |                                |                                |
| Total cash and investment assets - December 31  | \$ 316                | \$ 7,113                                | \$ 10,000                                    | \$ 366,323         | \$ 257,635                        | \$ 91,206                      | \$ 82,942                      |
| <u>Cash and Investment Fund Balance - December 31</u>   |                       |   |  |                    |                                   |                                |                                |
| Restricted for:   |                       |   |  |                    |                                   |                                |                                |
| Public safety   | \$ 316                | \$ 7,113                                | \$ -   | \$ 366,323         | \$ -                              | \$ -                           | \$ -                           |
| Highways and streets  | -                     | -                                       | -  | -                  | -                                 | -                              | -                              |
| Health and welfare  | -                     | -                                       | -  | -                  | -                                 | -                              | -                              |
| Other purposes  | -                     | -                                       | 10,000                                       | -                  | 257,635                           | 91,206                         | 82,942                         |
| Total cash and investment fund balance - December 31  | \$ 316                | \$ 7,113                                | \$ 10,000                                    | \$ 366,323         | \$ 257,635                        | \$ 91,206                      | \$ 82,942                      |

PUTNAM 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)

|   | New Annex<br>Building<br>(EDIT) | Comprehensive<br>Plan<br>(EDIT) | County<br>Share<br>EDIT Tax | Sales<br>Disclosure -<br>Assessing | Alternative<br>Disp. Fee<br>Circuit | Circuit Court<br>Supplemental<br>Probation | Operating Grant<br>Soil and Water<br>Conserv. District |
|---|---------------------------------|---------------------------------|-----------------------------|------------------------------------|-------------------------------------|--|--|
| Receipts:   |                                 |                                 |                             |                                    |                                     |  |  |
| Taxes   | \$ -                            | \$ -                            | \$ 936,331                  | \$ -                               | \$ -                                | \$ -                                       | \$ -   |
| Intergovernmental   | -                               | -                               | -                           | -                                  | -                                   | -  | -  |
| Charges for services  | -                               | -                               | -                           | 5,065                              | 4,690                               | -  | -  |
| Other   | -                               | -                               | -                           | 620                                | -                                   | -  | -  |
| Total receipts  | -                               | -                               | 936,331                     | 5,685                              | 4,690                               | -  | -  |
| Disbursements:  |                                 |                                 |                             |                                    |                                     |  |  |
| General government  | -                               | 101,402                         | 933,870                     | 10,829                             | -                                   | -  | 269  |
| Public safety   | -                               | -                               | -                           | -                                  | -                                   | -  | -  |
| Highways and streets  | -                               | -                               | -                           | -                                  | -                                   | -  | -  |
| Health and welfare  | -                               | -                               | -                           | -                                  | -                                   | -  | -  |
| Total disbursements   | -                               | 101,402                         | 933,870                     | 10,829                             | -                                   | -  | 269  |
| Excess (deficiency) of receipts over<br>disbursements   | -                               | (101,402)                       | 2,461                       | (5,144)                            | 4,690                               | -  | (269)  |
| Other financing sources:  |                                 |                                 |                             |                                    |                                     |  |  |
| Other receipts  | -                               | -                               | -                           | -                                  | -                                   | -  | -  |
| Excess (deficiency) of receipts and other<br>financing sources over disbursements<br>and other financing uses | -                               | (101,402)                       | 2,461                       | (5,144)                            | 4,690                               | -  | (269)  |
| Cash and investment fund balance - beginning  | 200,000                         | 124,340                         | 1,674                       | 7,464                              | 8,393                               | 1,565                                      | 269  |
| Cash and investment fund balance - ending   | \$ 200,000                      | \$ 22,938                       | \$ 4,135                    | \$ 2,320                           | \$ 13,083                           | \$ 1,565                                   | \$ -   |
| <u>Cash and Investment Assets - December 31</u>   |                                 |                                 |                             |                                    |                                     |  |  |
| Total cash and investment assets - December 31  | \$ 200,000                      | \$ 22,938                       | \$ 4,135                    | \$ 2,320                           | \$ 13,083                           | \$ 1,565                                   | \$ -   |
| <u>Cash and Investment Fund Balance - December 31</u>   |                                 |                                 |                             |                                    |                                     |  |  |
| Restricted for:   |                                 |                                 |                             |                                    |                                     |  |  |
| Public safety   | \$ -                            | \$ -                            | \$ -                        | \$ -                               | \$ 13,083                           | \$ 1,565                                   | \$ -   |
| Highways and streets  | -                               | -                               | -                           | -                                  | -                                   | -  | -  |
| Health and welfare  | -                               | -                               | -                           | -                                  | -                                   | -  | -  |
| Other purposes  | 200,000                         | 22,938                          | 4,135                       | 2,320                              | -                                   | -  | -  |
| Total cash and investment fund balance - December 31  | \$ 200,000                      | \$ 22,938                       | \$ 4,135                    | \$ 2,320                           | \$ 13,083                           | \$ 1,565                                   | \$ -   |

PUTNAM 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)

|   | SWCD<br>Salary<br>Supplement | Sheriff<br>Deputy<br>Grant | Emergency<br>Management | Sheriff's<br>Commissary | Web Site<br>Fund | Asset<br>Forfeiture |
|---|------------------------------|----------------------------|-------------------------|-------------------------|------------------|---------------------|
| Receipts:   |                              |                            |                         |                         |                  |                     |
| Taxes   | \$ -                         | \$ -                       | \$ -                    | \$ -                    | \$ -             | \$ -                |
| Intergovernmental   | -                            | -                          | -                       | -                       | -                | -                   |
| Charges for services  | -                            | -                          | -                       | 174,716                 | -                | -                   |
| Other   | -                            | -                          | -                       | -                       | -                | 738,948             |
| <b>Total receipts</b>   | <b>-</b>                     | <b>-</b>                   | <b>-</b>                | <b>174,716</b>          | <b>-</b>         | <b>738,948</b>      |
| Disbursements:  |                              |                            |                         |                         |                  |                     |
| General government  | 612                          | -                          | -                       | -                       | 570              | -                   |
| Public safety   | -                            | -                          | -                       | 180,249                 | -                | 426,250             |
| Highways and streets  | -                            | -                          | -                       | -                       | -                | -                   |
| Health and welfare  | -                            | -                          | -                       | -                       | -                | -                   |
| <b>Total disbursements</b>  | <b>612</b>                   | <b>-</b>                   | <b>-</b>                | <b>180,249</b>          | <b>570</b>       | <b>426,250</b>      |
| Excess (deficiency) of receipts over disbursements  | (612)                        | -                          | -                       | (5,533)                 | (570)            | 312,698             |
| Other financing sources:  |                              |                            |                         |                         |                  |                     |
| Other receipts  | -                            | -                          | -                       | -                       | -                | -                   |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | (612)                        | -                          | -                       | (5,533)                 | (570)            | 312,698             |
| Cash and investment fund balance - beginning  | 612                          | 1,398                      | 63                      | 63,197                  | 810              | 29,440              |
| Cash and investment fund balance - ending   | <u>\$ -</u>                  | <u>\$ 1,398</u>            | <u>\$ 63</u>            | <u>\$ 57,664</u>        | <u>\$ 240</u>    | <u>\$ 342,138</u>   |
| <b>Cash and Investment Assets - December 31</b>   |                              |                            |                         |                         |                  |                     |
| Total cash and investment assets - December 31  | <u>\$ -</u>                  | <u>\$ 1,398</u>            | <u>\$ 63</u>            | <u>\$ 57,664</u>        | <u>\$ 240</u>    | <u>\$ 342,138</u>   |
| <b>Cash and Investment Fund Balance - December 31</b>   |                              |                            |                         |                         |                  |                     |
| Restricted for:   |                              |                            |                         |                         |                  |                     |
| Public safety   | \$ -                         | \$ 1,398                   | \$ 63                   | \$ 57,664               | \$ -             | \$ 342,138          |
| Highways and streets  | -                            | -                          | -                       | -                       | -                | -                   |
| Health and welfare  | -                            | -                          | -                       | -                       | -                | -                   |
| Other purposes  | -                            | -                          | -                       | -                       | 240              | -                   |
| <b>Total cash and investment fund balance - December 31</b>   | <u>\$ -</u>                  | <u>\$ 1,398</u>            | <u>\$ 63</u>            | <u>\$ 57,664</u>        | <u>\$ 240</u>    | <u>\$ 342,138</u>   |

PUTNAM 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)

|   | Security<br>Protection | Sexual<br>Assault Fee | Microfilm<br>Support Fund | E911<br>Donations | Hazmat Tech X3 | State Homeland<br>Security<br>Program |
|---|------------------------|-----------------------|---------------------------|-------------------|----------------|---------------------------------------|
| Receipts:   |                        |                       |                           |                   |                |                                       |
| Taxes   | \$ -                   | \$ -                  | \$ -                      | \$ -              | \$ -           | \$ -                                  |
| Intergovernmental   | -                      | -                     | -                         | -                 | -              | 15,676                                |
| Charges for services  | 16,160                 | 750                   | 1,137                     | -                 | -              | -                                     |
| Other   | -                      | -                     | -                         | -                 | -              | -                                     |
| <b>Total receipts</b>   | <b>16,160</b>          | <b>750</b>            | <b>1,137</b>              | <b>-</b>          | <b>-</b>       | <b>15,676</b>                         |
| Disbursements:  |                        |                       |                           |                   |                |                                       |
| General government  | -                      | -                     | -                         | -                 | -              | -                                     |
| Public safety   | 27,500                 | -                     | -                         | -                 | -              | -                                     |
| Highways and streets  | -                      | -                     | -                         | -                 | -              | -                                     |
| Health and welfare  | -                      | -                     | -                         | -                 | -              | -                                     |
| <b>Total disbursements</b>  | <b>27,500</b>          | <b>-</b>              | <b>-</b>                  | <b>-</b>          | <b>-</b>       | <b>-</b>                              |
| Excess (deficiency) of receipts over<br>disbursements   | (11,340)               | 750                   | 1,137                     | -                 | -              | 15,676                                |
| Other financing sources:  |                        |                       |                           |                   |                |                                       |
| Other receipts  | -                      | -                     | -                         | -                 | -              | -                                     |
| Excess (deficiency) of receipts and other<br>financing sources over disbursements<br>and other financing uses | (11,340)               | 750                   | 1,137                     | -                 | -              | 15,676                                |
| Cash and investment fund balance - beginning  | 17,380                 | 700                   | 969                       | 25                | 600            | (14,708)                              |
| Cash and investment fund balance - ending   | <u>\$ 6,040</u>        | <u>\$ 1,450</u>       | <u>\$ 2,106</u>           | <u>\$ 25</u>      | <u>\$ 600</u>  | <u>\$ 968</u>                         |
| <b>Cash and Investment Assets - December 31</b>   |                        |                       |                           |                   |                |                                       |
| Total cash and investment assets - December 31  | <u>\$ 6,040</u>        | <u>\$ 1,450</u>       | <u>\$ 2,106</u>           | <u>\$ 25</u>      | <u>\$ 600</u>  | <u>\$ 968</u>                         |
| <b>Cash and Investment Fund Balance - December 31</b>   |                        |                       |                           |                   |                |                                       |
| Restricted for:   |                        |                       |                           |                   |                |                                       |
| Public safety   | \$ 6,040               | \$ 1,450              | \$ -                      | \$ 25             | \$ 600         | \$ 968                                |
| Highways and streets  | -                      | -                     | -                         | -                 | -              | -                                     |
| Health and welfare  | -                      | -                     | -                         | -                 | -              | -                                     |
| Other purposes  | -                      | -                     | 2,106                     | -                 | -              | -                                     |
| <b>Total cash and investment fund balance - December 31</b>   | <u>\$ 6,040</u>        | <u>\$ 1,450</u>       | <u>\$ 2,106</u>           | <u>\$ 25</u>      | <u>\$ 600</u>  | <u>\$ 968</u>                         |

PUTNAM 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)

|   | STOP Grant    | Health<br>Department<br>Food Fines | Putnam County<br>Court Bail | Health<br>Department<br>Preparedness | District 7<br>Fire Training | Hazmat<br>Technical<br>Rescue |
|---|---------------|------------------------------------|-----------------------------|--------------------------------------|-----------------------------|-------------------------------|
| Receipts:   |               |                                    |                             |                                      |                             |                               |
| Taxes   | \$ -          | \$ -                               | \$ -                        | \$ -                                 | \$ -                        | \$ -                          |
| Intergovernmental   | 11,841        | -                                  | -                           | -                                    | 123,201                     | 4,549                         |
| Charges for services  | -             | 9,525                              | 6,405                       | 13,548                               | -                           | -                             |
| Other   | -             | -                                  | -                           | -                                    | 2,648                       | -                             |
| <b>Total receipts</b>   | <b>11,841</b> | <b>9,525</b>                       | <b>6,405</b>                | <b>13,548</b>                        | <b>125,849</b>              | <b>4,549</b>                  |
| Disbursements:  |               |                                    |                             |                                      |                             |                               |
| General government  | -             | -                                  | -                           | -                                    | -                           | -                             |
| Public safety   | 11,841        | -                                  | -                           | -                                    | 136,666                     | 56,436                        |
| Highways and streets  | -             | -                                  | -                           | -                                    | -                           | -                             |
| Health and welfare  | -             | 1,605                              | -                           | -                                    | -                           | -                             |
| <b>Total disbursements</b>  | <b>11,841</b> | <b>1,605</b>                       | <b>-</b>                    | <b>-</b>                             | <b>136,666</b>              | <b>56,436</b>                 |
| Excess (deficiency) of receipts over disbursements  | -             | 7,920                              | 6,405                       | 13,548                               | (10,817)                    | (51,887)                      |
| Other financing sources:  |               |                                    |                             |                                      |                             |                               |
| Other receipts  | -             | -                                  | -                           | -                                    | -                           | -                             |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | -             | 7,920                              | 6,405                       | 13,548                               | (10,817)                    | (51,887)                      |
| Cash and investment fund balance - beginning  | -             | -                                  | -                           | -                                    | -                           | -                             |
| Cash and investment fund balance - ending   | \$ -          | \$ 7,920                           | \$ 6,405                    | \$ 13,548                            | \$ (10,817)                 | \$ (51,887)                   |
| <b>Cash and Investment Assets - December 31</b>   |               |                                    |                             |                                      |                             |                               |
| Total cash and investment assets - December 31  | \$ -          | \$ 7,920                           | \$ 6,405                    | \$ 13,548                            | \$ (10,817)                 | \$ (51,887)                   |
| <b>Cash and Investment Fund Balance - December 31</b>   |               |                                    |                             |                                      |                             |                               |
| Restricted for:   |               |                                    |                             |                                      |                             |                               |
| Public safety   | \$ -          | \$ -                               | \$ 6,405                    | \$ -                                 | \$ (10,817)                 | \$ (51,887)                   |
| Highways and streets  | -             | -                                  | -                           | -                                    | -                           | -                             |
| Health and welfare  | -             | 7,920                              | -                           | 13,548                               | -                           | -                             |
| Other purposes  | -             | -                                  | -                           | -                                    | -                           | -                             |
| <b>Total cash and investment fund balance - December 31</b>   | <b>\$ -</b>   | <b>\$ 7,920</b>                    | <b>\$ 6,405</b>             | <b>\$ 13,548</b>                     | <b>\$ (10,817)</b>          | <b>\$ (51,887)</b>            |

PUTNAM 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)

|   | 2004/05<br>HMEP<br>Grant | Law<br>Enforcement<br>800 MHZ Radios | Treasurer's<br>Returned<br>Check Fee | Misdemeanant     | Indiana<br>Department of<br>Homeland Security<br>Laptop Grant | Totals              |
|---|--------------------------|--------------------------------------|--------------------------------------|------------------|---|---------------------|
| <b>Receipts:</b>  |                          |                                      |                                      |                  |   |                     |
| Taxes   | \$ -                     | \$ -                                 | \$ -                                 | \$ -             | \$ -  | \$ 1,729,034        |
| Intergovernmental   | 359                      | -                                    | -                                    | 22,571           | 11,250  | 1,672,953           |
| Charges for services  | -                        | -                                    | -                                    | -                | -   | 2,193,918           |
| Other   | -                        | -                                    | 120                                  | -                | -   | 865,523             |
| <b>Total receipts</b>   | <b>359</b>               | <b>-</b>                             | <b>120</b>                           | <b>22,571</b>    | <b>11,250</b>   | <b>6,461,428</b>    |
| <b>Disbursements:</b>   |                          |                                      |                                      |                  |   |                     |
| General government  | -                        | -                                    | -                                    | -                | -   | 2,447,314           |
| Public safety   | 359                      | 162,240                              | -                                    | -                | -   | 3,190,250           |
| Highways and streets  | -                        | -                                    | -                                    | -                | -   | 472,933             |
| Health and welfare  | -                        | -                                    | -                                    | -                | -   | 339,322             |
| <b>Total disbursements</b>  | <b>359</b>               | <b>162,240</b>                       | <b>-</b>                             | <b>-</b>         | <b>-</b>  | <b>6,449,819</b>    |
| Excess (deficiency) of receipts over disbursements  | -                        | (162,240)                            | 120                                  | 22,571           | 11,250  | 11,609              |
| <b>Other financing sources:</b>   |                          |                                      |                                      |                  |   |                     |
| Other receipts  | -                        | -                                    | -                                    | -                | -   | 61,450              |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | -                        | (162,240)                            | 120                                  | 22,571           | 11,250  | 73,059              |
| Cash and investment fund balance - beginning  | -                        | -                                    | -                                    | -                | (11,250)  | 3,715,848           |
| Cash and investment fund balance - ending   | \$ -                     | \$ (162,240)                         | \$ 120                               | \$ 22,571        | \$ -  | \$ 3,788,907        |
| <b>Cash and Investment Assets - December 31</b>   |                          |                                      |                                      |                  |   |                     |
| Total cash and investment assets - December 31  | \$ -                     | \$ (162,240)                         | \$ 120                               | \$ 22,571        | \$ -  | \$ 3,788,907        |
| <b>Cash and Investment Fund Balance - December 31</b>   |                          |                                      |                                      |                  |   |                     |
| <b>Restricted for:</b>  |                          |                                      |                                      |                  |   |                     |
| Public safety   | \$ -                     | \$ (162,240)                         | \$ -                                 | \$ 22,571        | \$ -  | \$ 1,563,378        |
| Highways and streets  | -                        | -                                    | -                                    | -                | -   | 426,986             |
| Health and welfare  | -                        | -                                    | -                                    | -                | -   | 305,928             |
| Other purposes  | -                        | -                                    | 120                                  | -                | -   | 1,492,615           |
| <b>Total cash and investment fund balance - December 31</b>   | <b>\$ -</b>              | <b>\$ (162,240)</b>                  | <b>\$ 120</b>                        | <b>\$ 22,571</b> | <b>\$ -</b>   | <b>\$ 3,788,907</b> |

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

|  | <u>Police<br/>Retirement<br/>Trust</u> | <u>Police<br/>Benefit<br/>Trust</u> | <u>Totals</u>       |
|--|--|-------------------------------------|---------------------|
| Additions:   |  |                                     |                     |
| Contributions:                                     |  |                                     |                     |
| Employer   | \$ 102,868                             | \$ 11,622                           | \$ 114,490          |
| Plan members                                       | 18,446                                 | -                                   | 18,446              |
| Other  | <u>20,864</u>                          | <u>-</u>                            | <u>20,864</u>       |
| Total contributions                                | <u>142,178</u>                         | <u>11,622</u>                       | <u>153,800</u>      |
| Investment receipts:                               |  |                                     |                     |
| Net increase in investments                        | 6,288                                  | 76,803                              | 83,091              |
| Interest   | <u>704</u>                             | <u>155</u>                          | <u>859</u>          |
| Total investment receipts                          | <u>6,992</u>                           | <u>76,958</u>                       | <u>83,950</u>       |
| Total additions                                    | <u>149,170</u>                         | <u>88,580</u>                       | <u>237,750</u>      |
| Deductions:  |  |                                     |                     |
| Benefits   | 46,162                                 | 3,777                               | 49,939              |
| Refunds of contributions                           | 6,887                                  | -                                   | 6,887               |
| Administrative and general                         | <u>5,937</u>                           | <u>274</u>                          | <u>6,211</u>        |
| Total deductions                                   | <u>58,986</u>                          | <u>4,051</u>                        | <u>63,037</u>       |
| Excess of total additions<br>over total deductions | 90,184                                 | 84,529                              | 174,713             |
| Cash and investment fund balance - beginning       | <u>1,373,717</u>                       | <u>215,113</u>                      | <u>1,588,830</u>    |
| Cash and investment fund balance - ending          | <u>\$ 1,463,901</u>                    | <u>\$ 299,642</u>                   | <u>\$ 1,763,543</u> |

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

|   | <u>EDIT Tax<br/>Distributions</u> | <u>Welfare<br/>Trust</u> | <u>Tax Sale<br/>Surplus</u> | <u>Tax Sale<br/>Redemption</u> | <u>Surplus Tax</u> | <u>Surplus<br/>Dog Tax</u> | <u>State Fines<br/>and Forfeitures</u> |
|---|-----------------------------------|--------------------------|-----------------------------|--------------------------------|--------------------|----------------------------|--|
| Additions:  |                                   |                          |                             |                                |                    |                            |  |
| Agency fund additions   | \$ 1,383,042                      | \$ 20,447                | \$ 33,875                   | \$ 14,801                      | \$ 49,162          | \$ 733                     | \$ 6,039                               |
| Deductions:   |                                   |                          |                             |                                |                    |                            |  |
| Agency fund deductions  | <u>1,377,948</u>                  | <u>35,930</u>            | <u>148,793</u>              | <u>33,090</u>                  | <u>30,213</u>      | <u>-</u>                   | <u>10,947</u>                          |
| Excess (deficiency) of total additions<br>over total deductions | 5,094                             | (15,483)                 | (114,918)                   | (18,289)                       | 18,949             | 733                        | (4,908)                                |
| Cash and investment fund balance - beginning                    | <u>37,167</u>                     | <u>22,466</u>            | <u>198,767</u>              | <u>8,163</u>                   | <u>430,449</u>     | <u>2,609</u>               | <u>4,913</u>                           |
| Cash and investment fund balance - ending                       | <u>\$ 42,261</u>                  | <u>\$ 6,983</u>          | <u>\$ 83,849</u>            | <u>\$ (10,126)</u>             | <u>\$ 449,398</u>  | <u>\$ 3,342</u>            | <u>\$ 5</u>                            |

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

|   | Infraction<br>Judgments | Inheritance<br>Tax | Congressional<br>Interest | Sales<br>Disclosure<br>State Training | City/Town<br>Court Costs | Tax<br>Distribution |
|---|-------------------------|--------------------|---------------------------|---------------------------------------|--------------------------|---------------------|
| Additions:  |                         |                    |                           |                                       |                          |                     |
| Agency fund additions   | \$ 66,873               | \$ 877,618         | \$ 1,237                  | \$ 1,013                              | \$ 14,383                | \$ 44,266,289       |
| Deductions:   |                         |                    |                           |                                       |                          |                     |
| Agency fund deductions  | 65,160                  | 800,005            | 1,502                     | 1,050                                 | -                        | 44,285,797          |
| Excess (deficiency) of total additions<br>over total deductions | 1,713                   | 77,613             | (265)                     | (37)                                  | 14,383                   | (19,508)            |
| Cash and investment fund balance - beginning                    | 5,477                   | 165,531            | 15,055                    | 90                                    | 15,077                   | 19,508              |
| Cash and investment fund balance - ending                       | <u>\$ 7,190</u>         | <u>\$ 243,144</u>  | <u>\$ 14,790</u>          | <u>\$ 53</u>                          | <u>\$ 29,460</u>         | <u>\$ -</u>         |

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

|   | CVET<br>Distribution | Coroner's<br>Donation | CAGIT<br>Distribution | Riverboat<br>Wagering<br>Tax | Cash Bonds<br>(Bidder<br>Receipts) | Timber<br>Sales |
|---|----------------------|-----------------------|-----------------------|------------------------------|------------------------------------|-----------------|
| Additions:  |                      |                       |                       |                              |                                    |                 |
| Agency fund additions   | \$ 232,782           | \$ -                  | \$ 5,552,000          | \$ 238,856                   | \$ -                               | \$ 333          |
| Deductions:   |                      |                       |                       |                              |                                    |                 |
| Agency fund deductions  | 116,391              | -                     | 5,552,033             | 238,856                      | -                                  | 333             |
| Excess (deficiency) of total additions<br>over total deductions | 116,391              | -                     | (33)                  | -                            | -                                  | -               |
| Cash and investment fund balance - beginning                    | -                    | 200                   | 33                    | -                            | 4,843                              | -               |
| Cash and investment fund balance - ending                       | <u>\$ 116,391</u>    | <u>\$ 200</u>         | <u>\$ -</u>           | <u>\$ -</u>                  | <u>\$ 4,843</u>                    | <u>\$ -</u>     |

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

|   | Excise<br>Surtax | Wheel<br>Tax | Education<br>Plate Fee | County<br>Payroll | Health<br>Insurance<br>Trust | Innkeepers<br>Tax<br>Fund |
|---|------------------|--------------|------------------------|-------------------|------------------------------|---------------------------|
| Additions:  |                  |              |                        |                   |                              |                           |
| Agency fund additions   | \$ 534,547       | \$ 113,785   | \$ 3,262               | \$ 5,914,847      | \$ 200,715                   | \$ 213,630                |
| Deductions:   |                  |              |                        |                   |                              |                           |
| Agency fund deductions  | 534,547          | 113,025      | 3,225                  | 5,914,847         | 96,230                       | 233,152                   |
| Excess (deficiency) of total additions<br>over total deductions | -                | 760          | 37                     | -                 | 104,485                      | (19,522)                  |
| Cash and investment fund balance - beginning                    | -                | -            | -                      | -                 | 526,997                      | 19,522                    |
| Cash and investment fund balance - ending                       | \$ -             | \$ 760       | \$ 37                  | \$ -              | \$ 631,482                   | \$ -                      |

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

|   | Financial<br>Institutions<br>Tax | Payroll<br>Withholdings | Treasurer     | Clerk        | Recorder   | Sheriff's<br>Trust |
|---|----------------------------------|-------------------------|---------------|--------------|------------|--------------------|
| Additions:  |                                  |                         |               |              |            |                    |
| Agency fund additions   | \$ 176,605                       | \$ 3,788,053            | \$ 44,741,822 | \$ 4,739,846 | \$ 198,471 | \$ 1,529,345       |
| Deductions:   |                                  |                         |               |              |            |                    |
| Agency fund deductions  | 176,605                          | 3,565,695               | 44,790,215    | 4,748,318    | 198,855    | 1,595,406          |
| Excess (deficiency) of total additions<br>over total deductions | -                                | 222,358                 | (48,393)      | (8,472)      | (384)      | (66,061)           |
| Cash and investment fund balance - beginning                    | -                                | (177,685)               | 408,361       | 371,210      | 2,603      | 83,396             |
| Cash and investment fund balance - ending                       | \$ -                             | \$ 44,673               | \$ 359,968    | \$ 362,738   | \$ 2,219   | \$ 17,335          |

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

|   | Probation and<br>Community<br>Corrections | Health       | Planning<br>Commission | County<br>Home  | State Sales<br>Disclosure<br>Forms | Interstate<br>Compact<br>Reimbursement |
|---|---|--------------|------------------------|-----------------|------------------------------------|--|
| Additions:  |   |              |                        |                 |                                    |  |
| Agency fund additions   | \$ 488,555                                | \$ 65,441    | \$ 84,214              | \$ 82,575       | \$ 4,057                           | \$ 412                                 |
| Deductions:   |   |              |                        |                 |                                    |  |
| Agency fund deductions  | 484,152                                   | 65,441       | 83,083                 | 84,475          | 4,201                              | 450                                    |
| Excess (deficiency) of total additions<br>over total deductions | 4,403                                     | -            | 1,131                  | (1,900)         | (144)                              | (38)                                   |
| Cash and investment fund balance - beginning                    | 34,760                                    | 50           | 4,398                  | 5,428           | 360                                | 38                                     |
| Cash and investment fund balance - ending                       | <u>\$ 39,163</u>                          | <u>\$ 50</u> | <u>\$ 5,529</u>        | <u>\$ 3,528</u> | <u>\$ 216</u>                      | <u>\$ -</u>                            |

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

|   | Mortgage<br>Fee<br>State | Capital<br>Recovery<br>Systems | Overweight<br>Vehicle Fines | CEDIT for<br>Homestead<br>Credit | Homestead<br>Credit Rebate | Totals              |
|---|--------------------------|--------------------------------|-----------------------------|----------------------------------|----------------------------|---------------------|
| Additions:  |                          |                                |                             |                                  |                            |                     |
| Agency fund additions   | \$ 5,205                 | \$ 5,495                       | \$ 1                        | \$ 1,370,548                     | \$ 1,163,080               | \$ 118,183,994      |
| Deductions:   |                          |                                |                             |                                  |                            |                     |
| Agency fund deductions  | 5,175                    | -                              | 1                           | 1,335,586                        | -                          | 116,730,732         |
| Excess (deficiency) of total additions<br>over total deductions | 30                       | 5,495                          | -                           | 34,962                           | 1,163,080                  | 1,453,262           |
| Cash and investment fund balance - beginning                    | 490                      | 15,145                         | -                           | -                                | -                          | 2,225,421           |
| Cash and investment fund balance - ending                       | <u>\$ 520</u>            | <u>\$ 20,640</u>               | <u>\$ -</u>                 | <u>\$ 34,962</u>                 | <u>\$ 1,163,080</u>        | <u>\$ 3,678,683</u> |

PUTNAM COUNTY  
SUPPLEMENTARY INFORMATION  
SCHEDULE OF CAPITAL ASSETS

For The Year Ended December 31, 2007

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

General infrastructure assets completed in the current and prior years have not been reported.

| <u>Primary Government</u>  | <u>Ending<br/>Balance</u> |
|--|---------------------------|
| Governmental activities:   |                           |
| Capital assets, not being depreciated:                                 |                           |
| Land   | \$ 1,213,700              |
| Infrastructure   | -                         |
| Buildings  | 7,901,000                 |
| Improvements other than buildings                                      | 185,700                   |
| Machinery and equipment  | <u>7,163,556</u>          |
| Total governmental activities, capital<br>assets not being depreciated | <u>\$ 16,463,956</u>      |

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

The County has entered into the following debt:

| Description of Debt                | Ending<br>Principal<br>Balance | Principal and<br>Interest Due<br>Within One<br>Year |
|------------------------------------|--------------------------------|---|
| Governmental Activities:           |                                |   |
| Capital leases:                    |                                |   |
| County jail                        | \$ 3,910,000                   | \$ 295,000  |
| Four police vehicles               | 44,645                         | 30,985  |
| Five police vehicles               | 126,175                        | 28,659  |
| Sheriff vehicles - 2007            | 84,863                         | 19,821  |
| Excavator                          | 29,869                         | 29,869  |
| Airport hangars                    | 14,068                         | 14,068  |
| Airport hangars (executive)        | 60,000                         | 4,759   |
| Highway truck                      | 41,652                         | 20,349  |
| Three highway motor graders        | 526,819                        | 36,346  |
| Industrial trailer                 | 13,639                         | 13,639  |
| Notes and loans payable            | 182,786                        | 86,649  |
| Bonds payable:                     |                                |   |
| Revenue bonds:                     |                                |   |
| Emergency Operations Center        | <u>2,900,000</u>               | <u>360,000</u>                                      |
| Total governmental activities debt | <u>\$ 7,934,516</u>            | <u>\$ 940,144</u>                                   |

PUTNAM 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  
Board of County Commissioners  
County Home  
County Planning Commission/Emergency Management  
County Prosecuting Attorney  
County Sheriff  
County Treasurer  
Enhanced Emergency Telephone System

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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 PUTNAM COUNTY, INDIANA

Compliance

We have audited the compliance of the Putnam 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 order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

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

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

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

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

This report is intended solely for the information and use of the County's management, 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 20, 2008

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

| Federal Grantor Agency/Pass-Through Entity<br>Program Title/Project Title  | Federal<br>CFDA<br>Number | Pass-Through<br>Entity (or Other)<br>Identifying<br>Number                 | Total<br>Federal Awards<br>Expended                      |
|--|---------------------------|--|--|
| <u>U.S. DEPARTMENT OF JUSTICE</u>  |                           |  |  |
| Pass-Through Indiana Criminal Justice Institute<br>Juvenile Accountability Incentive Block Grants  | 16.523                    | 05-JB-021  | \$ 15,700  |
| Crime Victim Assistance  | 16.575                    | 06-VA-117<br>06-VA-118<br>07-VA-107<br>07-VA-108<br>06-ST-066<br>07-ST-056 | 12,498<br>15,037<br>12,810<br>14,983<br>10,020<br>16,648 |
| Total for program  |                           |  | <u>81,996</u>  |
| Violence Against Women Formula Grants  | 16.588                    | 06-ST-047  | <u>17,963</u>  |
| Total for federal grantor agency   |                           |  | <u>115,659</u>   |
| <u>U.S. DEPARTMENT OF TRANSPORTATION</u>   |                           |  |  |
| Direct Grant<br>Airport Improvement Program  | 20.106                    | 3-18-0030-06<br>3-18-0030-08<br>3-18-0030-09                               | 46,515<br>2,998<br>239,693                               |
| Total for program  |                           |  | <u>289,206</u>   |
| Pass-Through Indiana Department of Transportation<br>Highway Planning and Construction   | 20.205                    | BR-NBIS (0700218)  | <u>143,502</u>   |
| Total for federal grantor agency   |                           |  | <u>432,708</u>   |
| <u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>  |                           |  |  |
| Pass-Through Indiana State Department of Health<br>Centers for Disease Control - Investigations<br>and Technical Assistance                              | 93.283                    | BPRS-166-2   | <u>33,220</u>  |
| Pass-Through Indiana Department of Child Services<br>Child Support Enforcement<br>Child Support Expenditures<br>Incentive Expenditures<br>Indirect Costs | 93.563                    |  | 146,535<br>61,000<br>33,537                              |
| Total for program  |                           |  | <u>241,072</u>   |
| Total for federal grantor agency   |                           |  | <u>274,292</u>   |
| <u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>  |                           |  |  |
| Pass-Through Indiana Department of Homeland Security<br>Public Assistance Grants   | 97.036                    | Disaster #133-U0568-00   | <u>49,964</u>  |
| Emergency Management Performance Grants  | 97.042                    | C44P-7-486<br>C44P-8-88A   | 162,240<br>6,735   |
| Total for program  |                           |  | <u>168,975</u>   |
| Homeland Security Grant Program  | 97.067                    | C44P-7-403   | <u>54,419</u>  |
| Total for federal grantor agency   |                           |  | <u>273,358</u>   |
| Total federal awards expended  |                           |  | <u>\$ 1,096,017</u>                                      |

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

PUTNAM COUNTY  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

I. Basis of Presentation

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

II. Subrecipients

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

| Program Title                                    | Federal<br>CFDA<br>Number | 2007      |
|--|---------------------------|-----------|
| Violence Against Women<br>Formula Grants         | 16.588                    | \$ 17,963 |
| Crime Victim Assistance                          | 16.575                    | 41,956    |
| Juvenile Accountability Incentive Block<br>Grant | 16.523                    | 15,700    |

PUTNAM COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Qualified

Internal control over financial reporting:

|  |               |
|--|---------------|
| Material weaknesses identified?  | no            |
| Significant deficiencies 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            |
| Significant deficiencies 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<br>Number | Name of Federal Program or Cluster |
|----------------|------------------------------------|
| 20.106         | Airport Improvement Program        |
| 20.205         | Highway Planning and Construction  |
| 93.563         | Child Support Enforcement          |

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

Auditee qualified as low-risk auditee? no

Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

# **STEPHANIE CAMPBELL, AUDITOR**

1 W. Washington St. Rm. 20 Greencastle, IN 46135

Phone: 765-653-5513 Fax: 765-653-5992

**August 18, 2008**

## **SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

### **FINDING NO. 2006-1**

**Original SBA Audit Report Number B30781**

**Auditee Contact Person: Stephanie Campbell**

**Title of Contact Person: Auditor**

**Phone Number: 765-653-5513**

#### **Status of Finding**

**Corrective Action has been taken**

**The prior audit report disclosed a Section III Finding; Misappropriation of Federal Grant Funds. The County has prepared an Ordinance 2007-8-21, establishing that no Putnam County Employee may establish a banking account for county business without prior approval. This Ordinance was approved on August 21, 2007.**

**Respectfully,**



**Stephanie Campbell  
Putnam County Auditor**

PUTNAM COUNTY  
EXIT CONFERENCE

The contents of this report were discussed on August 20, 2008, with Stephanie Campbell, Auditor; and Kristina Warren, Vice President of the Board of County Commissioners.