

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

ANNUAL FINANCIAL REPORT

2007

CARROLL COUNTY, INDIANA



FILED

09/24/2008

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Beth Myers	01-01-07 to 12-31-10
Treasurer	Jane Brewington	01-01-07 to 12-31-10
Clerk	Laura Sterrett	01-01-04 to 12-31-08
Sheriff	Tony Burns	01-01-07 to 12-31-10
Recorder	Barbara Chapman	01-01-05 to 12-31-08
President of the Board of County Commissioners	Loren Hylton	01-01-07 to 12-31-08
President of the County Council	Robert Baker Nancy Cripe	01-01-07 to 12-31-07 01-01-08 to 12-31-08



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

TO: THE OFFICIALS OF CARROLL COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Carroll 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 component unit 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 unit 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 CARROLL COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Carroll 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 on the financial statements was qualified due to the omission of component units which results in incomplete presentation. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

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

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

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

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

Compliance and Other Matters

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

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

STATE BOARD OF ACCOUNTS

August 20, 2008

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

<u>Functions/Programs</u>	<u>Disbursements</u>	<u>Program Receipts</u>			<u>Net (Disbursement) Receipt and Changes in Net Assets</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Primary Government Governmental Activities</u>
Primary government:					
Governmental activities:					
General government	\$ 5,149,744	\$ 516,570	\$ -	\$ -	\$ (4,633,174)
Public safety	3,250,862	389,402	-	-	(2,861,460)
Highways and streets	3,787,758	-	471,325	224,953	(3,091,480)
Sanitation	113,753	2,550	-	-	(111,203)
Health and welfare	1,528,148	639,098	-	408,341	(480,709)
Economic development	-	117,274	-	-	117,274
Culture and recreation	79,811	8,788	-	-	(71,023)
	<u>\$ 13,910,076</u>	<u>\$ 1,673,682</u>	<u>\$ 471,325</u>	<u>\$ 633,294</u>	<u>(11,131,775)</u>
Total primary government					
General receipts:					
Property taxes					4,131,818
Income taxes					1,701,540
Intergovernmental					2,474,584
Other local sources					3,070,925
Grants and contributions not restricted to specific programs					408,359
Investment earnings					581,958
					<u>12,369,184</u>
					1,237,409
					<u>7,966,280</u>
					<u>\$ 9,203,689</u>
Net assets - ending					
Net assets - beginning					
Change in net assets					
Total general receipts					
Cash and investments					
Restricted assets:					
Cash and investments					8,729,175
					<u>\$ 9,203,689</u>
Total assets					
Net Assets					
Restricted for:					
General government					\$ 4,492,267
Public safety					324,882
Highways and streets					1,107,959
Health and welfare					461,319
Capital outlay					2,342,748
Unrestricted					474,514
					<u>\$ 9,203,689</u>
Total net assets					

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

CARROLL 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	Highway	Other Governmental Funds	Totals
Receipts:				
Taxes	\$ 4,173,604	\$ -	\$ 1,659,754	\$ 5,833,358
Intergovernmental	353,975	2,450,080	429,596	3,233,651
Charges for services	848,726	1,790	685,854	1,536,370
Fines and forfeits	101,046	-	33,097	134,143
Interfund loans	31,656	-	-	31,656
Other	488,888	273,216	2,757,406	3,519,510
Total receipts	5,997,895	2,725,086	5,565,707	14,288,688
Disbursements:				
General government	3,362,394	-	1,862,831	5,225,225
Public safety	2,738,129	-	353,621	3,091,750
Highways and streets	-	2,114,078	1,497,531	3,611,609
Sanitation	113,753	-	-	113,753
Health and welfare	460,077	-	545,189	1,005,266
Culture and recreation	78,650	-	-	78,650
Interfund loans	-	-	31,656	31,656
Debt service:				
Principal	-	-	235,000	235,000
Capital outlay:				
General government	23,219	-	111,641	134,860
Public safety	153,468	-	5,644	159,112
Highways and streets	-	172,649	3,500	176,149
Health and welfare	4,481	-	73,060	77,541
Culture and recreation	1,161	-	-	1,161
Total disbursements	6,935,332	2,286,727	4,719,673	13,941,732
Excess (deficiency) of receipts over disbursements	(937,437)	438,359	846,034	346,956
Other financing sources:				
Interfund loans received	31,656	-	-	31,656
Interfund loans disbursed	-	-	(31,656)	(31,656)
Other receipts	887,903	2,550	-	890,453
Total other financing sources	919,559	2,550	(31,656)	890,453
Excess (deficiency) of receipts and other financing sources over (under) disbursements and other financing uses	(17,878)	440,909	814,378	1,237,409
Cash and investment fund balance - beginning	524,048	586,961	6,855,271	7,966,280
Cash and investment fund balance - ending	<u>\$ 506,170</u>	<u>\$ 1,027,870</u>	<u>\$ 7,669,649</u>	<u>\$ 9,203,689</u>
<u>Cash and Investment Assets - Ending</u>				
Cash and investments	\$ 506,170	\$ -	\$ -	\$ 506,170
Restricted assets:				
Cash and investments	-	1,027,870	7,669,649	8,697,519
Total cash and investment assets - ending	\$ 506,170	\$ 1,027,870	\$ 7,669,649	\$ 9,203,689
<u>Cash and Investment Fund Balance - Ending</u>				
Restricted for:				
General government	\$ -	\$ -	\$ 3,007,047	\$ 3,007,047
Public safety	-	-	324,882	324,882
Highways and streets	-	1,027,870	80,089	1,107,959
Health and welfare	-	-	461,319	461,319
Debt Service	-	-	1,453,564	1,453,564
Capital outlay	-	-	2,342,748	2,342,748
Unrestricted	506,170	-	-	506,170
Total cash and investment fund balance - ending	\$ 506,170	\$ 1,027,870	\$ 7,669,649	\$ 9,203,689

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

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

	Pension Trust Funds	Private-Purpose Trust Funds	Agency Funds
Additions:			
Contributions:			
Employer	\$ 112,655	\$ -	\$ -
Plan members	15,079	-	-
Total contributions	127,734	-	-
Investment earnings:			
Interest	174,674	2,159	-
Less investment disbursements	(12,101)	-	-
Net investment earnings	162,573	2,159	-
Agency fund additions	-	-	57,413,058
Total additions	290,307	2,159	57,413,058
Deductions:			
Benefits	32,061	-	-
Refunds of contributions	579	-	-
Administrative and general	10,513	-	-
Agency fund deductions	-	-	51,475,841
Total deductions	43,153	-	51,475,841
Excess of total additions over total deductions	247,154	2,159	5,937,217
Cash and investment fund balance - beginning	1,453,288	31,976	794,448
Cash and investment fund balance - ending	\$ 1,700,442	\$ 34,135	\$ 6,731,665

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

CARROLL 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:	Carroll County
Blended Component Unit:	Carroll County Redevelopment Authority

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

The Carroll County Redevelopment Authority, a blended component unit, has been omitted from these financial statements. Accordingly, the financial statements do not include the data of all of the County's component units necessary to fairly present the financial position of the County.

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 highway fund accounts for all road maintenance activities for the County.

CARROLL COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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 trust funds, which accumulate resources for pension benefit payments.

The private-purpose trust fund reports a trust arrangement under which principal and income benefit the schools within Carroll County.

Agency funds account for assets held by the County as an agent for other governmental entities and serve as a control of accounts for certain cash transactions, such as tax collections, prior to the distribution by the County.

C. Measurement Focus and Basis of Accounting

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

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

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

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

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

D. Assets and Cash and Investment Balances

1. Cash and Investments

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

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 (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These

CARROLL COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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 School Corporation on or prior to December 31 of the year collected.

3. Capital Assets

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

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.

Fund Financial Statements

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

E. Receipts and Disbursements

1. Program Receipts

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

CARROLL COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

2. Operating Receipts and Disbursements

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

F. Internal and Interfund Balances and Activities

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

Fund Financial Statements

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

Government-Wide Financial Statements

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

1. Internal activities – Amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide Statement of Activities and Net Assets – Cash and Investment Basis except for the net amount of transfers between governmental and business-type activities, which are reported as Transfers – Internal Activities. The effects of interfund services between funds, if any, are not eliminated in the government-wide Statement of Activities and Net Assets – Cash and Investment Basis.
2. Primary government and component unit activity and balances – Resource flows between the primary government and the discretely-presented component unit(s) are reported as if they were external transactions and are classified separately from internal balances and activities within the primary government.

II. Stewardship, Compliance and Accountability

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.

CARROLL 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.

III. Detailed Notes on All Funds

A. Deposits and Investments

1. Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. Indiana Code 5-13-8-1 allows a political subdivision of the State of Indiana to deposit public funds in a financial institution only if the financial institution is a depository eligible to receive state funds and has a principal office or branch that qualifies to receive public funds of the political subdivision. The County does not have a deposit policy for custodial credit risk. At December 31, 2007, the County had deposit balances in the amount of \$15,969,487.

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 Type	Sheriff's Retirement and Benefit Pension Plans
Mutual funds	\$ 1,700,442

CARROLL COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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.

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.

CARROLL COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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 Type	2007	
	In the Government's Name	Not in the Government's Name
Money market mutual funds	\$ -	\$ 1,692,211
Equity mutual funds	-	8,231
Totals	<u>\$ -</u>	<u>\$ 1,700,442</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.

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

Sheriff's Retirement and Benefit Pension Plans:

Investment Type	Investment Maturities (in Years)		
	Less Than 1	1-2	More Than 2
Money market mutual funds	\$ 1,692,211	\$ -	\$ -
Equity mutual funds	8,231	-	-
Totals	<u>\$ 1,700,442</u>	<u>\$ -</u>	<u>\$ -</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.

CARROLL COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Sheriff's Retirement and Benefit Pension Plans:

Standard and Poor's Rating	Moody's Rating	County's Investments
		Mutual Funds
Unrated	Unrated	\$ 1,700,442
Total		\$ 1,700,442

Concentration of Credit Risk

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

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

Foreign Currency Risk

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

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

IV. Other Information

A. Risk Management

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

The risks of torts; theft of, damage to, and destruction of assets; errors and omissions; medical benefits to employees, retirees, and dependents (excluding postemployment benefits); 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.

Job Related Illnesses or Injuries to Employees

During 1994, the County joined with other governmental entities to form the Indiana Public Employer's Plan, Inc., a public entity risk pool currently operating as a common risk management and insurance program for 740 member governmental entities. This risk pool was formed in

CARROLL COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

1990. The purpose of the risk pool is to provide a medium for the funding and administration of worker's compensation insurance claims. The County pays an annual premium to the risk pool for its worker's compensation coverage. The risk pool is considered a self-sustaining risk pool that will provide coverage for its members for up to \$1,000,000 per insured event. The risk pool obtains independent coverage for insured events in excess of the \$1,000,000 limit.

B. Administration of Welfare Programs

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

C. Pension Plans

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

1. Public Employees' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Cost

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

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

CARROLL COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

2. County Police Retirement Plan

Plan Description

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

Funding Policy and Annual Pension Cost

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

3. County Police Benefit Plan

Plan Description

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

Funding Policy and Annual Pension Cost

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

CARROLL COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Actuarial Information for the Above Plans

	PERF	County Police Retirement Plan	County Police Benefit Plan
Annual required contribution	\$ 200,482	\$ 92,694	\$ 10,513
Interest on net pension obligation	(6,026)	(1,155)	-
Adjustment to annual required contribution	6,868	1,658	-
Annual pension cost	201,324	93,197	10,513
Contributions made	171,859	91,629	10,513
Increase in net pension obligation	29,465	1,568	-
Net pension obligation, beginning of year	(83,124)	(16,497)	-
Net pension obligation, end of year	\$ (53,659)	\$ (14,929)	\$ -

	PERF	County Police Retirement Plan	County Police Benefit Plan
Contribution rates:			
County	5.5%	18%	2%
Plan members	3%	6%	6%
Actuarial valuation date	07-01-07	01-01-08	01-01-08
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%

CARROLL COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Three Year Trend Information

	<u>Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
PERF	06-30-05	\$ 143,999	104%	\$ (135,234)
	06-30-06	205,818	75%	(88,124)
	06-30-07	201,324	85%	(53,659)
County Police Retirement Plan	12-31-05	77,926	137%	(19,079)
	12-31-06	75,608	146%	(16,479)
	12-31-07	93,197	99%	(14,929)
County Police Benefit Plan	12-31-05	11,748	100%	-
	12-31-06	9,441	100%	-
	12-31-07	10,513	100%	-

CARROLL COUNTY
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF FUNDING PROGRESS

Public Employees' Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Excess of Assets Over (Unfunded) AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Excess (Unfunded) AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-05	\$ 2,575,530	\$ 3,121,114	\$ (545,584)	83%	\$ 3,364,052	(16%)
07-01-06	3,066,350	3,039,924	26,426	101%	3,524,326	1%
07-01-07	3,493,615	3,410,642	82,973	102%	3,508,268	2%

County Police Pension Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
01-01-03	\$ 895,586	\$ 922,193	\$ (26,607)	97%	\$ 392,618	(7%)
01-01-04	946,864	995,442	(48,578)	95%	367,770	(13%)
01-01-05	1,032,782	1,071,419	(38,637)	96%	462,315	(8%)
01-01-06	1,183,925	1,183,925	-	100%	449,869	0%
01-01-07	1,351,647	1,351,647	-	100%	511,879	0%
01-01-08	1,511,413	1,750,118	(238,705)	86%	533,072	(45%)

CARROLL 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 and Street	Accident Report	Firearms Training	Health	Alcohol And Drug Services	Law Enforcement Continuing Education	Clerk's Records Perpetuation
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ 65,566	\$ -	\$ -	\$ -
Intergovernmental	224,953	-	-	7,983	-	-	-
Charges for services	-	3,804	10,001	-	-	738	-
Fines and forfeits	-	-	-	-	547	-	-
Other	-	-	-	11,161	-	-	4,786
Total receipts	224,953	3,804	10,001	84,710	547	738	4,786
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	-	1,451	4,603	-	1,570	-	-
Highways and streets	226,136	-	-	-	-	-	-
Health and welfare	-	-	-	132,295	-	-	-
Interfund loans	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	2,475	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	999	-	-	-
Total disbursements	226,136	1,451	4,603	133,294	4,045	-	-
Excess (deficiency) of receipts over (under) disbursements	(1,183)	2,353	5,398	(48,584)	(3,498)	738	4,786
Other financing (uses):							
Interfund loans disbursed	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,183)	2,353	5,398	(48,584)	(3,498)	738	4,786
Cash and investment fund balance - beginning	42,967	909	3,246	68,276	17,534	-	18,737
Cash and investment fund balance - ending	<u>\$ 41,784</u>	<u>\$ 3,262</u>	<u>\$ 8,644</u>	<u>\$ 19,692</u>	<u>\$ 14,036</u>	<u>\$ 738</u>	<u>\$ 23,523</u>
Cash and Investment Assets - Ending							
Restricted assets:							
Cash and investment assets - ending	<u>\$ 41,784</u>	<u>\$ 3,262</u>	<u>\$ 8,644</u>	<u>\$ 19,692</u>	<u>\$ 14,036</u>	<u>\$ 738</u>	<u>\$ 23,523</u>
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 23,523
Public safety	-	3,262	8,644	-	14,036	738	-
Highways and streets	41,784	-	-	-	-	-	-
Health and welfare	-	-	-	19,692	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	-
Total cash and investment fund balance - ending	<u>\$ 41,784</u>	<u>\$ 3,262</u>	<u>\$ 8,644</u>	<u>\$ 19,692</u>	<u>\$ 14,036</u>	<u>\$ 738</u>	<u>\$ 23,523</u>

CARROLL 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)

	Enhanced 911	Drug Free Community	Drainage Maintenance	Property Reassessment	Prosecutor Title IV-D	Juvenile Probation Service	Adult Probation Service
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ 118,597	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	14,440	-	-	-
Charges for services	-	-	-	-	-	925	211,969
Fines and forfeits	-	23,217	-	-	-	-	-
Other	559,929	-	150,739	14,872	8,052	-	-
Total receipts	559,929	23,217	150,739	147,909	8,052	925	211,969
Disbursements:							
General government	368,821	-	140,757	84,275	-	-	-
Public safety	-	23,089	-	-	-	222	206,398
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	3,822	-	-
Interfund loans	-	-	-	31,656	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	19,216	-	-	-
Public safety	-	-	-	-	-	-	2,190
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Total disbursements	368,821	23,089	140,757	135,147	3,822	222	208,588
Excess (deficiency) of receipts over (under) disbursements	191,108	128	9,982	12,762	4,230	703	3,381
Other financing (uses):							
Interfund loans disbursed	-	-	-	(31,656)	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	191,108	128	9,982	(18,894)	4,230	703	3,381
Cash and investment fund balance - beginning	128,856	24,476	430,732	841,105	47,848	2,643	154,433
Cash and investment fund balance - ending	<u>\$ 319,964</u>	<u>\$ 24,604</u>	<u>\$ 440,714</u>	<u>\$ 822,211</u>	<u>\$ 52,078</u>	<u>\$ 3,346</u>	<u>\$ 157,814</u>
Cash and Investment Assets - Ending							
Restricted assets:							
Cash and investment assets - ending	<u>\$ 319,964</u>	<u>\$ 24,604</u>	<u>\$ 440,714</u>	<u>\$ 822,211</u>	<u>\$ 52,078</u>	<u>\$ 3,346</u>	<u>\$ 157,814</u>
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ 319,964	\$ -	\$ 440,714	\$ 822,211	\$ -	\$ -	\$ -
Public safety	-	24,604	-	-	-	3,346	157,814
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	52,078	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	-
Total cash and investment fund balance - ending	<u>\$ 319,964</u>	<u>\$ 24,604</u>	<u>\$ 440,714</u>	<u>\$ 822,211</u>	<u>\$ 52,078</u>	<u>\$ 3,346</u>	<u>\$ 157,814</u>

CARROLL 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)

	Recorder's Records Perpetuation	Covered Bridge	Family and Children	Pretrial Diversion	Guardian Ad Litem/ Court	Plat Book	Misdemeanant
Receipts:							
Taxes	\$ -	\$ -	\$ 281,546	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	3,700	34,280	-	-	-	-
Charges for services	32,708	-	116,614	23,430	-	6,253	-
Fines and forfeits	-	-	-	4,495	-	-	-
Other	-	-	44,502	-	-	-	13,752
Total receipts	32,708	3,700	476,942	27,925	-	6,253	13,752
Disbursements:							
General government	37,494	-	-	-	-	-	-
Public safety	-	-	-	11,422	-	-	5,358
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	406,036	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	979	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Total disbursements	37,494	-	406,036	12,401	-	-	5,358
Excess (deficiency) of receipts over (under) disbursements	(4,786)	3,700	70,906	15,524	-	6,253	8,394
Other financing (uses):							
Interfund loans disbursed	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(4,786)	3,700	70,906	15,524	-	6,253	8,394
Cash and investment fund balance - beginning	43,568	34,605	280,368	1,664	1,259	64,000	34,518
Cash and investment fund balance - ending	\$ 38,782	\$ 38,305	\$ 351,274	\$ 17,188	\$ 1,259	\$ 70,253	\$ 42,912
Cash and Investment Assets - Ending							
Restricted assets:							
Cash and investment assets - ending	\$ 38,782	\$ 38,305	\$ 351,274	\$ 17,188	\$ 1,259	\$ 70,253	\$ 42,912
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ 38,782	\$ -	\$ -	\$ -	\$ 1,259	\$ 70,253	\$ -
Public safety	-	-	-	17,188	-	-	42,912
Highways and streets	-	38,305	-	-	-	-	-
Health and welfare	-	-	351,274	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	-
Total cash and investment fund balance - ending	\$ 38,782	\$ 38,305	\$ 351,274	\$ 17,188	\$ 1,259	\$ 70,253	\$ 42,912

CARROLL 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)

	Supplemental Public Defender Service	Medical Assistance to Wards	Clerk Title IV-D	Surveyor's Corner Perpetuation	Jury Pay	Rainy Day	Inmate Medical
Receipts:							
Taxes	\$ -	\$ 5,322	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	86	-	-	-	-	-
Charges for services	2,033	-	-	5,600	-	-	422
Fines and forfeits	-	-	-	-	-	-	-
Other	-	-	5,352	-	3,650	-	-
Total receipts	2,033	5,408	5,352	5,600	3,650	-	422
Disbursements:							
General government	-	-	-	13,794	-	-	-
Public safety	18,828	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	2,538	498	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Total disbursements	18,828	2,538	498	13,794	-	-	-
Excess (deficiency) of receipts over (under) disbursements	(16,795)	2,870	4,854	(8,194)	3,650	-	422
Other financing (uses):							
Interfund loans disbursed	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(16,795)	2,870	4,854	(8,194)	3,650	-	422
Cash and investment fund balance - beginning	16,795	98	30,453	41,448	34,707	113,179	4,790
Cash and investment fund balance - ending	\$ -	\$ 2,968	\$ 35,307	\$ 33,254	\$ 38,357	\$ 113,179	\$ 5,212
Cash and Investment Assets - Ending							
Restricted assets:							
Cash and investment assets - ending	\$ -	\$ 2,968	\$ 35,307	\$ 33,254	\$ 38,357	\$ 113,179	\$ 5,212
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ 33,254	\$ 38,357	\$ 113,179	\$ -
Public safety	-	-	-	-	-	-	5,212
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	2,968	35,307	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	-
Total cash and investment fund balance - ending	\$ -	\$ 2,968	\$ 35,307	\$ 33,254	\$ 38,357	\$ 113,179	\$ 5,212

CARROLL 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)

	Sales Disclosure	Riverboat Revenue Sharing	Welfare HCI	Welfare CSHCN	Sheriff's Commissary	County Corrections	Coroners Education
Receipts:							
Taxes	\$ -	\$ -	\$ 123,480	\$ 27,677	\$ -	\$ -	\$ -
Intergovernmental	-	-	1,984	445	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other	3,035	133,006	-	-	75,594	-	996
Total receipts	3,035	133,006	125,464	28,122	75,594	-	996
Disbursements:							
General government	750	86,912	-	-	-	-	-
Public safety	-	-	-	-	67,385	-	612
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	58,867	13,194	-	-	-
Total disbursements	750	86,912	58,867	13,194	67,385	-	612
Excess (deficiency) of receipts over (under) disbursements	2,285	46,094	66,597	14,928	8,209	-	384
Other financing (uses):							
Interfund loans disbursed	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,285	46,094	66,597	14,928	8,209	-	384
Cash and investment fund balance - beginning	13,608	205,048	2,059	466	6,698	27,404	6
Cash and investment fund balance - ending	\$ 15,893	\$ 251,142	\$ 68,656	\$ 15,394	\$ 14,907	\$ 27,404	\$ 390
Cash and Investment Assets - Ending							
Restricted assets:							
Cash and investment assets - ending	\$ 15,893	\$ 251,142	\$ 68,656	\$ 15,394	\$ 14,907	\$ 27,404	\$ 390
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ 15,893	\$ 251,142	\$ 68,656	\$ 15,394	\$ -	\$ -	\$ -
Public safety	-	-	-	-	14,907	27,404	390
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	-
Total cash and investment fund balance - ending	\$ 15,893	\$ 251,142	\$ 68,656	\$ 15,394	\$ 14,907	\$ 27,404	\$ 390

CARROLL 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)

	Operation Pullover	Sheriff Reserve Unit	Recorder's Redacting Fee	Mortgage Fee Fund	Health Department Donations	Emergency Management Donation Fund	HAVA Requirements Title I
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	1,160	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other	9,000	-	10,180	2,960	45	-	-
Total receipts	9,000	1,160	10,180	2,960	45	-	-
Disbursements:							
General government	-	-	4,535	1,403	-	-	-
Public safety	8,999	3,684	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Total disbursements	8,999	3,684	4,535	1,403	-	-	-
Excess (deficiency) of receipts over (under) disbursements	1	(2,524)	5,645	1,557	45	-	-
Other financing (uses):							
Interfund loans disbursed	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1	(2,524)	5,645	1,557	45	-	-
Cash and investment fund balance - beginning	-	6,948	9,370	260	712	100	29,743
Cash and investment fund balance - ending	\$ 1	\$ 4,424	\$ 15,015	\$ 1,817	\$ 757	\$ 100	\$ 29,743
Cash and Investment Assets - Ending							
Restricted assets:							
Cash and investment assets - ending	\$ 1	\$ 4,424	\$ 15,015	\$ 1,817	\$ 757	\$ 100	\$ 29,743
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ -	\$ -	\$ 15,015	\$ 1,817	\$ 757	\$ 100	\$ 29,743
Public safety	1	4,424	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	-
Total cash and investment fund balance - ending	\$ 1	\$ 4,424	\$ 15,015	\$ 1,817	\$ 757	\$ 100	\$ 29,743

CARROLL 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 Wheel Tax Fund	Special Tobacco Settlement	Local Health Maintenance	Prairie Levee	Welfare CRPTS	EMS Donation Fund
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 10,606	\$ -
Intergovernmental	-	-	41,424	-	1,292	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	52,541	16,858	-	-	-	2,093
Total receipts	52,541	16,858	41,424	-	11,898	2,093
Disbursements:						
General government	52,676	10,426	31,177	4,425	30,000	1,786
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Total disbursements	52,676	10,426	31,177	4,425	30,000	1,786
Excess (deficiency) of receipts over (under) disbursements	(135)	6,432	10,247	(4,425)	(18,102)	307
Other financing (uses):						
Interfund loans disbursed	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(135)	6,432	10,247	(4,425)	(18,102)	307
Cash and investment fund balance - beginning	135	18,333	60,096	9,923	22,904	174
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 24,765</u>	<u>\$ 70,343</u>	<u>\$ 5,498</u>	<u>\$ 4,802</u>	<u>\$ 481</u>
Cash and Investment Assets - Ending						
Restricted assets:						
Cash and investment assets - ending	<u>\$ -</u>	<u>\$ 24,765</u>	<u>\$ 70,343</u>	<u>\$ 5,498</u>	<u>\$ 4,802</u>	<u>\$ 481</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ 24,765	\$ 70,343	\$ 5,498	\$ 4,802	\$ 481
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 24,765</u>	<u>\$ 70,343</u>	<u>\$ 5,498</u>	<u>\$ 4,802</u>	<u>\$ 481</u>

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

	Law Enforcement Education (User Fee)	Local Emergency Planning/ Right To Know	Area Plan	Economic Development (EDIT)	Local Planning Council	2004 EMA St Homeland Security
Receipts:						
Taxes	\$ -	\$ -	\$ 49,118	\$ 214,196	\$ -	\$ -
Intergovernmental	-	-	6,034	-	-	-
Charges for services	393	-	15,068	117,274	-	-
Fines and forfeits	4,838	-	-	-	-	-
Other	-	-	-	-	-	78,665
Total receipts	5,231	-	70,220	331,470	-	78,665
Disbursements:						
General government	2,268	559	79,939	257,219	-	78,665
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Total disbursements	2,268	559	79,939	257,219	-	78,665
Excess (deficiency) of receipts over (under) disbursements	2,963	(559)	(9,719)	74,251	-	-
Other financing (uses):						
Interfund loans disbursed	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,963	(559)	(9,719)	74,251	-	-
Cash and investment fund balance - beginning	24,554	9,802	97,762	184,970	1,850	25,365
Cash and investment fund balance - ending	\$ 27,517	\$ 9,243	\$ 88,043	\$ 259,221	\$ 1,850	\$ 25,365
Cash and Investment Assets - Ending						
Restricted assets:						
Cash and investment assets - ending	\$ 27,517	\$ 9,243	\$ 88,043	\$ 259,221	\$ 1,850	\$ 25,365
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ 27,517	\$ 9,243	\$ 88,043	\$ 259,221	\$ 1,850	\$ 25,365
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - ending	\$ 27,517	\$ 9,243	\$ 88,043	\$ 259,221	\$ 1,850	\$ 25,365

CARROLL 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 2005 Foundation Grant	EMA Reimbursement	EMA Donations	Crimestar Records Grant-Ducc	2007 Marine Patrol Grant	Sheriff Equip/ Purchase Grant
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	-	6,300	40,000	-
Total receipts	-	-	-	6,300	40,000	-
Disbursements:						
General government	-	-	-	5,940	40,000	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Total disbursements	-	-	-	5,940	40,000	-
Excess (deficiency) of receipts over (under) disbursements	-	-	-	360	-	-
Other financing (uses):						
Interfund loans disbursed	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	-	360	-	-
Cash and investment fund balance - beginning	51	174	50	-	-	263
Cash and investment fund balance - ending	<u>\$ 51</u>	<u>\$ 174</u>	<u>\$ 50</u>	<u>\$ 360</u>	<u>\$ -</u>	<u>\$ 263</u>
Cash and Investment Assets - Ending						
Restricted assets:						
Cash and investment assets - ending	<u>\$ 51</u>	<u>\$ 174</u>	<u>\$ 50</u>	<u>\$ 360</u>	<u>\$ -</u>	<u>\$ 263</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ 51	\$ 174	\$ 50	\$ 360	\$ -	\$ 263
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - ending	<u>\$ 51</u>	<u>\$ 174</u>	<u>\$ 50</u>	<u>\$ 360</u>	<u>\$ -</u>	<u>\$ 263</u>

CARROLL 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)

	Tobacco Cessation Grant	Local Emergency Planning Grant	Bioterrorism- Preparedness Grant	Carroll Manor Elevator Fund	Carroll Manor Retainage	Tax Increment Financing
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	36,433	-	8,897	408,341	40,859	768,566
Total receipts	36,433	-	8,897	408,341	40,859	768,566
Disbursements:						
General government	36,408	-	1,543	445,341	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	235,000
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Total disbursements	36,408	-	1,543	445,341	-	235,000
Excess (deficiency) of receipts over (under) disbursements	25	-	7,354	(37,000)	40,859	533,566
Other financing (uses):						
Interfund loans disbursed	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	25	-	7,354	(37,000)	40,859	533,566
Cash and investment fund balance - beginning	11,913	30	(4,854)	170,243	-	919,998
Cash and investment fund balance - ending	<u>\$ 11,938</u>	<u>\$ 30</u>	<u>\$ 2,500</u>	<u>\$ 133,243</u>	<u>\$ 40,859</u>	<u>\$ 1,453,564</u>
Cash and Investment Assets - Ending						
Restricted assets:						
Cash and investment assets - ending	<u>\$ 11,938</u>	<u>\$ 30</u>	<u>\$ 2,500</u>	<u>\$ 133,243</u>	<u>\$ 40,859</u>	<u>\$ 1,453,564</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ 11,938	\$ 30	\$ 2,500	\$ 133,243	\$ 40,859	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service	-	-	-	-	-	1,453,564
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - ending	<u>\$ 11,938</u>	<u>\$ 30</u>	<u>\$ 2,500</u>	<u>\$ 133,243</u>	<u>\$ 40,859</u>	<u>\$ 1,453,564</u>

CARROLL 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)

	City Ordinance Violations	County Property Seizure Fund	Cumulative Capital Development	Cumulative Bridge	General Drain Improvement	Totals
Receipts:						
Taxes	\$ -	\$ -	\$ 231,408	\$ 532,238	\$ -	\$ 1,659,754
Intergovernmental	-	-	28,173	64,802	-	429,596
Charges for services	-	-	-	137,462	-	685,854
Fines and forfeits	-	-	-	-	-	33,097
Other	-	163	-	163,487	82,592	2,757,406
Total receipts	-	163	259,581	897,989	82,592	5,565,707
Disbursements:						
General government	-	2,741	-	-	42,977	1,862,831
Public safety	-	-	-	-	-	353,621
Highways and streets	-	-	-	1,271,395	-	1,497,531
Health and welfare	-	-	-	-	-	545,189
Interfund loans	-	-	-	-	-	31,656
Debt service:						
Principal	-	-	-	-	-	235,000
Capital outlay:						
General government	-	-	92,425	-	-	111,641
Public safety	-	-	-	-	-	5,644
Highways and streets	-	-	-	3,500	-	3,500
Health and welfare	-	-	-	-	-	73,060
Total disbursements	-	2,741	92,425	1,274,895	42,977	4,719,673
Excess (deficiency) of receipts over (under) disbursements	-	(2,578)	167,156	(376,906)	39,615	846,034
Other financing (uses):						
Interfund loans disbursed	-	-	-	-	-	(31,656)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(2,578)	167,156	(376,906)	39,615	814,378
Cash and investment fund balance - beginning	275	2,741	653,511	1,772,241	87,131	6,855,271
Cash and investment fund balance - ending	\$ 275	\$ 163	\$ 820,667	\$ 1,395,335	\$ 126,746	\$ 7,669,649
Cash and Investment Assets - Ending						
Restricted assets:						
Cash and investment assets - ending	\$ 275	\$ 163	\$ 820,667	\$ 1,395,335	\$ 126,746	\$ 7,669,649
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ 275	\$ 163	\$ -	\$ -	\$ -	\$ 3,007,047
Public safety	-	-	-	-	-	324,882
Highways and streets	-	-	-	-	-	80,089
Health and welfare	-	-	-	-	-	461,319
Debt service	-	-	-	-	-	1,453,564
Capital outlay	-	-	820,667	1,395,335	126,746	2,342,748
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - ending	\$ 275	\$ 163	\$ 820,667	\$ 1,395,335	\$ 126,746	\$ 7,669,649

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

	Sheriff's Pension	Sheriff's Benefit Trust	Totals
Additions:			
Contributions:			
Employer	\$ 102,142	\$ 10,513	\$ 112,655
Plan members	15,079	-	15,079
Total contributions	117,221	10,513	127,734
Investment receipts:			
Interest	152,485	22,189	174,674
Less investment disbursements	(11,094)	(1,007)	(12,101)
Net investment receipts	141,391	21,182	162,573
Total additions	258,612	31,695	290,307
Deductions:			
Benefits	30,550	1,511	32,061
Refunds of contributions	579	-	579
Administrative and general	10,513	-	10,513
Total deductions	41,642	1,511	43,153
Excess of total additions over total deductions	216,970	30,184	247,154
Cash and investment fund balance - beginning	1,284,642	168,646	1,453,288
Cash and investment fund balance - ending	\$ 1,501,612	\$ 198,830	\$ 1,700,442

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

	Adoption Medical History	City and Town Court Costs	Congressional School Interest	Clerk's Trust	Surplus Tax Sale	Tax Sale Redemption	State Fines and Forfeitures
Additions:							
Agency fund additions	\$ -	\$ 6,580	\$ 1,327	\$ 1,775,771	\$ 312,745	\$ 33,939	\$ 7,193
Deductions:							
Agency fund deductions	-	-	-	1,837,012	151,422	34,195	6,969
Excess (deficiency) of total additions over total deductions	-	6,580	1,327	(61,241)	161,323	(256)	224
Cash and investment fund balance - beginning	4	3,826	22,738	173,784	47,389	256	1,367
Cash and investment fund balance - ending	<u>\$ 4</u>	<u>\$ 10,406</u>	<u>\$ 24,065</u>	<u>\$ 112,543</u>	<u>\$ 208,712</u>	<u>\$ -</u>	<u>\$ 1,591</u>

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

	State Sales Disclosure Fee	Sewage Collections	Recorder	Sheriff	Infraction Judgements	Inheritance Tax	Treasurer
Additions:							
Agency fund additions	\$ 3,035	\$ 22,822	\$ 120,002	\$ 424,911	\$ 29,729	\$ 616,746	\$ 26,617,901
Deductions:							
Agency fund deductions	1,340	9,032	117,511	424,911	15,287	341,225	26,581,607
Excess (deficiency) of total additions over total deductions	1,695	13,790	2,491	-	14,442	275,521	36,294
Cash and investment fund balance - beginning	220	-	7,503	-	4,461	103,381	288,581
Cash and investment fund balance - ending	<u>\$ 1,915</u>	<u>\$ 13,790</u>	<u>\$ 9,994</u>	<u>\$ -</u>	<u>\$ 18,903</u>	<u>\$ 378,902</u>	<u>\$ 324,875</u>

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

	Probation Department	Sheriff's Inmate Trust	Special Death Benefit	Education Plate Fees	Campaign Finance Enforcement	Certified Shares	Welfare Trust
Additions:							
Agency fund additions	\$ 213,193	\$ 88,809	\$ 2,195	\$ 5,794	\$ -	\$ 2,485,913	\$ 18,711
Deductions:							
Agency fund deductions	<u>211,124</u>	<u>88,291</u>	<u>1,105</u>	<u>5,681</u>	<u>-</u>	<u>2,485,913</u>	<u>19,707</u>
Excess (deficiency) of total additions over total deductions	2,069	518	1,090	113	-	-	(996)
Cash and investment fund balance - beginning	<u>12,956</u>	<u>2,017</u>	<u>175</u>	<u>-</u>	<u>100</u>	<u>-</u>	<u>1,686</u>
Cash and investment fund balance - ending	<u><u>\$ 15,025</u></u>	<u><u>\$ 2,535</u></u>	<u><u>\$ 1,265</u></u>	<u><u>\$ 113</u></u>	<u><u>\$ 100</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 690</u></u>

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

	Tax Distribution	Excess Tax	Interstate Compact Fee	Tax Sale Fee	Payroll Withholdings	Totals
Additions:						
Agency fund additions	\$ 22,658,931	\$ 22,294	\$ 150	\$ 9,700	\$ 1,934,667	\$ 57,413,058
Deductions:						
Agency fund deductions	17,595,394	16,522	75	9,700	1,521,818	51,475,841
Excess (deficiency) of total additions over total deductions	5,063,537	5,772	75	-	412,849	5,937,217
Cash and investment fund balance - beginning	-	4,958	-	-	119,046	794,448
Cash and investment fund balance - ending	<u>\$ 5,063,537</u>	<u>\$ 10,730</u>	<u>\$ 75</u>	<u>\$ -</u>	<u>\$ 531,895</u>	<u>\$ 6,731,665</u>

CARROLL COUNTY
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS

For The Year Ended December 31, 2007

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

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

<u>Primary Government</u>	<u>Ending Balance</u>
Governmental activities:	
Capital assets, not being depreciated:	
Land	\$ 11,501,860
Infrastructure	98,752,583
Buildings	2,718,926
Machinery and equipment	5,216,062
Construction in progress	<u>1,853,603</u>
Total governmental activities, capital assets not being depreciated	<u>\$ 120,043,034</u>

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

The County has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental Activities:		
Capital leases:		
Economic Development Lease Payments	\$ 2,110,000	\$ 458,747

CARROLL COUNTY
OTHER REPORT

There were no reports prepared for the individual County offices.

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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 CARROLL COUNTY, INDIANA

Compliance

We have audited the compliance of the Carroll County (County) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended December 31, 2007. The County's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

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

In our opinion, the County complied in all material respects with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2007.

Internal Control Over Compliance

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

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

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

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

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

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

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

STATE BOARD OF ACCOUNTS

August 20, 2008

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

Federal Grantor Agency/Pass-Through Entity Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. HOUSING AND URBAN DEVELOPMENT</u>			
Pass-Through Indiana Office of Community and Rural Affairs Community Development Block Grant/State's Program Carroll Manor Project	14.228	CF-05-136	\$ 500,000
Total for federal grantor agency			<u>500,000</u>
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Pass Through Indiana Criminal Justice Institute Edward Byrne Memorial Formula Grant Program Livescan Demographic Data Interface Software	16.579	03-DB-069	<u>10,000</u>
Total for program			<u>10,000</u>
Edward Byrne Memorial Justice Assistance Grant Program Drug Task Force Drug Task Force	16.738	2005-DJ-BX-0759 2006-DJ-BX-0051	5,179 <u>5,880</u>
Total for program			<u>11,059</u>
Total for federal grantor agency			<u>21,059</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Pass-Through Indiana Department of Transportation State and Community Highway Safety Lancaster Bridge Carrollton Bridge Bridge Inspection	20.600	STP-9908 STP-7108 BR-NBIS	2,108 64,805 <u>27,251</u>
Total for program			<u>94,164</u>
Pass-Through Indiana Criminal Justice Institute State and Community Highway Safety Operation Pull Over Operation Pull Over	20.600	OP-07-01-01-14 OP-08-01-01-18	5,600 <u>2,000</u>
			<u>7,600</u>
Total for federal grantor agency			<u>101,764</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana State Department of Health Centers for Disease Control and Prevention-Investigations and Technical Assistance	93.283	BPRS 107-2	<u>5,979</u>
Pass-Through Family and Social Services Administration Child Support Enforcement	93.563	2007 Costs	<u>62,817</u>
Total for federal grantor agency			<u>68,796</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY OFFICE OF DOMESTIC PREPAREDNESS</u>			
Pass-Through Indiana Department of Homeland Security Homeland Security Grant Program Equipment Support Program	97.004	EDS-C44P-7-198	<u>44,516</u>
Public Assistance Grants Disaster Grants-Public Assistance	97.036	PA3274	<u>13,384</u>
State Homeland Security Program	97.073	EDS-C44P-7-081	<u>17,901</u>
Total for federal grantor agency			<u>75,801</u>
Total federal awards expended			<u>\$ 767,420</u>

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

CARROLL COUNTY
NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

I. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the Carroll 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.

CARROLL 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 Number	Name of Federal Program or Cluster
14.228	Community Development Block Grant Program

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.

CARROLL COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

CARROLL COUNTY
EXIT CONFERENCE

The contents of this report were discussed on August 20, 2008, with Beth Myers, Auditor; and Nancy Cripe, President of the County Council; and on August 26, 2008, with Loren Hylton, President of the Board of County Commissioners; and Steven Ashby and Ron Slavens, County Council members. Our audit disclosed no material items that warrant comment at this time.