

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

ANNUAL FINANCIAL REPORT

2007

DELAWARE COUNTY, INDIANA



FILED

09/30/2008

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Judy Rust	01-01-07 to 12-31-10
Treasurer	Warren E. Beebe	01-01-05 to 12-31-08
Clerk	Karen Wenger Steven Craycraft	01-01-04 to 12-31-07 01-01-08 to 12-31-11
Sheriff	George Sheridan, Jr.	01-01-07 to 12-31-10
Recorder	Jane Lasater	01-01-07 to 12-31-10
President of the Board of County Commissioners	John Brooke	01-01-07 to 12-31-08
President of the County Council	Bradley Bookout	01-01-07 to 12-31-08



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

TO: THE OFFICIALS OF DELAWARE COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Delaware 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 two component units of the County which should have been included to fairly present the financial position of the County. The Delaware County 2007 Employee Health Benefits Trust is a separate entity established as a statutory trust under the laws of the State of Delaware. The County did not provide enough data concerning the trust to determine the proper presentation in the financial statements. The trust has issued debt in the amount of \$23,092,710 of which \$21,280,980 was still outstanding at December 31, 2007. As of July 31, 2008, the trust is holding assets of \$15,782,777 which could not be verified. The assets held at December 31 were not available. The composition of these assets could not be determined based on the information provided by the County. The other component unit is the Delaware County Fair Board. The County made the decision not to include the transactions of the Fair Board in their financial statements.

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, the business-type 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.

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

In accordance with Government Auditing Standards, we have also issued a report dated August 25, 2008, on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, 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.

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 25, 2008



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

TO: THE OFFICIALS OF DELAWARE COUNTY, INDIANA

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Delaware 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 25, 2008. The opinions to the financial statements were qualified due to component units not being included 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.

Our consideration of the internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we considered to be significant deficiencies.

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. We consider the deficiencies described in item 2007-1 of the accompanying Schedule of Findings and Questioned Costs to be significant deficiencies in internal control over financial reporting.

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. However, of the significant deficiencies described above, we consider items 2007-1 and 2007-2 to be material weaknesses.

Compliance and Other Matters

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

We noted certain matters that we reported to management in a separate letter dated August 25, 2008.

The County's response to the findings identified in our audit is described in the accompanying section of the report entitled 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 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 25, 2008

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

Functions/Programs	Program Receipts				Net (Disbursement) Receipt and Changes in Net Assets		
	Disbursements	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					Governmental Activities	Business-Type Activities	Totals
Primary government:							
Governmental activities:							
General government	\$ 26,675,540	\$ 1,776,163	\$ 646,366	\$ -	\$ (24,253,011)	\$ -	\$ (24,253,011)
Public safety	13,118,335	4,264,690	1,147,057	-	(7,706,588)	-	(7,706,588)
Highways and streets	5,536,510	68,847	3,560,274	1,353,150	(554,239)	-	(554,239)
Health and welfare	16,759,336	5,796,539	2,138,134	86,643	(8,738,020)	-	(8,738,020)
Economic development	807,604	-	330,892	2,253	(474,459)	-	(474,459)
Culture and recreation	2,439,454	18,480	7,062	149,134	(2,264,778)	-	(2,264,778)
Urban redevelopment and housing	16,400	-	51,129	-	34,729	-	34,729
Principal and interest on indebtedness	8,369,968	-	-	-	(8,369,968)	-	(8,369,968)
Total governmental activities	<u>73,723,147</u>	<u>11,924,719</u>	<u>7,880,914</u>	<u>1,591,180</u>	<u>(52,326,334)</u>	<u>-</u>	<u>(52,326,334)</u>
Business-type activities:							
Storm Water	-	199,247	-	-	-	199,247	199,247
Total primary government	<u>\$ 73,723,147</u>	<u>\$ 12,123,966</u>	<u>\$ 7,880,914</u>	<u>\$ 1,591,180</u>	<u>\$ (52,326,334)</u>	<u>\$ 199,247</u>	<u>\$ (52,127,087)</u>
General receipts:							
Property taxes					31,860,642	-	31,860,642
Other taxes					8,767,985	-	8,767,985
Intergovernmental					2,649,710	-	2,649,710
Other local sources					3,115,929	-	3,115,929
Net proceeds from borrowings					4,709,130	-	4,709,130
Grants and contributions not restricted to specific programs					250,337	-	250,337
Investment earnings					3,608,550	-	3,608,550
Total general receipts					<u>54,962,283</u>	<u>-</u>	<u>54,962,283</u>
Change in net assets					2,635,949	199,247	2,835,196
Net assets - beginning					46,841,968	-	46,841,968
Net assets - ending					<u>\$ 49,477,917</u>	<u>\$ 199,247</u>	<u>\$ 49,677,164</u>
<u>Assets</u>							
Cash and investments					\$ 20,023,366	\$ -	\$ 20,023,366
Restricted assets:							
Cash and investments					28,511,029	199,247	28,710,276
Cash with fiscal agent					943,522	-	943,522
Total assets					<u>\$ 49,477,917</u>	<u>\$ 199,247</u>	<u>\$ 49,677,164</u>
<u>Net Assets</u>							
Restricted for:							
General government					\$ 2,921,547	\$ -	\$ 2,921,547
Public safety					1,561,978	-	1,561,978
Highways and streets					2,324,271	-	2,324,271
Health and welfare					3,035,271	-	3,035,271
Economic development					129,848	-	129,848
Culture and recreation					503,578	-	503,578
Debt service					12,522,625	-	12,522,625
Capital outlay					6,455,433	-	6,455,433
Other purposes					-	199,247	199,247
Unrestricted					20,023,366	-	20,023,366
Total net assets					<u>\$ 49,477,917</u>	<u>\$ 199,247</u>	<u>\$ 49,677,164</u>

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

DELAWARE 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	Family and Children	TIF Allocation	Cumulative Bridge	Other Governmental Funds	Totals
Receipts:						
Taxes	\$ 19,071,029	\$ 8,140,464	\$ 2,880,314	\$ 2,292,650	\$ 8,244,170	\$ 40,628,627
Special assessments	-	-	-	-	706,798	706,798
Intergovernmental	2,501,366	1,204,164	51,129	237,293	8,093,999	12,087,951
Charges for services	3,421,629	3,430,956	-	68,847	2,388,208	9,309,640
Fines and forfeits	556,071	-	-	-	1,438,060	1,994,131
Interfund loans	-	959,483	-	-	1,122,483	2,081,966
Other	4,147,812	28,654	-	245,764	648,358	5,070,588
Total receipts	29,697,907	13,763,721	2,931,443	2,844,554	22,642,076	71,879,701
Disbursements:						
General government	18,665,654	-	-	-	2,829,021	21,494,675
Public safety	10,113,696	-	-	-	2,924,621	13,038,317
Highways and streets	-	-	-	1,271,145	4,166,071	5,437,216
Health and welfare	312,063	14,686,595	-	-	1,975,580	16,974,238
Economic development	-	-	-	-	589,572	589,572
Culture and recreation	-	-	-	-	2,091,519	2,091,519
Urban redevelopment and housing	-	-	16,400	-	-	16,400
Interfund loans	-	959,483	-	-	1,122,483	2,081,966
Debt service:						
Principal	488,157	3,500,000	-	36,152	2,877,051	6,901,360
Interest	70,534	80,891	-	6,483	1,310,700	1,468,608
Capital outlay:						
General government	737,607	-	-	-	126,904	864,511
Public safety	144,348	-	-	-	737,831	882,179
Highways and streets	-	-	-	769,905	114,645	884,550
Economic development	-	-	-	-	218,032	218,032
Culture and recreation	-	-	-	-	347,935	347,935
Total disbursements	30,532,059	19,226,969	16,400	2,083,685	21,431,965	73,291,078
Excess (deficiency) of receipts over disbursements	(834,152)	(5,463,248)	2,915,043	760,869	1,210,111	(1,411,377)
Other financing sources (uses):						
Net proceeds from borrowings	-	3,500,000	-	-	1,209,130	4,709,130
Transfers in	192,499	68,266	-	178,922	955,429	1,395,116
Transfers out	(128,711)	-	(556,507)	-	(709,898)	(1,395,116)
Total other financing sources (uses)	63,788	3,568,266	(556,507)	178,922	1,454,661	4,709,130
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(770,364)	(1,894,982)	2,358,536	939,791	2,664,772	3,297,753
Cash and investment fund balance - beginning	11,488,458	4,083,366	4,674,433	4,883,716	18,768,713	43,898,686
Cash and investment fund balance - ending	\$ 10,718,094	\$ 2,188,384	\$ 7,032,969	\$ 5,823,507	\$ 21,433,485	47,196,439
Amounts reported for governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis are different because:						
Internal services funds are used by management to charge the costs of certain services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis.						
						2,281,478
Net assets of governmental activities						\$ 49,477,917
Cash and Investment Assets - Ending						
Cash and investments	\$ 10,718,094	\$ -	\$ -	\$ -	\$ 7,023,794	\$ 17,741,888
Restricted assets:						
Cash and investments	-	2,188,384	7,032,969	5,823,507	13,466,169	28,511,029
Cash with fiscal agent	-	-	-	-	943,522	943,522
Total cash and investment assets - ending	\$ 10,718,094	\$ 2,188,384	\$ 7,032,969	\$ 5,823,507	\$ 21,433,485	\$ 47,196,439
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ 2,921,547	\$ 2,921,547
Public safety	-	-	-	-	1,561,978	1,561,978
Highways and streets	-	-	-	-	2,324,271	2,324,271
Health and welfare	-	2,188,384	-	-	846,887	3,035,271
Economic development	-	-	-	-	129,848	129,848
Culture and recreation	-	-	-	-	503,578	503,578
Debt service	-	-	7,032,969	-	5,489,656	12,522,625
Capital outlay	-	-	-	5,823,507	631,926	6,455,433
Unrestricted	10,718,094	-	-	-	7,023,794	17,741,888
Total cash and investment fund balance - ending	\$ 10,718,094	\$ 2,188,384	\$ 7,032,969	\$ 5,823,507	\$ 21,433,485	\$ 47,196,439

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

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

	Storm Water Utility	Internal Service Funds
Operating receipts:		
Flat rate receipts	\$ 199,247	\$ -
Charges for services	-	777,416
Employee contributions	-	921,591
Miscellaneous	-	5,802,694
	<u>199,247</u>	<u>7,501,701</u>
Total operating receipts		
Operating disbursements:		
Salaries and Wages	-	746,086
Insurance disbursements	-	7,570,643
	<u>-</u>	<u>8,316,729</u>
Total operating disbursements		
Excess (deficiency) of operating receipts over operating disbursements	<u>199,247</u>	<u>(815,028)</u>
Nonoperating receipts:		
Interest and investment receipts	-	153,224
	<u>-</u>	<u>153,224</u>
Total nonoperating receipts		
Excess (deficiency) of receipts over disbursements and nonoperating receipts (disbursements)	199,247	(661,804)
Cash and investment fund balance - beginning	-	2,943,282
Cash and investment fund balance - ending	<u>\$ 199,247</u>	<u>\$ 2,281,478</u>
<u>Cash and Investment Assets - December 31</u>		
Cash and investments	\$ -	\$ 2,281,478
Restricted assets:		
Cash and investments	<u>199,247</u>	<u>-</u>
Total cash and investment assets - December 31	<u>\$ 199,247</u>	<u>\$ 2,281,478</u>
<u>Cash and Investment Fund Balance - December 31</u>		
Restricted for:		
Other purposes	\$ 199,247	\$ -
Unrestricted	<u>-</u>	<u>2,281,478</u>
Total cash and investment fund balance - December 31	<u>\$ 199,247</u>	<u>\$ 2,281,478</u>

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

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

	<u>Pension Trust Funds</u>	<u>Private-Purpose Trust Funds</u>	<u>Agency Funds</u>
Additions:			
Contributions:			
Employer	\$ 98,043	\$ -	\$ -
Plan members	59,650	-	-
Other	<u>1,514</u>	<u>-</u>	<u>-</u>
Total contributions	<u>159,207</u>	<u>-</u>	<u>-</u>
Investment earnings:			
Net increase in investments	707,873	-	-
Interest	354,405	-	-
Dividends	<u>52,593</u>	<u>-</u>	<u>-</u>
Total investment earnings	1,114,871	-	-
Agency fund additions	<u>-</u>	<u>-</u>	<u>333,054,243</u>
Total additions	<u>1,274,078</u>	<u>-</u>	<u>333,054,243</u>
Deductions:			
Benefits	412,614	-	-
Refunds of contributions	1,070	-	-
Administrative and general	254,704	-	-
Agency fund deductions	<u>-</u>	<u>-</u>	<u>331,879,753</u>
Total deductions	<u>668,388</u>	<u>-</u>	<u>331,879,753</u>
Excess of total additions over total deductions	605,690	-	1,174,490
Cash and investment fund balance - beginning	<u>11,258,647</u>	<u>18,236</u>	<u>10,060,831</u>
Cash and investment fund balance - ending	<u>\$ 11,864,337</u>	<u>\$ 18,236</u>	<u>\$ 11,235,321</u>

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

DELAWARE 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 and emergency medical services), 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: Delaware County

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

The Delaware County 2007 Employee Health Benefits Trust was established as a Delaware statutory trust, for the purposes of obtaining a loan, the proceeds of which will be used to pay among other things, insurance premiums for certain health and medical care claims of eligible County employees and their dependents. In addition to providing health and medical care insurance, the trustee is responsible for remitting the loan payments and investing the proceeds of the loan. The County supports this trust through monthly remittances that approximates the employees' health care costs.

The Delaware County Fair Board, a discretely presented component unit, has been omitted from these financial statements.

Related Organizations

Delaware County Convention and Tourism (a department of the County) is responsible for paying the bonds for the Muncie Sports and Hobby's Sport Complex. These payments are to be repaid when the Sports Complex begins making a profit. The County's accountability for this organization does not extend beyond making the debt payments.

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,

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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.

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 family and children fund accounts for financial resources to provide assistance to families in need.

The TIF allocation fund accumulates tax revenues for the county's TIF districts.

The cumulative bridge fund accounts for financial resources to maintain the county's bridges.

The County reports the following major proprietary fund:

The storm water fund accounts for financial resources to maintain the county's storm water drains.

Additionally, the County reports the following fund types:

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

The pension trust funds account for the activities of the sheriff's pension trust, the sheriff's benefit trust, and the EMS pension fund, 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 within the County.

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

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.

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in the enterprise fund statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their enterprise funds, subject to this same limitation. The County has elected not to follow subsequent private-sector guidance.

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).

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 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 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:

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

Fund Financial Statements

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

E. Receipts and Disbursements

1. Program Receipts

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

2. Operating Receipts and Disbursements

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

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.

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

Budgetary Information

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

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

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

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 \$59,987,008.

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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	Emergency Medical Services Pension Plans
U.S. treasuries and securities	\$ 909,983	\$ -
U.S. agencies	1,168,362	-
Mutual funds	-	1,020,782
Corporate debt instruments	1,512,521	-
Corporate equity instruments	7,929,375	-
Totals	<u>\$ 11,520,241</u>	<u>\$ 1,020,782</u>

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

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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 a formal investment policy for interest rate and credit risk.

The Emergency Medical Services Pension Plan is not subject to the same investment laws as the County. The Emergency Medical Services Pension Board has not adopted a formal 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 a formal investment policy for custodial credit risk for investments.

The Emergency Medical Services Pension Plan Board has not adopted a formal investment policy for custodial credit risk for investments.

The following investments held by the Sheriff's Retirement and Benefit Pension Plans and the Emergency Medical Services 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 Not in the Government's Name
U.S. treasuries and securities	\$ 909,983
U.S. agencies	1,168,362
Corporate debt instruments	1,512,521
Corporate equity instruments	7,929,375
Total	\$ 11,520,241

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

EMS Pension Plan:

Investment Type	2007 Not in the Government's Name
Mutual Funds	\$ 1,020,782

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.

The Emergency Medical Services Pension 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
U.S. treasuries and securities	\$ 446,935	\$ 102,566	\$ 360,482
U.S. agencies	-	326,550	841,812
Corporate debt instruments	204,758	284,451	1,023,312
Totals	\$ 651,693	\$ 713,567	\$ 2,225,606

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 formal investment policy for credit risk.

The Emergency Medical Services Pension Board has not adopted a formal investment policy for credit risk.

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Sheriff's Retirement and Benefit Pension Plans:

<u>Standard and Poor's Rating</u>	<u>Moody's Rating</u>	<u>Corporate Bonds</u>	<u>Sponsored Enterprise</u>
AAA	Aaa	\$ 2,141,902	\$ 44,827
AA	Aa	321,110	14,118
A	A	516,172	14,140
BBB	Baa	334,443	3,143
BB	Ba	45,527	-
B	B	12,014	-
CCC	Caa	13,280	-
Unrated	Unrated	<u>130,190</u>	<u>-</u>
Totals		<u>\$ 3,514,638</u>	<u>\$ 76,228</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 Emergency Medical Services Pension 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.

The Emergency Medical Services Pension Board has not adopted a formal in regards to foreign currency risk.

B. Interfund Transfers

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

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Transfer From	Transfer To	2007
General Fund	Other governmental funds	128,711
TIF Allocation Fund	General Fund	14,000
	Other governmental funds	542,507
Other governmental funds	General Fund	178,499
	Family and Children Fund	68,266
	Cumulative Bridge Fund	178,922
	Other governmental funds	284,211
Total		\$ 1,395,116

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

IV. Other Information

A. Risk Management

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

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

Medical Benefits to Employees, Retirees and Dependents

The County has chosen to establish a risk financing fund for risks associated with group health insurance. The risk financing fund is accounted for in the Employee's Benefit Trust Fund an internal service fund, where assets are set aside for claim settlements. An excess policy through commercial insurance covers individual claims in excess of \$125,000 per year. Settled claims resulting from this risk did not exceed commercial insurance coverage in the past three years. Interfund premiums are paid into the fund by all affected funds and are available to pay claims, claim reserves, and administrative costs of the program. Interfund premiums are based upon an overall premium percentage which is applied to each affected fund and are reported as quasi-external interfund transactions.

Job Related Illnesses or Injuries to Employees

During 1990, the County joined with other governmental entities to form the Indiana Public Employers' Plan, Inc., a public entity risk pool currently operating as a common risk management and insurance program for 350 member governmental entities. This risk pool was formed in 1989. The purpose of the risk pool is to provide a medium for the funding and administration of

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

worker's compensation 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.

B. Holding Corporation

The County has entered into a capital lease with Mun-Del Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the County. The lessor has been determined to be a related party of the County. Lease payments during the year totaled \$1,698,470.

C. Subsequent Events

Delaware County Family and Children has received \$4,200,000 via tax anticipation warrants in 2008.

Delaware County was awarded a Department of Transportation Rail Office Grade Crossing Grant in the amount of \$47,764.

Delaware County Redevelopment Authority issued a \$550,000 in TIF bonds. \$450,000 is to reimburse IBM Corporation for reimbursement of expense for the customer service center. \$100,000 is to reimburse Jardin Home Brands, LLC for expenses related to their service center and distribution facility.

On March 25, 2008, County Council approved the purchase of bio-diesel equipment at a cost of \$353,147, 80% of the cost will be reimbursed by a Department of Transportation Grant.

On June 4, 2008, the County awarded a contract to McGuff Roofing to replace the roof of the Justice Center at a cost of \$218,165.

D. Postemployment Benefits

In addition to the pension benefits described below, the County provides postemployment health insurance benefits, as authorized by Indiana Code 5-10-8, to all employees who retire from the County after their years of service (must be at least 10 years) plus age equals 70. Currently, 49 retirees meet these eligibility requirements. The County and retirees provide 70% and 30%, respectively, of these postemployment benefits. Disbursements for those postemployment benefits are recognized on a pay-as-you-go basis. Disbursements for postemployment benefits cannot be reasonably estimated.

E. 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.

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

F. 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.

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.

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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.

Actuarial Information for the Above Plans

	<u>PERF</u>	<u>County Police Retirement Plan</u>	<u>County Police Benefit Plan</u>
Annual required contribution	\$ 868,135	\$ 537,848	\$ 26,472
Interest on net pension obligation	12,169	126,647	1,006
Adjustment to annual required contribution	<u>(13,867)</u>	<u>(395,032)</u>	<u>(3,137)</u>
Annual pension cost	866,437	269,463	24,341
Contributions made	<u>743,225</u>	<u>4,528</u>	<u>26,472</u>
Increase (decrease) in net pension obligation	123,212	264,935	(2,131)
Net pension obligation, beginning of year	<u>167,843</u>	<u>1,809,245</u>	<u>14,367</u>
Net pension obligation, end of year	<u><u>\$ 291,055</u></u>	<u><u>\$ 2,074,180</u></u>	<u><u>\$ 12,236</u></u>

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

	PERF	County Police Retirement Plan	County Police Benefit Plan
Contribution rates:			
County	5.5%	1%	1%
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%

Three Year Trend Information

	Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
PERF	06-30-05	\$ 705,846	86%	\$ (83,568)
	06-30-06	906,937	72%	167,843
	06-30-07	866,437	86%	291,055
County Police				
Retirement Plan	12-31-05	498,210	1%	1,106,460
	12-31-06	708,667	1%	1,809,245
	12-31-07	269,463	1%	2,074,180
County Police				
Benefit Plan	12-31-05	25,258	108%	16,225
	12-31-06	23,260	108%	14,367
	12-31-07	24,341	108%	12,236

DELAWARE COUNTY
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF FUNDING PROGRESS

Public Employees' Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-05	\$ 13,468,630	\$ 15,849,188	\$ (2,380,558)	85%	\$ 15,022,898	(16%)
07-01-06	15,301,307	15,744,932	(443,625)	97%	14,681,323	(3%)
07-01-07	17,046,868	17,768,717	(721,849)	96%	15,107,932	(5%)

County Police Retirement 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	\$ 9,714,456	\$ 9,714,456	\$ -	100%	\$ 1,456,196	0%
01-01-04	9,536,967	9,536,967	-	100%	1,476,596	0%
01-01-05	9,479,107	9,479,107	-	100%	1,512,779	0%
01-01-06	9,983,084	9,983,084	-	100%	1,629,380	0%
01-01-07*	10,539,795	14,564,761	(4,024,966)	72%	1,872,517	(215%)
01-01-08	11,050,618	14,325,927	(3,275,309)	77%	1,848,612	(177%)

*Reflects revision to January 1, 2007, Valuation Report due to development of unfunded frozen liability.

DELAWARE 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	Law Enforcement Continuing Education	Clerk's Records Perpetuation	Electronic Map Generation
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ 349,621	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Intergovernmental	637,240	-	-	193,619	-	-	-
Charges for services	-	-	-	-	-	-	80,804
Fines and forfeits	-	4,395	14,540	224,997	1,173	13,784	-
Interfund loans	-	-	-	-	-	-	-
Other	7,189	325	-	489	-	-	-
Total receipts	644,429	4,720	14,540	768,726	1,173	13,784	80,804
Disbursements:							
General government	-	-	-	-	-	5,125	100,510
Public safety	-	6,566	7,850	-	825	-	-
Highways and streets	577,589	-	-	-	-	-	-
Health and welfare	-	-	-	1,247,793	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	13,034	-
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Total disbursements	577,589	6,566	7,850	1,247,793	825	18,159	100,510
Excess (deficiency) of receipts over disbursements	66,840	(1,846)	6,690	(479,067)	348	(4,375)	(19,706)
Other financing sources (uses):							
Net proceeds from borrowings	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	66,840	(1,846)	6,690	(479,067)	348	(4,375)	(19,706)
Cash and investment fund balance - beginning	72,083	4,348	10,706	715,019	5,936	18,098	26,051
Cash and investment fund balance - ending	\$ 138,923	\$ 2,502	\$ 17,396	\$ 235,952	\$ 6,284	\$ 13,723	\$ 6,345
Cash and Investment Assets - Ending							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,345
Restricted assets:							
Cash and investments	138,923	2,502	17,396	235,952	6,284	13,723	-
Cash with fiscal agent	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 138,923	\$ 2,502	\$ 17,396	\$ 235,952	\$ 6,284	\$ 13,723	\$ 6,345
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 13,723	\$ -
Public safety	-	2,502	17,396	-	6,284	-	-
Highways and streets	138,923	-	-	-	-	-	-
Health and welfare	-	-	-	235,952	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	6,345
Total cash and investment fund balance - ending	\$ 138,923	\$ 2,502	\$ 17,396	\$ 235,952	\$ 6,284	\$ 13,723	\$ 6,345

DELAWARE 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)

	Emergency Telephone System	Drug Free Community	Drainage Maintenance	Emergency Planning Right to Know	Federal Surplus Property	Highway
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	559,310	-	-	-
Intergovernmental	-	-	-	18,305	-	3,998,645
Charges for services	836,098	-	-	15,942	-	-
Fines and forfeits	-	125,475	-	-	-	-
Interfund loans	-	-	65,000	-	-	-
Other	19,009	-	800	4,103	-	131,016
Total receipts	855,107	125,475	625,110	38,350	-	4,129,661
Disbursements:						
General government	-	-	446,714	-	-	-
Public safety	694,573	115,069	-	25,057	-	-
Highways and streets	-	-	-	-	-	3,588,482
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	-	-	65,000	-	-	-
Debt service:						
Principal	-	-	-	-	-	36,152
Interest	-	-	-	-	-	6,483
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	114,645
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Total disbursements	694,573	115,069	511,714	25,057	-	3,745,762
Excess (deficiency) of receipts over disbursements	160,534	10,406	113,396	13,293	-	383,899
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	-
Transfers in	-	-	15,308	-	-	12,167
Transfers out	-	-	(50,529)	(280)	-	-
Total other financing sources (uses)	-	-	(35,221)	(280)	-	12,167
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	160,534	10,406	78,175	13,013	-	396,066
Cash and investment fund balance - beginning	190,955	27,707	792,015	67,688	1,255	1,789,282
Cash and investment fund balance - ending	<u>\$ 351,489</u>	<u>\$ 38,113</u>	<u>\$ 870,190</u>	<u>\$ 80,701</u>	<u>\$ 1,255</u>	<u>\$ 2,185,348</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ 38,113	\$ -	\$ -	\$ 1,255	\$ -
Restricted assets:						
Cash and investments	351,489	-	870,190	80,701	-	2,185,348
Cash with fiscal agent	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 351,489	\$ 38,113	\$ 870,190	\$ 80,701	\$ 1,255	\$ 2,185,348
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ 870,190	\$ -	\$ -	\$ -
Public safety	351,489	-	-	80,701	-	-
Highways and streets	-	-	-	-	-	2,185,348
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	38,113	-	-	1,255	-
Total cash and investment fund balance - ending	\$ 351,489	\$ 38,113	\$ 870,190	\$ 80,701	\$ 1,255	\$ 2,185,348

DELAWARE 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)

	Property Reassessment	Juvenile Probation Service	Adult Probation Service	Recorder's Records Perpetuation	Health Maintenance	Community Corrections- Home Detention
Receipts:						
Taxes	\$ 234,949	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Intergovernmental	24,378	-	-	-	90,840	-
Charges for services	-	-	-	158,066	-	-
Fines and forfeits	-	8,376	184,939	-	-	209,479
Interfund loans	-	-	-	-	-	16,500
Other	101,023	-	-	-	5,034	11,244
Total receipts	<u>360,350</u>	<u>8,376</u>	<u>184,939</u>	<u>158,066</u>	<u>95,874</u>	<u>237,223</u>
Disbursements:						
General government	755,042	-	-	119,866	-	-
Public safety	-	7,807	257,292	-	-	216,592
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	51,590	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	16,500
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	64,881	-	-	-	-	-
Public safety	-	-	1,564	-	-	77,123
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Total disbursements	<u>819,923</u>	<u>7,807</u>	<u>258,856</u>	<u>119,866</u>	<u>51,590</u>	<u>310,215</u>
Excess (deficiency) of receipts over disbursements	<u>(459,573)</u>	<u>569</u>	<u>(73,917)</u>	<u>38,200</u>	<u>44,284</u>	<u>(72,992)</u>
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	-
Transfers in	22,951	-	-	-	-	-
Transfers out	-	-	(1,019)	-	-	-
Total other financing sources (uses)	<u>22,951</u>	<u>-</u>	<u>(1,019)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(436,622)</u>	<u>569</u>	<u>(74,936)</u>	<u>38,200</u>	<u>44,284</u>	<u>(72,992)</u>
Cash and investment fund balance - beginning	<u>2,235,049</u>	<u>38,038</u>	<u>82,730</u>	<u>122,811</u>	<u>69,144</u>	<u>237,581</u>
Cash and investment fund balance - ending	<u>\$ 1,798,427</u>	<u>\$ 38,607</u>	<u>\$ 7,794</u>	<u>\$ 161,011</u>	<u>\$ 113,428</u>	<u>\$ 164,589</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	1,798,427	38,607	7,794	161,011	113,428	164,589
Cash with fiscal agent	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 1,798,427</u>	<u>\$ 38,607</u>	<u>\$ 7,794</u>	<u>\$ 161,011</u>	<u>\$ 113,428</u>	<u>\$ 164,589</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ 1,798,427	\$ -	\$ -	\$ 161,011	\$ -	\$ -
Public safety	-	38,607	7,794	-	-	164,589
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	113,428	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - ending	<u>\$ 1,798,427</u>	<u>\$ 38,607</u>	<u>\$ 7,794</u>	<u>\$ 161,011</u>	<u>\$ 113,428</u>	<u>\$ 164,589</u>

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

	Pretrial Diversion	Guardian Ad Litem/ Court	Plat Book	Misdemeanant	Supplemental Public Defender Service	Surveyor's Corner Perpetuation
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Intergovernmental	-	23,049	-	87,582	-	-
Charges for services	-	-	27,273	-	-	20,885
Fines and forfeits	93,250	-	-	-	22,960	-
Interfund loans	-	-	-	-	-	-
Other	31	74	-	-	-	-
Total receipts	93,281	23,123	27,273	87,582	22,960	20,885
Disbursements:						
General government	-	121,372	1,950	-	-	25,290
Public safety	110,443	-	-	992	17,640	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	5,099	-	-	-	-
Public safety	-	-	-	50,576	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Total disbursements	110,443	126,471	1,950	51,568	17,640	25,290
Excess (deficiency) of receipts over disbursements	(17,162)	(103,348)	25,323	36,014	5,320	(4,405)
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	-
Transfers in	-	127,624	-	-	-	-
Transfers out	-	(20,928)	-	-	-	-
Total other financing sources (uses)	-	106,696	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(17,162)	3,348	25,323	36,014	5,320	(4,405)
Cash and investment fund balance - beginning	97,071	36,475	164,223	259,639	22,239	41,600
Cash and investment fund balance - ending	<u>\$ 79,909</u>	<u>\$ 39,823</u>	<u>\$ 189,546</u>	<u>\$ 295,653</u>	<u>\$ 27,559</u>	<u>\$ 37,195</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 79,909	\$ -	\$ 189,546	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	-	39,823	-	295,653	27,559	37,195
Cash with fiscal agent	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 79,909	\$ 39,823	\$ 189,546	\$ 295,653	\$ 27,559	\$ 37,195
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ 39,823	\$ -	\$ -	\$ -	\$ 37,195
Public safety	-	-	-	295,653	27,559	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	79,909	-	189,546	-	-	-
Total cash and investment fund balance - ending	\$ 79,909	\$ 39,823	\$ 189,546	\$ 295,653	\$ 27,559	\$ 37,195

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

	Jury Pay	Community Services	Rainy Day	Inmate Medical	Sales Disclosure	County Corrections
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Intergovernmental	-	-	990,236	-	-	-
Charges for services	-	-	-	14,779	11,380	-
Fines and forfeits	23,418	165,652	-	-	-	-
Interfund loans	-	-	621,485	-	-	-
Other	231	6,162	-	-	-	-
	<u>23,649</u>	<u>171,814</u>	<u>1,611,721</u>	<u>14,779</u>	<u>11,380</u>	<u>-</u>
Total receipts	<u>23,649</u>	<u>171,814</u>	<u>1,611,721</u>	<u>14,779</u>	<u>11,380</u>	<u>-</u>
Disbursements:						
General government	12,256	-	-	-	45	-
Public safety	-	186,288	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	-	-	621,485	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	9,987	-	-	-
Public safety	-	929	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
	<u>12,256</u>	<u>187,217</u>	<u>631,472</u>	<u>-</u>	<u>45</u>	<u>-</u>
Total disbursements	<u>12,256</u>	<u>187,217</u>	<u>631,472</u>	<u>-</u>	<u>45</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>11,393</u>	<u>(15,403)</u>	<u>980,249</u>	<u>14,779</u>	<u>11,335</u>	<u>-</u>
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	(12,167)	-	-	-
	<u>-</u>	<u>-</u>	<u>(12,167)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(12,167)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>11,393</u>	<u>(15,403)</u>	<u>968,082</u>	<u>14,779</u>	<u>11,335</u>	<u>-</u>
Cash and investment fund balance - beginning	<u>14,505</u>	<u>110,805</u>	<u>790,981</u>	<u>53,751</u>	<u>36,182</u>	<u>10</u>
Cash and investment fund balance - ending	<u>\$ 25,898</u>	<u>\$ 95,402</u>	<u>\$ 1,759,063</u>	<u>\$ 68,530</u>	<u>\$ 47,517</u>	<u>\$ 10</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 25,898	\$ -	\$ 1,759,063	\$ 68,530	\$ 47,517	\$ -
Restricted assets:						
Cash and investments	-	95,402	-	-	-	10
Cash with fiscal agent	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total cash and investment assets - ending	<u>\$ 25,898</u>	<u>\$ 95,402</u>	<u>\$ 1,759,063</u>	<u>\$ 68,530</u>	<u>\$ 47,517</u>	<u>\$ 10</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	95,402	-	-	-	10
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	<u>25,898</u>	<u>-</u>	<u>1,759,063</u>	<u>68,530</u>	<u>47,517</u>	<u>-</u>
Total cash and investment fund balance - ending	<u>\$ 25,898</u>	<u>\$ 95,402</u>	<u>\$ 1,759,063</u>	<u>\$ 68,530</u>	<u>\$ 47,517</u>	<u>\$ 10</u>

DELAWARE 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)

	Community Corrections	DARE	Identification Security Protection	Children's Psych Res. Treatment Service	Board of Health Unemployment	EDI Fairgrounds Grant
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ 337,114	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Intergovernmental	718,453	-	-	34,603	-	149,134
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	54,268	-	-	-
Interfund loans	16,500	-	-	337,998	-	-
Other	303	5,000	-	-	-	-
Total receipts	735,256	5,000	54,268	709,715	-	149,134
Disbursements:						
General government	-	-	-	-	-	-
Public safety	723,928	473	29,980	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	481,000	5,460	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	16,500	-	-	337,998	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	347,935
Total disbursements	740,428	473	29,980	818,998	5,460	347,935
Excess (deficiency) of receipts over disbursements	(5,172)	4,527	24,288	(109,283)	(5,460)	(198,801)
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	-
Transfers in	-	-	-	-	1,087	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	1,087	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(5,172)	4,527	24,288	(109,283)	(4,373)	(198,801)
Cash and investment fund balance - beginning	77,141	659	54,184	524,138	108,250	198,801
Cash and investment fund balance - ending	<u>\$ 71,969</u>	<u>\$ 5,186</u>	<u>\$ 78,472</u>	<u>\$ 414,855</u>	<u>\$ 103,877</u>	<u>\$ -</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ 5,186	\$ 78,472	\$ -	\$ 103,877	\$ -
Restricted assets:						
Cash and investments	71,969	-	-	414,855	-	-
Cash with fiscal agent	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 71,969</u>	<u>\$ 5,186</u>	<u>\$ 78,472</u>	<u>\$ 414,855</u>	<u>\$ 103,877</u>	<u>\$ -</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	71,969	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	414,855	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	5,186	78,472	-	103,877	-
Total cash and investment fund balance - ending	<u>\$ 71,969</u>	<u>\$ 5,186</u>	<u>\$ 78,472</u>	<u>\$ 414,855</u>	<u>\$ 103,877</u>	<u>\$ -</u>

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

	Court Alcohol and Drug Fee	Sheriff Law Enforcement	Sheriff's Pension Plan	EMS Donations	EMA Hazardous Clean-Up	White River Watershed Project
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Intergovernmental	2,979	-	-	-	-	3,611
Charges for services	-	-	-	-	-	-
Fines and forfeits	239,225	1,730	2,581	-	-	-
Interfund loans	-	-	-	-	-	-
Other	12,156	564	-	2,873	-	-
Total receipts	254,360	2,294	2,581	2,873	-	3,611
Disbursements:						
General government	272,299	2,585	-	-	-	4,331
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	2,323	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	11,380	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Total disbursements	283,679	2,585	-	2,323	-	4,331
Excess (deficiency) of receipts over disbursements	(29,319)	(291)	2,581	550	-	(720)
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	-
Transfers in	1,019	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	1,019	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(28,300)	(291)	2,581	550	-	(720)
Cash and investment fund balance - beginning	224,910	5,408	24,050	2,471	75	720
Cash and investment fund balance - ending	<u>\$ 196,610</u>	<u>\$ 5,117</u>	<u>\$ 26,631</u>	<u>\$ 3,021</u>	<u>\$ 75</u>	<u>\$ -</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ 5,117	\$ 26,631	\$ 3,021	\$ 75	\$ -
Restricted assets:						
Cash and investments	196,610	-	-	-	-	-
Cash with fiscal agent	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 196,610	\$ 5,117	\$ 26,631	\$ 3,021	\$ 75	\$ -
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	196,610	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	5,117	26,631	3,021	75	-
Total cash and investment fund balance - ending	\$ 196,610	\$ 5,117	\$ 26,631	\$ 3,021	\$ 75	\$ -

DELAWARE 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)

	Insurance Recovery	Emergency Management Donations	Block Grant 2004	Drug Buy and Bust	County Assessors Copy Fees	Comprehensive Plan
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	931	46,809
Fines and forfeits	-	-	-	2,848	-	-
Interfund loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
	<u>32,300</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total receipts	<u>32,300</u>	<u>-</u>	<u>-</u>	<u>2,848</u>	<u>931</u>	<u>46,809</u>
Disbursements:						
General government	46,451	-	-	-	-	68,085
Public safety	-	-	-	4,086	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	22,523
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
	<u>46,451</u>	<u>-</u>	<u>-</u>	<u>4,086</u>	<u>-</u>	<u>90,608</u>
Total disbursements	<u>46,451</u>	<u>-</u>	<u>-</u>	<u>4,086</u>	<u>-</u>	<u>90,608</u>
Excess (deficiency) of receipts over disbursements	<u>(14,151)</u>	<u>-</u>	<u>-</u>	<u>(1,238)</u>	<u>931</u>	<u>(43,799)</u>
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(14,151)</u>	<u>-</u>	<u>-</u>	<u>(1,238)</u>	<u>931</u>	<u>(43,799)</u>
Cash and investment fund balance - beginning	<u>98,648</u>	<u>100</u>	<u>36</u>	<u>1,562</u>	<u>2,546</u>	<u>147,177</u>
Cash and investment fund balance - ending	<u>\$ 84,497</u>	<u>\$ 100</u>	<u>\$ 36</u>	<u>\$ 324</u>	<u>\$ 3,477</u>	<u>\$ 103,378</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 84,497	\$ 100	\$ -	\$ 324	\$ 3,477	\$ 103,378
Restricted assets:						
Cash and investments	-	-	36	-	-	-
Cash with fiscal agent	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total cash and investment assets - ending	<u>\$ 84,497</u>	<u>\$ 100</u>	<u>\$ 36</u>	<u>\$ 324</u>	<u>\$ 3,477</u>	<u>\$ 103,378</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	36	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	<u>84,497</u>	<u>100</u>	<u>-</u>	<u>324</u>	<u>3,477</u>	<u>103,378</u>
Total cash and investment fund balance - ending	<u>\$ 84,497</u>	<u>\$ 100</u>	<u>\$ 36</u>	<u>\$ 324</u>	<u>\$ 3,477</u>	<u>\$ 103,378</u>

DELAWARE 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)

	Police Equipment	GAL/CASA Users Fees	Block Grant 2005	Data Processing Fees	Family Support Impact	Delaware County Drug Free
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	103,887	-	-	-	-	-
Fines and forfeits	-	500	-	-	-	-
Interfund loans	-	-	-	-	-	-
Other	3,081	-	-	-	-	19,748
Total receipts	106,968	500	-	-	-	19,748
Disbursements:						
General government	-	-	-	-	-	-
Public safety	4,276	-	4,443	-	-	17,610
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	119,398	-	-	-	-	1,248
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Total disbursements	123,674	-	4,443	-	-	18,858
Excess (deficiency) of receipts over disbursements	(16,706)	500	(4,443)	-	-	890
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(16,706)	500	(4,443)	-	-	890
Cash and investment fund balance - beginning	144,356	678	5,366	1,100	10,209	12,000
Cash and investment fund balance - ending	<u>\$ 127,650</u>	<u>\$ 1,178</u>	<u>\$ 923</u>	<u>\$ 1,100</u>	<u>\$ 10,209</u>	<u>\$ 12,890</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 127,650	\$ -	\$ -	\$ 1,100	\$ 10,209	\$ 12,890
Restricted assets:						
Cash and investments	-	1,178	923	-	-	-
Cash with fiscal agent	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 127,650</u>	<u>\$ 1,178</u>	<u>\$ 923</u>	<u>\$ 1,100</u>	<u>\$ 10,209</u>	<u>\$ 12,890</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ 1,178	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	923	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	127,650	-	-	1,100	10,209	12,890
Total cash and investment fund balance - ending	<u>\$ 127,650</u>	<u>\$ 1,178</u>	<u>\$ 923</u>	<u>\$ 1,100</u>	<u>\$ 10,209</u>	<u>\$ 12,890</u>

DELAWARE 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 Council Donation	EMS Pension Supplement	Sheriff's Photo	Community Corrections Juvenile	Emergency Gas Award	EMS Capital Improvement
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	242,625	1,505	-	-	388,680
Fines and forfeits	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	-	-	-	-	360
Total receipts	-	242,625	1,505	-	-	389,040
Disbursements:						
General government	-	-	-	-	-	-
Public safety	-	-	-	84	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	170,558	-	-	-	16,856
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	90,965
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Total disbursements	-	170,558	-	84	-	107,821
Excess (deficiency) of receipts over disbursements	-	72,067	1,505	(84)	-	281,219
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	72,067	1,505	(84)	-	281,219
Cash and investment fund balance - beginning	500	683,968	4,805	84	2,200	363,771
Cash and investment fund balance - ending	\$ 500	\$ 756,035	\$ 6,310	\$ -	\$ 2,200	\$ 644,990
Cash and Investment Assets - Ending						
Cash and investments	\$ 500	\$ 756,035	\$ 6,310	\$ -	\$ 2,200	\$ 644,990
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Cash with fiscal agent	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 500	\$ 756,035	\$ 6,310	\$ -	\$ 2,200	\$ 644,990
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	500	756,035	6,310	-	2,200	644,990
Total cash and investment fund balance - ending	\$ 500	\$ 756,035	\$ 6,310	\$ -	\$ 2,200	\$ 644,990

DELAWARE 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)

	Animal Welfare	CRT Drug Grant	Drug Court User's Fees	Metro Planning Organization	Shots For Tots	Juvenile DUI Grant
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Intergovernmental	-	7,282	-	-	-	44,320
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	4,336	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	-	17	-	-	-
Total receipts	-	7,282	4,353	-	-	44,320
Disbursements:						
General government	-	-	-	-	-	-
Public safety	-	2,307	-	-	-	44,250
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	4,975	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Total disbursements	-	7,282	-	-	-	44,250
Excess (deficiency) of receipts over disbursements	-	-	4,353	-	-	70
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	4,353	-	-	70
Cash and investment fund balance - beginning	2,460	-	4,335	60	812	1,316
Cash and investment fund balance - ending	<u>\$ 2,460</u>	<u>\$ -</u>	<u>\$ 8,688</u>	<u>\$ 60</u>	<u>\$ 812</u>	<u>\$ 1,386</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 2,460	\$ -	\$ 8,688	\$ 60	\$ 812	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	1,386
Cash with fiscal agent	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 2,460</u>	<u>\$ -</u>	<u>\$ 8,688</u>	<u>\$ 60</u>	<u>\$ 812</u>	<u>\$ 1,386</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	1,386
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	2,460	-	8,688	60	812	-
Total cash and investment fund balance - ending	<u>\$ 2,460</u>	<u>\$ -</u>	<u>\$ 8,688</u>	<u>\$ 60</u>	<u>\$ 812</u>	<u>\$ 1,386</u>

DELAWARE 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)

	Bullet Proof Vest Grant	EMS Ambulance Replacement	Center Township Assessor Copy Fees	Community Transition Program	Sheriff Donation	Adult Probation Administration Fees
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Intergovernmental	1,185	-	-	-	-	-
Charges for services	-	106,890	936	122,335	-	-
Fines and forfeits	-	-	-	-	-	33,446
Interfund loans	-	-	-	-	-	-
Other	-	-	-	-	25,576	-
Total receipts	1,185	106,890	936	122,335	25,576	33,446
Disbursements:						
General government	-	-	-	-	-	-
Public safety	-	-	-	102,811	16,543	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Total disbursements	-	-	-	102,811	16,543	-
Excess (deficiency) of receipts over disbursements	1,185	106,890	936	19,524	9,033	33,446
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,185	106,890	936	19,524	9,033	33,446
Cash and investment fund balance - beginning	10	96,151	3,883	45,459	7,544	106,611
Cash and investment fund balance - ending	\$ 1,195	\$ 203,041	\$ 4,819	\$ 64,983	\$ 16,577	\$ 140,057
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ 203,041	\$ 4,819	\$ 64,983	\$ 16,577	\$ -
Restricted assets:						
Cash and investments	1,195	-	-	-	-	140,057
Cash with fiscal agent	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 1,195	\$ 203,041	\$ 4,819	\$ 64,983	\$ 16,577	\$ 140,057
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	1,195	-	-	-	-	140,057
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	203,041	4,819	64,983	16,577	-
Total cash and investment fund balance - ending	\$ 1,195	\$ 203,041	\$ 4,819	\$ 64,983	\$ 16,577	\$ 140,057

DELAWARE 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)

	Juvenile Probation Administration Fees	Pass-Through Grant Monies	Community Corrections Substance Abuse	Coroner's Copy Fees	Emergency Management Grant	Project Hoosier Safe-T
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Intergovernmental	-	445,993	-	-	-	-
Charges for services	-	-	-	299	-	15,520
Fines and forfeits	5,540	-	998	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	-	323	-	-	-
Total receipts	<u>5,540</u>	<u>445,993</u>	<u>1,321</u>	<u>299</u>	<u>-</u>	<u>15,520</u>
Disbursements:						
General government	-	259,225	-	-	-	6,957
Public safety	-	-	36,331	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>259,225</u>	<u>36,331</u>	<u>-</u>	<u>-</u>	<u>6,957</u>
Excess (deficiency) of receipts over disbursements	<u>5,540</u>	<u>186,768</u>	<u>(35,010)</u>	<u>299</u>	<u>-</u>	<u>8,563</u>
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	(201,873)	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>(201,873)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>5,540</u>	<u>(15,105)</u>	<u>(35,010)</u>	<u>299</u>	<u>-</u>	<u>8,563</u>
Cash and investment fund balance - beginning	<u>22,971</u>	<u>15,105</u>	<u>35,618</u>	<u>692</u>	<u>12,258</u>	<u>800</u>
Cash and investment fund balance - ending	<u>\$ 28,511</u>	<u>\$ -</u>	<u>\$ 608</u>	<u>\$ 991</u>	<u>\$ 12,258</u>	<u>\$ 9,363</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ -	\$ 991	\$ -	\$ 9,363
Restricted assets:						
Cash and investments	28,511	-	608	-	12,258	-
Cash with fiscal agent	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 28,511</u>	<u>\$ -</u>	<u>\$ 608</u>	<u>\$ 991</u>	<u>\$ 12,258</u>	<u>\$ 9,363</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	28,511	-	608	-	12,258	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	-	991	-	9,363
Total cash and investment fund balance - ending	<u>\$ 28,511</u>	<u>\$ -</u>	<u>\$ 608</u>	<u>\$ 991</u>	<u>\$ 12,258</u>	<u>\$ 9,363</u>

DELAWARE 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)

	Emergency Management 2004 Emergency Response	Excess Tax Levy	Economic Development Income Tax	CRReD Industrial Development	Sex And Violent Offenders	Emergency Management 2004 Security Compute
Receipts:						
Taxes	\$ -	\$ -	\$ 2,105,557	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Intergovernmental	-	-	2,253	271,835	-	11,250
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	150	-
Interfund loans	-	-	-	-	-	-
Other	-	-	113,821	-	-	-
Total receipts	-	-	2,221,631	271,835	150	11,250
Disbursements:						
General government	-	-	-	-	-	-
Public safety	2,554	-	-	-	150	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	576,735	-	-	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	1,070,079	-	-	-
Interest	-	-	317,921	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	11,250
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Total disbursements	2,554	-	1,964,735	-	150	11,250
Excess (deficiency) of receipts over disbursements	(2,554)	-	256,896	271,835	-	-
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	(225,557)	-	(77,227)	-	-
Total other financing sources (uses)	-	(225,557)	-	(77,227)	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,554)	(225,557)	256,896	194,608	-	-
Cash and investment fund balance - beginning	2,554	225,557	1,991,054	77,227	-	-
Cash and investment fund balance - ending	\$ -	\$ -	\$ 2,247,950	\$ 271,835	\$ -	\$ -
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ 2,247,950	\$ 271,835	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Cash with fiscal agent	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ -	\$ 2,247,950	\$ 271,835	\$ -	\$ -
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	2,247,950	271,835	-	-
Total cash and investment fund balance - ending	\$ -	\$ -	\$ 2,247,950	\$ 271,835	\$ -	\$ -

DELAWARE 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)

	Hazard Mitigation Grant	2006 Homeland Security	J.A.G. 2006 Grant	Whitely Welfare Trust	County Lease Rental	Mun-Del Lease
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 1,664,552	\$ -
Special assessments	-	-	-	-	-	-
Intergovernmental	19,200	63,906	14,000	65,695	174,406	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	19,200	63,906	14,000	65,695	1,838,958	-
Disbursements:						
General government	-	-	-	-	-	-
Public safety	19,200	63,906	4,616	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	1,367,700	-
Interest	-	-	-	-	330,770	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Total disbursements	19,200	63,906	4,616	-	1,698,470	-
Excess (deficiency) of receipts over disbursements	-	-	9,384	65,695	140,488	-
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	9,384	65,695	140,488	-
Cash and investment fund balance - beginning	-	-	-	16,957	116,169	131,178
Cash and investment fund balance - ending	\$ -	\$ -	\$ 9,384	\$ 82,652	\$ 256,657	\$ 131,178
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	9,384	82,652	256,657	131,178
Cash with fiscal agent	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ -	\$ 9,384	\$ 82,652	\$ 256,657	\$ 131,178
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	9,384	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	82,652	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	256,657	131,178
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - ending	\$ -	\$ -	\$ 9,384	\$ 82,652	\$ 256,657	\$ 131,178

DELAWARE 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)

	Nebo Road TIF	Daleville TIF	Park One TIF	General Obligation Bond 2004	Magna TIF Bond	Cumulative Building
Receipts:						
Taxes	\$ 1,509	\$ 705,634	\$ 396,008	\$ -	\$ 252,836	\$ -
Special assessments	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	-	50,700	-	-	-
	<u>1,509</u>	<u>705,634</u>	<u>446,708</u>	<u>-</u>	<u>252,836</u>	<u>-</u>
Total receipts	1,509	705,634	446,708	-	252,836	-
Disbursements:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	125,000	-	-	-	-
Interest	-	145,234	-	-	87,806	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	379,803	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	164,332	53,700	-	-	-
Culture and recreation	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total disbursements	-	434,566	53,700	379,803	87,806	-
Excess (deficiency) of receipts over disbursements	<u>1,509</u>	<u>271,068</u>	<u>393,008</u>	<u>(379,803)</u>	<u>165,030</u>	<u>-</u>
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	669,130	-	-
Transfers in	-	76,411	27,966	-	-	-
Transfers out	-	-	(104,700)	-	-	-
	<u>-</u>	<u>-</u>	<u>(104,700)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	-	76,411	(76,734)	669,130	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,509	347,479	316,274	289,327	165,030	-
Cash and investment fund balance - beginning	286	2,714,122	442,531	11,589	-	41,028
Cash and investment fund balance - ending	<u>\$ 1,795</u>	<u>\$ 3,061,601</u>	<u>\$ 758,805</u>	<u>\$ 300,916</u>	<u>\$ 165,030</u>	<u>\$ 41,028</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	1,795	3,061,601	758,805	300,916	165,030	41,028
Cash with fiscal agent	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total cash and investment assets - ending	<u>\$ 1,795</u>	<u>\$ 3,061,601</u>	<u>\$ 758,805</u>	<u>\$ 300,916</u>	<u>\$ 165,030</u>	<u>\$ 41,028</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	1,795	3,061,601	758,805	300,916	165,030	-
Capital outlay	-	-	-	-	-	41,028
Unrestricted	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total cash and investment fund balance - ending	<u>\$ 1,795</u>	<u>\$ 3,061,601</u>	<u>\$ 758,805</u>	<u>\$ 300,916</u>	<u>\$ 165,030</u>	<u>\$ 41,028</u>

DELAWARE 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)

	General Drain Improvement	Park One Capital Account	Park One Bond and Interest	Park One Debt Reserve	Morrison Road Junior Issue Capital Account	Morrison Road Junior Issue Debt Reserve
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	147,488	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Interfund loans	65,000	-	-	-	-	-
Other	27,651	1,187	237	7,810	1,951	9,824
Total receipts	240,139	1,187	237	7,810	1,951	9,824
Disbursements:						
General government	580,918	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	3,000	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	65,000	-	-	-	-	-
Debt service:						
Principal	65,120	-	10,000	-	-	-
Interest	8,350	-	101,700	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Total disbursements	719,388	-	111,700	-	3,000	-
Excess (deficiency) of receipts over disbursements	(479,249)	1,187	(111,463)	7,810	(1,049)	9,824
Other financing sources (uses):						
Net proceeds from borrowings	540,000	-	-	-	-	-
Transfers in	50,529	-	112,510	-	1,500	-
Transfers out	(7,808)	-	-	(7,810)	-	-
Total other financing sources (uses)	582,721	-	112,510	(7,810)	1,500	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	103,472	1,187	1,047	-	451	9,824
Cash and investment fund balance - beginning	487,244	25,334	3,879	170,000	10,376	226,293
Cash and investment fund balance - ending	<u>\$ 590,716</u>	<u>\$ 26,521</u>	<u>\$ 4,926</u>	<u>\$ 170,000</u>	<u>\$ 10,827</u>	<u>\$ 236,117</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	590,716	-	-	-	-	-
Cash with fiscal agent	-	26,521	4,926	170,000	10,827	236,117
Total cash and investment assets - ending	<u>\$ 590,716</u>	<u>\$ 26,521</u>	<u>\$ 4,926</u>	<u>\$ 170,000</u>	<u>\$ 10,827</u>	<u>\$ 236,117</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	26,521	-	-	10,827	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	4,926	170,000	-	236,117
Capital outlay	590,716	-	-	-	-	-
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - ending	<u>\$ 590,716</u>	<u>\$ 26,521</u>	<u>\$ 4,926</u>	<u>\$ 170,000</u>	<u>\$ 10,827</u>	<u>\$ 236,117</u>

DELAWARE 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)

	Morrison Road Junior Issue Bond and Interest	Morrison Road Capital Account	Morrison Road Debt Reserve	Morrison Road Bond and Interest	Magna Bond and Interest	CReED
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	3,848	13,355	-	2,655	1,931
Total receipts	-	3,848	13,355	-	2,655	1,931
Disbursements:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	1,500	-	-	-	162
Culture and recreation	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	75,000	-	-	128,000	-	-
Interest	104,850	-	-	119,780	87,806	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Total disbursements	179,850	1,500	-	247,780	87,806	162
Excess (deficiency) of receipts over disbursements	(179,850)	2,348	13,355	(247,780)	(85,151)	1,769
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	-
Transfers in	179,850	1,500	-	247,780	-	77,227
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	179,850	1,500	-	247,780	-	77,227
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	3,848	13,355	-	(85,151)	78,996
Cash and investment fund balance - beginning	-	88,652	307,625	-	87,806	-
Cash and investment fund balance - ending	\$ -	\$ 92,500	\$ 320,980	\$ -	\$ 2,655	\$ 78,996
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Cash with fiscal agent	-	92,500	320,980	-	2,655	78,996
Total cash and investment assets - ending	\$ -	\$ 92,500	\$ 320,980	\$ -	\$ 2,655	\$ 78,996
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	92,500	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	320,980	-	2,655	78,996
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - ending	\$ -	\$ 92,500	\$ 320,980	\$ -	\$ 2,655	\$ 78,996

DELAWARE 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)

	Redevelopment	Civic Center Authority	Sheriff's Training and Extradition Fund	Jail Commissary	Convention and Tourism	Totals
Receipts:						
Taxes	\$ -	\$ 1,759,820	\$ -	\$ -	\$ 436,570	\$ 8,244,170
Special assessments	-	-	-	-	-	706,798
Intergovernmental	-	-	-	-	-	8,093,999
Charges for services	-	-	9,504	183,060	-	2,388,208
Fines and forfeits	-	-	-	-	-	1,438,060
Interfund loans	-	-	-	-	-	1,122,483
Other	8,357	4,004	1,765	-	10,231	648,358
Total receipts	8,357	1,763,824	11,269	183,060	446,801	22,642,076
Disbursements:						
General government	-	-	-	-	-	2,829,021
Public safety	-	-	13,221	186,858	-	2,924,621
Highways and streets	-	-	-	-	-	4,166,071
Health and welfare	-	-	-	-	-	1,975,580
Economic development	8,175	-	-	-	-	589,572
Culture and recreation	-	1,640,601	-	-	450,918	2,091,519
Interfund loans	-	-	-	-	-	1,122,483
Debt service:						
Principal	-	-	-	-	-	2,877,051
Interest	-	-	-	-	-	1,310,700
Capital outlay:						
General government	-	-	-	-	-	126,904
Public safety	-	-	-	-	-	737,831
Highways and streets	-	-	-	-	-	114,645
Economic development	-	-	-	-	-	218,032
Culture and recreation	-	-	-	-	-	347,935
Total disbursements	8,175	1,640,601	13,221	186,858	450,918	21,431,965
Excess (deficiency) of receipts over disbursements	182	123,223	(1,952)	(3,798)	(4,117)	1,210,111
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	1,209,130
Transfers in	-	-	-	-	-	955,429
Transfers out	-	-	-	-	-	(709,898)
Total other financing sources (uses)	-	-	-	-	-	1,454,661
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	182	123,223	(1,952)	(3,798)	(4,117)	2,664,772
Cash and investment fund balance - beginning	-	267,788	2,702	14,103	116,684	18,768,713
Cash and investment fund balance - ending	\$ 182	\$ 391,011	\$ 750	\$ 10,305	\$ 112,567	\$ 21,433,485
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,023,794
Restricted assets:						
Cash and investments	182	391,011	750	10,305	112,567	13,466,169
Cash with fiscal agent	-	-	-	-	-	943,522
Total cash and investment assets - ending	\$ 182	\$ 391,011	\$ 750	\$ 10,305	\$ 112,567	\$ 21,433,485
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,921,547
Public safety	-	-	750	10,305	-	1,561,978
Highways and streets	-	-	-	-	-	2,324,271
Health and welfare	-	-	-	-	-	846,887
Economic development	-	-	-	-	-	129,848
Culture and recreation	-	391,011	-	-	112,567	503,578
Debt service	-	-	-	-	-	5,489,656
Capital outlay	182	-	-	-	-	631,926
Unrestricted	-	-	-	-	-	7,023,794
Total cash and investment fund balance - ending	\$ 182	\$ 391,011	\$ 750	\$ 10,305	\$ 112,567	\$ 21,433,485

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

	Employee's Benefit Trust	Employee Longevity	Totals
Operating receipts:			
Insurance proceeds	\$ 777,416	\$ -	\$ 777,416
Employee contributions	921,591	-	921,591
Employer contributions	<u>4,790,244</u>	<u>1,012,450</u>	<u>5,802,694</u>
Total operating receipts	<u>6,489,251</u>	<u>1,012,450</u>	<u>7,501,701</u>
Operating disbursements:			
Salaries and wages	-	746,086	746,086
Insurance disbursements	<u>7,570,643</u>	<u>-</u>	<u>7,570,643</u>
Total operating disbursements	<u>7,570,643</u>	<u>746,086</u>	<u>8,316,729</u>
Excess (deficiency) of receipts over disbursements	<u>(1,081,392)</u>	<u>266,364</u>	<u>(815,028)</u>
Nonoperating receipts (disbursements):			
Interest and investment receipts	<u>46,762</u>	<u>106,462</u>	<u>153,224</u>
Excess (deficiency) of receipts over disbursements and nonoperating receipts	(1,034,630)	372,826	(661,804)
Cash and investment fund balance - beginning	<u>1,870,345</u>	<u>1,072,937</u>	<u>2,943,282</u>
Cash and investment fund balance - ending	<u>\$ 835,715</u>	<u>\$ 1,445,763</u>	<u>\$ 2,281,478</u>
<u>Cash and Investment Assets - December 31</u>			
Cash and investments	<u>\$ 835,715</u>	<u>\$ 1,445,763</u>	<u>\$ 2,281,478</u>
<u>Cash and Investment Fund Balance - December 31</u>			
Unrestricted	<u>\$ 835,715</u>	<u>\$ 1,445,763</u>	<u>\$ 2,281,478</u>

DELAWARE 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 Trust	EMS Pension Trust	Totals
Additions:			
Contributions:			
Employer	\$ 206	\$ 97,837	\$ 98,043
Plan members	-	59,650	59,650
Other	1,514	-	1,514
	1,720	157,487	159,207
Total contributions			
Investment receipts:			
Net increase in investments	677,122	30,751	707,873
Interest	350,219	4,186	354,405
Dividends	-	52,593	52,593
	1,027,341	87,530	1,114,871
Total investment receipts			
Total additions			
	1,029,061	245,017	1,274,078
Deductions:			
Benefits	348,724	63,890	412,614
Refunds of contributions	1,070	-	1,070
Administrative and general	239,917	14,787	254,704
	589,711	78,677	668,388
Total deductions			
Excess of total additions over total deductions			
	439,350	166,340	605,690
Cash and investment fund balance - beginning			
	10,434,292	824,355	11,258,647
Cash and investment fund balance - ending			
	\$ 10,873,642	\$ 990,695	\$ 11,864,337

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

	City and Town Court Costs	Congressional School Interest	Weed Cutting	Surplus Tax Sale	Tax Sale Redemption	Surplus Tax
Additions:						
Agency fund additions	\$ 15,379	\$ 980	\$ 17,221	\$ -	\$ 832,734	\$ 504,779
Deductions:						
Agency fund deductions	-	729	17,221	4,681,356	858,185	443,381
Excess (deficiency) of total additions over total deductions	15,379	251	-	(4,681,356)	(25,451)	61,398
Cash and investment fund balance - beginning	1,170	7,007	-	5,207,594	28,724	921,915
Cash and investment fund balance - ending	<u>\$ 16,549</u>	<u>\$ 7,258</u>	<u>\$ -</u>	<u>\$ 526,238</u>	<u>\$ 3,273</u>	<u>\$ 983,313</u>

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

	<u>State Mortgage</u>	<u>State Fines and Forfeitures</u>	<u>Sewage Collections</u>	<u>Overweight Vehicle Fines</u>	<u>Infraction Judgements</u>	<u>Inheritance Tax</u>
Additions:						
Agency fund additions	\$ 11,758	\$ 281,774	\$ 661,785	\$ 33,707	\$ 309,648	\$ 2,593,371
Deductions:						
Agency fund deductions	<u>13,143</u>	<u>137,278</u>	<u>661,785</u>	<u>32,327</u>	<u>311,001</u>	<u>2,169,156</u>
Excess (deficiency) of total additions over total deductions	(1,385)	144,496	-	1,380	(1,353)	424,215
Cash and investment fund balance - beginning	<u>2,172</u>	<u>35,261</u>	<u>-</u>	<u>1,140</u>	<u>24,422</u>	<u>485,810</u>
Cash and investment fund balance - ending	<u>\$ 787</u>	<u>\$ 179,757</u>	<u>\$ -</u>	<u>\$ 2,520</u>	<u>\$ 23,069</u>	<u>\$ 910,025</u>

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

	Property Replacement and Homestead Credit	Payroll	Special Death Benefit	Education Plate Fees	Financial Institution Tax	COIT
Additions:						
Agency fund additions	\$ 347,127	\$ 27,853,130	\$ 8,120	\$ 13,800	\$ 886,327	\$ 10,652,795
Deductions:						
Agency fund deductions	347,127	27,761,056	8,440	13,650	886,327	10,652,795
Excess (deficiency) of total additions over total deductions	-	92,074	(320)	150	-	-
Cash and investment fund balance - beginning	-	275,036	1,110	-	-	-
Cash and investment fund balance - ending	\$ -	\$ 367,110	\$ 790	\$ 150	\$ -	\$ -

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

	Child Restraint Violation Fines	CVET	Welfare Trust	CEDIT Homestead Credit	County Treasurer	Riverboat Wagering
Additions:						
Agency fund additions	\$ 1,725	\$ 1,059,276	\$ 176,988	\$ 4,421,651	\$ 130,638,522	\$ 748,930
Deductions:						
Agency fund deductions	1,550	1,059,276	189,608	4,437,901	130,574,247	748,930
Excess (deficiency) of total additions over total deductions	175	-	(12,620)	(16,250)	64,275	-
Cash and investment fund balance - beginning	-	-	27,436	114,329	1,919,033	-
Cash and investment fund balance - ending	<u>\$ 175</u>	<u>\$ -</u>	<u>\$ 14,816</u>	<u>\$ 98,079</u>	<u>\$ 1,983,308</u>	<u>\$ -</u>

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

	<u>Convention and Tourism</u>	<u>Barrett Law</u>	<u>Coroner's Education Fee</u>	<u>Storm Water Fees</u>	<u>Interstate Compact Fee</u>	<u>Homestead Credit Replacement</u>
Additions:						
Agency fund additions	\$ 436,570	\$ 6,186	\$ 12,131	\$ 782,747	\$ 225	\$ 5,222,412
Deductions:						
Agency fund deductions	<u>436,570</u>	<u>6,186</u>	<u>12,063</u>	<u>782,747</u>	<u>300</u>	<u>-</u>
Excess (deficiency) of total additions over total deductions	-	-	68	-	(75)	5,222,412
Cash and investment fund balance - beginning	<u>-</u>	<u>778</u>	<u>891</u>	<u>-</u>	<u>75</u>	<u>-</u>
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 778</u>	<u>\$ 959</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,222,412</u>

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

	Attorney Recovery Fees	State Sales Disclosure Fee	EDIT Clearing	TMA Audit	Security Deposits	Clerk of the Circuit Court
Additions:						
Agency fund additions	\$ 26	\$ 11,370	\$ 5,197,365	\$ -	\$ -	\$ 9,081,966
Deductions:						
Agency fund deductions	-	11,605	5,197,365	2,900	-	9,117,396
Excess (deficiency) of total additions over total deductions	26	(235)	-	(2,900)	-	(35,430)
Cash and investment fund balance - beginning	193	955	-	24,969	22,599	793,382
Cash and investment fund balance - ending	\$ 219	\$ 720	\$ -	\$ 22,069	\$ 22,599	\$ 757,952

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

	County Sheriff	Sheriff's Inmate Trust	Probation	Tax Distribution	Totals
Additions:					
Agency fund additions	\$ 1,685,034	\$ 421,817	\$ 1,099	\$ 128,123,768	\$ 333,054,243
Deductions:					
Agency fund deductions	1,760,986	421,076	322	128,123,768	331,879,753
Excess (deficiency) of total additions over total deductions	(75,952)	741	777	-	1,174,490
Cash and investment fund balance - beginning	149,794	11,968	3,068	-	10,060,831
Cash and investment fund balance - ending	<u>\$ 73,842</u>	<u>\$ 12,709</u>	<u>\$ 3,845</u>	<u>\$ -</u>	<u>\$ 11,235,321</u>



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DELAWARE 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	\$ 2,523,523
Infrastructure	342,091,894
Buildings	45,867,801
Improvements other than buildings	440,135
Machinery and equipment	12,813,319
Construction in progress	<u>713,007</u>
Total governmental activities, capital assets not being depreciated	<u>\$ 404,449,679</u>



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DELAWARE 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:		
Justice Center	\$ 5,640,845	\$ 1,698,470
YOC	1,410,000.00	288,000.00
YOC, Daleville, and Yorktown Improvements	4,845,533.00	1,100,000.00
Notes and loans payable	1,131,178	471,656
Bonds payable:		
General obligation bonds:		
Daleville TIF Bonds	2,050,000	266,469
Park One TIF Bonds	1,690,000	130,500
Morrison Road TIF Bonds	2,196,000	248,784
Morrison Road TIF Bonds Junior Issue	1,710,000	180,200
Magna TIF Bond	2,025,000	141,750
2006 General Obligation Bonds	1,552,559	715,953
Total governmental activities debt	\$ 24,251,115	\$ 5,241,782

DELAWARE COUNTY
OTHER REPORTS

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

Board of County Commissioners
County Council
County Auditor
County Treasurer
County Redevelopment Commission
County Building Commission
County Sheriff
County Probation Department
County Drug Task Force
County Emergency Medical Services
County Convention and Tourism Commission

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
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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 DELAWARE COUNTY, INDIANA

Compliance

We have audited the compliance of Delaware 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.

As described in items 2007-3, 2007-4, and 2007-5 in the accompanying Schedule of Findings and Questioned Costs, the County did not comply with requirements regarding cash management, Davis-Bacon Act and reporting that are applicable to its Economic Development Initiative – Special Project, Neighborhood Initiative and Miscellaneous Grants. Compliance with such requirements is necessary, in our opinion, for the County to comply with requirements applicable to that program.

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

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)

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.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in the entity's internal control that might be significant deficiencies or material weaknesses as defined below. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies.

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. We consider the deficiencies in internal control over compliance described in items 2007-4 and 2007-5 of the accompanying Schedule of Findings and Questioned Costs to be significant deficiencies.

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. Of the significant deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs, we consider item 2007-4 and 2007-5, to be material weaknesses.

The County's response to the findings identified in our audit is described in the accompanying 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 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 25, 2008

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

Federal Grantor Agency/Pass-Through Entity Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>			
Economic Development Initiative - Special Project, Neighborhood Initiative and Miscellaneous Grants EDI Special Projects - Fairgrounds	14.251	B-04-SP-IN-0254	\$ <u>347,935</u>
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Pass-Through City of Muncie Edward Byrne Memorial Justice Assistance Grant Program	16.738	2006-DJ-BX1111 2007-DJ-BX-1062	4,616 <u>4,443</u>
Total for federal grantor agency			<u>9,059</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Pass-Through Indiana Department of Transportation Highway Planning and Construction Congestion Mitigation and Air Quality (CMAQ) Delaware County Railroad Route Location Study	20.205		404,862 <u>56,952</u>
Total for federal grantor agency			<u>461,814</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana Department Health Centers for Disease Control and Prevention - Investigations and Technical Assistance	93.283	BPRS 117-4-2006	<u>36,971</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana Department of Child Services Child Support Enforcement Prosecutor Clerk Court Costs Indirect Costs Incentive Payments	93.563		298,310 119,076 151,942 41,010 <u>170,597</u>
Total for federal grantor agency			<u>780,935</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Homeland Security Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036		<u>83,498</u>
Hazard Mitigation Grant	97.039	FEMA-DR-1573-IN	<u>19,200</u>
Emergency Management Performance Grants	97.042		<u>78,076</u>
Citizen Corps	97.053		<u>2,554</u>
State Homeland Security Program (SHSP) 2006 Aerial Photography Laptop Distribution for Delaware County EDS#C44P-7-422	97.073		11,250 <u>63,906</u>
Total for program			<u>75,156</u>
Total for federal grantor agency			<u>258,484</u>
Total federal awards expended			<u>\$ 1,895,198</u>

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

DELAWARE 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 Delaware 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:

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>2007</u>
Highway Planning and Construction	20.205	<u>\$ 225,940</u>

DELAWARE 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?	yes
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?	yes
Significant deficiencies identified that are not considered to be material weaknesses?	no

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

Unqualified – 20.205 and 93.563	
Qualified – 14.251	

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? yes

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
14.251	Economic Development Initiative – Special Project, Neighborhood Initiative and Miscellaneous Grants
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

FINDING 2007-1, INTERNAL CONTROL – TAX SYSTEM

The following deficiencies were noted during the review of the County's property tax computer system:

DELAWARE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Output Balancing and Reconciliation

To help ensure reports are complete and correct, reports should be, but are not balanced to control totals produced during original entry of information into the system. The following deficiencies exist where generated reports are not reconciled: There are no system-generated reports from the tax system. However, the computer department constructs some reports at year end. The 2007 beginning billable amount in the Ditch Reconstruction Fund did not match the prior year's ending balance.

Audit Trails

Audit trails are insufficient. During parts of January, February, and March, some users are allowed to make changes to the CAMA system directly without creating a transaction. Additions, deletions, or changes made through this edit screen are not recorded in the application system. There are no reports provided by the system to record this type of maintenance activity (i.e. changing of fund balances). In addition, there are no manual procedures and logs to record this activity. Until this system is modified to record maintenance activities, manual logs should be used to record all activity performed through the edit and these logs should be retained for audit.

Input Controls

Users have no way of knowing if complete transactions have been entered into this system. While entering information on assessments, it is possible to enter only demographic information while omitting the assessment information. Edits should exist which would prompt a user when information is not complete. If the system cannot provide such edits, the user should implement manual controls such as checklists or visual verification.

Governmental units should have internal controls in effect which provide reasonable assurance regarding the reliability of financial information and records, effectiveness and efficiency of operations, proper execution of management's objectives, and compliance with laws and regulations. Among other things, segregation of duties, safeguarding controls over cash and all other assets and all forms of information processing are necessary for proper internal control. (Accounting and Uniform Compliance Guidelines Manual for Counties, Chapter 1)

Without these internal controls, the County cannot ensure reliability of the financial information and records created and maintained in the property tax computer system.

The Board of County Commissioners should establish internal controls over output balancing and reconciliation; audit trails; and input controls that will provide a proper internal control structure.

FINDING 2007-2. INTERNAL CONTROL - DELAWARE COUNTY
2007 EMPLOYEE HEALTH BENEFITS TRUST

Delaware County's Board of County Commissioners agreed to establish a separate trust for employee health benefits under the laws of the State of Delaware. The trust issued debt in the form of a loan in the amount of \$23,092,710. The proceeds of the loan are to be used to pay among other things, insurance premiums for certain health and medical care claims of eligible County employees and their dependents. In addition to providing health and medical care insurance, the trustee is responsible for remitting the loan payments and investing the proceeds of the loan. The County supports this trust through monthly remittances that approximates the employee's health care costs. However, the County could

DELAWARE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

not provide documentation to determine the proper reporting of its relationship with the Employee Health Benefits Trust in its financial statements. Additionally, documentation was not available for audit to determine the actual cash and investment balances or schedule the investments by type. County officials agreed to a schedule of loan payments, employee health care payments and balances upon entering into the agreements with the trustee and lender. However, actual reports of cash and investment balances were not available for audit. County officials have not implemented procedures to monitor the trustee and the trust activities even though they may be required to indemnify the trustee for losses to the extent allowable by law.

Governmental units should have internal controls in effect which provide reasonable assurance regarding the reliability of financial information and records, effectiveness and efficiency of operations, proper execution of management's objectives, and compliance with laws and regulations. Among other things, segregation of duties, safeguarding controls over cash and all other assets and all forms of information processing are necessary for proper internal control. (Accounting and Uniform Compliance Guidelines Manual for Counties, Chapter 1)

Without these internal controls the County cannot properly present fairly their financial position and activity. They cannot provide reasonable assurance regarding the reliability of the financial information and records maintained.

Section III – Federal Award Findings and Questioned Costs

FINDING 2007-3, CASH MANAGEMENT

Federal Agency: U.S. Department of Housing and Urban Development
Federal Program: Economic Development Initiative Special-Project, Neighborhood Initiative and
Miscellaneous Grants - B-04-SP-IN-0254
CFDA Number: 14.251

Delaware County has not implemented adequate internal controls to minimize the time elapsing between the transfer of funds and their disbursement. Of the four drawdowns reviewed, one drawdown had 15 days elapsed between the time the County drew down the funds and paid the vendor. The drawdown was \$25,390.90 of the total grant of \$347,935.00 which represents 7% of the total grant.

Circular A-102 (The Common Rule) Subpart C20(b)(7) states in part: "Procedures for minimizing the time elapsing between the transfer of the funds from the U.S. Treasury and their disbursement by grantees and subgrantees must be followed whenever advance payment procedures are used . . ."

Failure to minimize the cash on hand as determined by the grant agreement and Circular A-102 may cause future funding to be reduced by the grantor.

We recommended Delaware County attempt to match their budgeted expenditures with the draw-down requests and monitor monthly cash balances with the goal to minimize the amount of cash on hand that is not needed for immediate disbursement.

FINDING 2007-4, REPORTING

Federal Agency: U.S. Department of Housing and Urban Development
Federal Program: Economic Development Initiative - Special Project, Neighborhood Initiative and
Miscellaneous Grants - B-04-SP-IN-0254
CFDA Number: 14.251

DELAWARE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Delaware County has not implemented adequate internal controls for reporting financial information, performance reports, or the Certificate of Completion. As of August 18, 2008, reports have not been submitted.

The grant agreement, Article 5 Project Closeout, requires a certificate of project completion, a final financial report (Form 269A), and a final performance report. Per a letter from the grantor agency, the County was requested to return these reports by December 21, 2007.

Failure to submit required grant reports as determined by the grant agreement may cause future funding to be reduced by the grantor agency.

We recommended that Delaware County implement procedures to ensure accurate and timely submission of required reports to the grantor agency.

FINDING 2007-5, DAVIS BACON ACT

Federal Agency: U.S. Department of Housing and Urban Development
Federal Program: Economic Development Initiative - Special Project, Neighborhood Initiative and
Miscellaneous Grants - B-04-SP-IN-0254
CFDA Number: 14.251

Delaware County has not implemented adequate internal controls for monitoring compliance with payment of prevailing wages under Davis-Bacon Act.

24 CFR 85.36(i)(5) (i) states:

"(i) Contract provisions. A grantee's and subgrantee's contracts must contain provisions in paragraph (i) of this section. Federal agencies are permitted to require changes, remedies, changed conditions, access and records retention, suspension of work, and other clauses approved by the Office of Federal Procurement Policy.

(5) Compliance with the Davis-Bacon Act (40 U.S.C. 276a to 276a-7) as supplemented by Department of Labor regulations (29 CFR part 5). (Construction contracts in excess of \$2000 awarded by grantees and subgrantees when required by Federal grant program legislation)

(6) Compliance with Sections 103 and 107 of the Contract Work Hours and Safety Standards Act (40 U.S.C. 327-330) as supplemented by Department of Labor regulations (29 CFR part 5).

(Construction contracts awarded by grantees and sub-grantees in excess of \$2000, and in excess of \$2500 for other contracts which involve the employment of mechanics or laborers)"

Failure to monitor compliance with the payment of prevailing wages under the Davis-Bacon Act may cause future funding to be reduced by the grantor agency.

We recommended Delaware County implement procedures to insure proper monitoring of construction grants for the payment of prevailing wages under the Davis-Bacon Act.

Delaware County

EMERGENCY MANAGEMENT AGENCY



Muncie, Indiana 47305
(765) 747-4888
Fax (765) 741-5795
100 West Washington Street, Room B43



*Coordinating community resources to mitigate, prepare, respond and recover
from Emergencies and Disasters*

Monday, August 11, 2008

RE: Summary Schedule of Audit Findings

Original SBA Audit Report #	B30460
Audit year	2006
Audit Contact Person	Bill Gosnell
Title of Contact Person	Director
Phone number of Contact Person	765-747-4888

Status of Federal Findings –

Finding 2006-3, Homeland Security Grant Program-Procurement

The audit covers the purchase and installation of a back-up generator for the Delaware County Information and Technology Center in the basement of the Delaware County Building. The IT Department is a part of our critical infrastructure and the full function of the IT Department is crucial so that our Delaware County Emergency Operations Center can remain active and functioning on the County's IT network and have access to the internet.

The contractor has been doing business with the county installing back-up generators at all our fire department and EMS stations. Originally bids were asked to perform this work and the company in question had the lowest and best bid for the job.

On this particular project the original cost was just under the \$75,000 limit but due to lengthy time constraints of having the project approved and funding awarded via Indiana Department of Homeland Security, the cost of both copper and labor had risen that accounts for the cost overrun of \$77,690.

This was a reasonable cost over-run and not due to the contractor but by events outside his control.

If you should have any further questions please contact me at the office: 765-747-4888 or by email: bgosnell@co.delaware.in.us.

Professionally,

A handwritten signature in cursive script that reads "Wm. G. Gosnell".

Wm. G. Gosnell, MSN, NP, RN, PEM
Director



DELAWARE COUNTY COMMISSIONERS

John H. Brooke

District #1

jbrooke@co.delaware.in.us

Tom L. Bennington

District #2

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Larry W. Bledsoe, Jr.

District #3

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September 19, 2008

Indiana State Board of Accounts
Indiana Government Center South
Room E148
Indianapolis, Indiana 46204

Re: Corrective Action Plan

Dear Sir or Ma'am:

Pursuant to the exit interview with the State Board Accounts Auditors, Delaware County requested additional time to prepare a response and Corrective Action Plan to some of the items identified in the notes. Delaware County is grateful to the State Board Accounts for review of the various departments within county government. With respect to items identified in the Schedule of Finds and Questioned Costs, Delaware County will submit the following with respect to its "Corrective Action Plan":

1. Finding 2007-1 Internal Control - Tax System: The audit report indicated that the audit trials were insufficient. During parts of the January, February and March some users were allowed to make changes to the CAMA System directly without creating a transaction. Delaware County would contend that all the Auditors believe that there may be some deficiencies concerning the CAMA System, the CAMA System technology which has been approved by other units of State government for operation control of the tax system. The Department of Local Government Finance was to identify new software and vendors for future years to update the property tax system. Individuals employed by Delaware County (either as independent contractors or as employees) are aware of the activity concerning changes to the CAMA System and have noted transactions that have been entered into the system. The deficiencies in the CAMA System from an audit, point of view, are portions

which meet current State Law with respect to the operation of the property tax system.

It would be important (and hopefully this is done in the future) that the Department of Local Government and State Board of Accounts can work together on creating a system which is not only acceptable to the DLGF, but also meets the auditing concerns of the State Board of Accounts. Delaware County is caught in-between these two agencies and trying to satisfy both concerns. Delaware County is obligated to secure new software pursuant to DLGF mandates which will correct this problem in the future.

2. Finding 2007-2 - Internal Control - Delaware County 2007 Employee Health Benefits Trust: The County would dispute the results of the Audit concerning the Employee Health Benefits Trust. The Employee Health Benefits Trust is a financing mechanism for health care costs. The Trustee has incurred a debt, but the County is obligated to pay certain amounts to the Trustee. The Trustee has provided the County with cash and investment balances and schedules for 2007 and all the way through 2009. Those are contained on the spreadsheet which were negotiated and entered into at the beginning of this Trust. Given the fact that there are guaranteed rates of interest and guaranteed rates of returns for three years those investment totals remain constant throughout the course of this. The State Board of Accounts has been provided those documents in the past and evidently are not able to locate them.

The composition of the assets are to be determined by the Trustee and not by the State Board of Accounts. There are contractual obligations in place which obligate the Trustee and the financing company to pay certain amounts to Delaware County. The composition of those assets are immaterial. Delaware County performed its due diligence with respect to the ability of the financing company to pay balance. Nataxtis is an investment broker with approximately \$40 Billion dollars in assets. Delaware County performed sufficient due diligence on this matter.

There are sufficient internal controls in effect which provide reasonable assurance regarding the reliability of financial information and records. The County receives monthly reports from the Trustee as to the funds received and payments made. All of the contracts for this obligation exist in the Commissioner's Office as well as the Auditor's office. The contracts control this particular obligation and the County Commissioners have obtained all the information necessary to determine the proper presentation in the financial statements. This matter is sufficiently prepared and characterized with the

County and not further information or matters are necessary to address the finding.

3. Finding 2007-3 – Cash Management: Federal Aware Findings and Questioned Costs. The finding was that Delaware County is not implementing adequate internal controls to minimize the time lapsing between transfer funds and their disbursement. One of the draw-downs for a Federal Grant indicated that fifteen (15) days lapsed between the days the funds were draw down and paid to the vendor.

Delaware County could contend that the draw down was pursuant to the Housing Urban Development requirements, but because of delays in processing the check in its own internal bookkeeping system the funds were not disbursed in a timely manner. Delaware County will work with its own internal agencies to try and shorten the time between the fund drawdown and payments to meet within the Federal Guidelines.

4. TIF Financing – The State Board of Accounts Audit indicate that certain expenses of the Daleville TIF were not for allowable purposes. Specifically the Audit Report revealed a disbursement of \$10,900. for “accounting services” and \$5,000. for “bank fees”. Unfortunately the audit report did not provide any more detail as to specific payments for these disbursements. Therefore it is unclear as to whether these are an accumulation of amounts or they are for a individual activity.

Delaware County would contend the Indiana Code section cited by the State Board of Accounts is incorrect. Payments under the Economic Revitalization Act can be made pursuant to I. C. 36-7-14-25.1 for those expenses related to bonds on specific projects. “Bank fees” would relate to the bonds and carrying those bonds forward. Specifically the Daleville TIF has approximately two bonds and the Commissioners are working on a third one that is related to the purpose of the TIF. Therefore those expenses were appropriate.

Additionally, I. C. 36-7-14-39(b)(2)(J) permits the Redevelopment Commission to pay expenses regarding public improvement projects. Furthermore I. C. 36-7-14-2.5 requires that the statutes for Economic Revitalization areas be construed liberally. I. C. 36-7-14-43 grants broad powers to the Redevelopment Commission to act in Economic Revitalization areas. Any TIF District, by definition is an Economic Revitalization area subject to the control of the Redevelopment Commission. Therefore the expenditures for “accounting services” were proper even if they were an accumulation of the County expenses in the Daleville TIF District. The State

Board of Accounts relies upon a single section in the Indiana Code is misplaced and mythic as it fails to take into consideration the true purpose of Economic Revitalization areas.

Therefore Delaware County would contest the finding that certain expenses of the Daleville were not allowable by statute. The State Board of Accounts auditors reviewed the incorrect statutory sections and construed them much too narrowly all of which was contrary to intent of the Legislature when establishing Economic Revitalization areas.

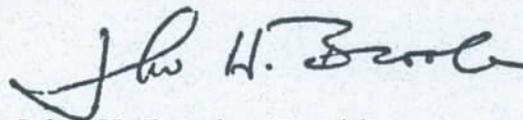
4. Finding 2007-4 – Reporting: The Audit indicated that Delaware County is not implementing adequate controls for reporting financial information, performance reports, or the Certificate Completion. For the U.S. Department of Housing Urban Development Grant as of August 18, 2008 reports have not been submitted.

Delaware County will institute and provide a final report on this grant as soon as possible.

5. Finding 2007-5 – Davis Bacon Act: The finding indicated that Delaware County has not implemented adequate internal controls for monitoring compliance with payment of prevailing wages under Davis Bacon Act. Delaware County will implement procedures as soon as possible to monitor future compliance of Davis Bacon Act requirements for county projects. Delaware County may in fact hire a compliance monitor to serve in compliance with this particular provision and will monitor prior contracts and awards.

I trust that this letter addresses all the issues that were identified and provides a reasonable correction to the points raised. If there are any questions please don't hesitate to contact the Commissioner's Office.

Sincerely,



John H. Brooke, President
Delaware County Commissioner
District #1

JHB/llr

cc: Larry Bledsoe, Jr.
Tom Bennington

DELAWARE COUNTY
EXIT CONFERENCE

The contents of this report were discussed on August 25, 2008, with John Brooke, President of the Board of County Commissioners; Bradley Bookout, President of the County Council; Judy Rust, Auditor; and Sharon Yaudas, Deputy Auditor. Our audit disclosed no material items that warrant comment at this time.