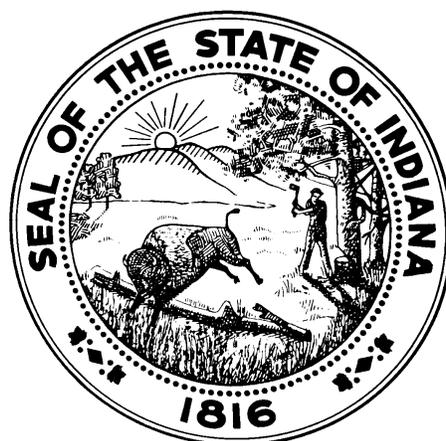


STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769

ANNUAL FINANCIAL REPORT

2007

DEKALB COUNTY, INDIANA



FILED

01/26/2009

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	John W. Fetters	01-01-07 to 12-31-10
Treasurer	Susan J. Bauermeister	01-01-05 to 12-31-08
Clerk	Jacqueline Rowan	01-01-05 to 12-31-08
Sheriff	John Dennis	01-01-07 to 12-31-10
Recorder	Burtie Rynearson	01-01-05 to 12-31-08
President of the Board of County Commissioners	William C. Ort	01-01-07 to 12-31-08
President of the County Council	Benjamin Smaltz	01-01-07 to 12-31-08



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

TO: THE OFFICIALS OF DEKALB 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 DeKalb 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 of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective cash and investment balances of the governmental activities, 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.

In accordance with Government Auditing Standards, we have also issued a report dated December 15, 2008, on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The Schedules of Funding Progress, as listed in the Table of Contents, are not required parts of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management, regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The Combining Schedules, Schedule of Capital Assets, and Schedule of Long-Term Debt as listed in the Table of Contents, are presented for additional analysis and are not required parts of the basic financial statements. The Combining Schedules 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

December 15, 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 DEKALB 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 DeKalb 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 December 15, 2008. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

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

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

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

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

Compliance and Other Matters

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

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

STATE BOARD OF ACCOUNTS

December 15, 2008

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

<u>Functions/Programs</u>	<u>Disbursements</u>	<u>Program Receipts</u>			<u>Net (Disbursement) Receipt and Changes in Net Assets Primary Governmental Activities</u>
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Primary government:					
Governmental activities:					
General government	\$ 11,357,161	\$ 799,099	\$ 78,738	\$ 9,900	\$ (10,469,424)
Public safety	4,509,646	977,065	26,433	59,383	(3,446,765)
Highways and streets	5,045,265	-	2,194,242	412,070	(2,438,953)
Sanitation	-	-	-	-	-
Health and welfare	3,906,161	339,303	66,624	-	(3,500,234)
Economic development	2,413,581	-	-	-	(2,413,581)
Culture and recreation	-	550	-	-	550
Principal and interest on indebtedness	828,841	-	-	-	(828,841)
Total primary government	<u>\$ 28,060,655</u>	<u>\$ 2,116,017</u>	<u>\$ 2,366,037</u>	<u>\$ 481,353</u>	<u>(23,097,248)</u>
General receipts:					
Property taxes					13,830,280
Intergovernmental					3,197,567
Other local sources					6,888,955
Investment earnings					1,359,856
Total general receipts					<u>25,276,658</u>
Change in net assets					2,179,410
Net assets - beginning					<u>22,086,691</u>
Net assets - ending					<u>\$ 24,266,101</u>
 <u>Assets</u>					
Cash and investments					\$ 9,574,880
Restricted assets:					
Cash and investments					<u>14,691,221</u>
Total assets					<u>\$ 24,266,101</u>
 <u>Net Assets</u>					
Restricted for:					
Public safety					\$ 289,720
Highways and streets					2,068,702
Health and welfare					540,109
Debt service					275,785
Capital outlay					11,572,230
Unrestricted					<u>9,519,555</u>
Total net assets					<u>\$ 24,266,101</u>

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

DEKALB 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	Redevelopment Commission	Other Governmental Funds	Totals
Receipts:				
Taxes	\$ 8,234,009	\$ 4,615,707	\$ 3,872,577	\$ 16,722,293
Special assessments	1,365	-	584,334	585,699
Licenses and permits	-	-	39,415	39,415
Intergovernmental	609,556	-	6,384,512	6,994,068
Charges for services	674,929	-	1,141,555	1,816,484
Fines and forfeits	239,354	-	-	239,354
Temporary loans	1,350,000	-	200,000	1,550,000
Other	3,285,494	-	553,919	3,839,413
Total receipts	<u>14,394,707</u>	<u>4,615,707</u>	<u>12,776,312</u>	<u>31,786,726</u>
Disbursements:				
General government	8,967,430	-	1,944,686	10,912,116
Public safety	3,654,907	-	769,491	4,424,398
Highways and streets	-	-	3,439,376	3,439,376
Health and welfare	468,102	-	3,426,000	3,894,102
Economic development	-	1,902,322	511,259	2,413,581
Temporary loans	-	-	1,550,000	1,550,000
Debt service:				
Principal	-	-	648,063	648,063
Interest	-	-	180,778	180,778
Capital outlay:				
General government	49,451	-	230,725	280,176
Public safety	16,245	-	69,003	85,248
Highways and streets	-	-	1,605,889	1,605,889
Health and welfare	3,868	-	8,191	12,059
Total disbursements	<u>13,160,003</u>	<u>1,902,322</u>	<u>14,383,461</u>	<u>29,445,786</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>1,234,704</u>	<u>2,713,385</u>	<u>(1,607,149)</u>	<u>2,340,940</u>
Cash and investment fund balance - beginning	<u>2,838,408</u>	<u>5,431,043</u>	<u>13,712,285</u>	<u>21,981,736</u>
Cash and investment fund balance - ending	<u>\$ 4,073,112</u>	<u>\$ 8,144,428</u>	<u>\$ 12,105,136</u>	<u>24,322,676</u>
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.				<u>(56,575)</u>
Net assets of governmental activities				<u>\$ 24,266,101</u>
<u>Cash and Investment Assets - Ending</u>				
Cash and investments	\$ 4,073,112	\$ -	\$ 5,503,018	\$ 9,576,130
Restricted assets:				
Cash and investments	-	8,144,428	6,602,118	14,746,546
Total cash and investment assets - ending	<u>\$ 4,073,112</u>	<u>\$ 8,144,428</u>	<u>\$ 12,105,136</u>	<u>\$ 24,322,676</u>
<u>Cash and Investment Fund Balance - Ending</u>				
Restricted for:				
Public safety	\$ -	\$ -	\$ 289,720	\$ 289,720
Highways and streets	-	-	2,068,702	2,068,702
Health and welfare	-	-	540,109	540,109
Debt service	-	-	275,785	275,785
Capital outlay	-	8,144,428	3,427,802	11,572,230
Unrestricted	4,073,112	-	5,503,018	9,576,130
Total cash and investment fund balance - ending	<u>\$ 4,073,112</u>	<u>\$ 8,144,428</u>	<u>\$ 12,105,136</u>	<u>\$ 24,322,676</u>

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

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

	Internal Service Funds
Operating receipts:	
Miscellaneous	\$ <u>2,105,831</u>
Operating disbursements:	
Insurance claims and expense	<u>2,267,361</u>
Deficiency of receipts over disbursements	<u>(161,530)</u>
Transfers in	100,000
Transfers out	<u>(100,000)</u>
Deficiency of receipts and transfers in over disbursements and transfers out	(161,530)
Cash and investment fund balance - beginning	<u>104,955</u>
Cash and investment fund balance - ending	<u>\$ (56,575)</u>
<u>Cash and Investment Assets - December 31</u>	
Cash and investments	<u>\$ (56,575)</u>
<u>Cash and Investment Fund Balance - December 31</u>	
Unrestricted	<u>\$ (56,575)</u>

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

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

	<u>Pension Trust Fund</u>	<u>Agency Funds</u>
Additions:		
Contributions:		
Employer	\$ 162,015	\$ -
Plan members	25,871	-
Total contributions	<u>187,886</u>	<u>-</u>
Investment earnings:		
Interest	<u>293,717</u>	<u>-</u>
Agency fund additions	<u>-</u>	<u>129,695,690</u>
Total additions	<u>481,603</u>	<u>129,695,690</u>
Deductions:		
Benefits	80,169	-
Refunds of contributions	8,518	-
Administrative and general	76,871	-
Agency fund deductions	<u>-</u>	<u>128,581,182</u>
Total deductions	<u>165,558</u>	<u>128,581,182</u>
Excess of total additions over total deductions	316,045	1,114,508
Cash and investment fund balance - beginning	<u>3,921,447</u>	<u>2,059,705</u>
Cash and investment fund balance - ending	<u>\$ 4,237,492</u>	<u>\$ 3,174,213</u>

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

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies

A. Reporting Entity

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

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

Primary Government: DeKalb County

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

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

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

Fund Financial Statements

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitutes its assets, fund equity, receipts, and disbursements. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

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 redevelopment commission fund accounts for all financial resources of the redevelopment commission.

Additionally, the County reports the following fund types:

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

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

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Agency funds account for assets held by the County as an agent for individuals, private organizations, and other governments and/or other funds.

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.

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). The County does not have any enterprise funds.

D. Assets and Cash and Investment Balances

1. Cash and Investments

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

2. Property Taxes

Property taxes levied are collected by the County Treasurer and are distributed to the County in June and in December. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's March 1 (lien date) assessed valuations adjusted

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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:

- 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.

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

2. Operating Receipts and Disbursements

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

F. Internal and Interfund Balances and Activities

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

Fund Financial Statements

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

Government-Wide Financial Statements

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

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

II. Stewardship, Compliance and Accountability

A. Budgetary Information

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

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.

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

B. Cash and Investment Balance Deficits

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

Fund	2007
Self-Insurance	\$ (170,585)
Life Insurance	(12)

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

III. Detailed Notes on All Funds

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 bank balance held at Morgan Stanley for the Sheriff's Retirement and Benefit Pension Plans in the amount of \$4,237,492 was uncollateralized. The remaining bank balances were insured by the Federal Deposit Insurance Corporation or the Public Deposit Insurance Fund, which covers all public funds held in approved depositories.

2. Investments

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

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Investment Type	Sheriffs Retirement and Benefit Pension Plans
U.S. treasuries and securities	\$ 628,666
U.S. agencies	319,345
Corporate bonds	390,018
Common stock	2,722,952
Repurchase agreements	176,511
Total	\$ 4,237,492

Statutory Authorization for Investments

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

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

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

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

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Investment Custodial Credit Risk

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

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

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

Primary Government:

Sheriff's Retirement and Benefit Pension Plans:

Investment Type	Not in the Government's Name
U.S. treasuries and securities	\$ 628,666
U.S. agencies	319,345
Corporate bonds	390,018
Common stock	2,722,952
Repurchase agreements	176,511
Total	\$ 4,237,492

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.

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Primary Government:

Sheriff's Retirement and Benefit Pension Plans:

Investment Type	Investment Maturities (in Years)		
	Less Than 0-5	5-15	More Than 15
U.S. treasuries and securities	\$ 482,387	\$ -	\$ 146,279
U.S. agencies	269,151	50,194	-
Repurchase agreements	176,511	-	-
Totals	\$ 928,049	\$ 50,194	\$ 146,279

Credit Risk

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

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

Primary Government:

Sheriff's Retirement and Benefit Pension Plans:

Standard and Poor's Rating	Moody's Rating	Corporate Bonds	Government Sponsored Enterprise
AAA	Aaa	\$ 25,222	\$ 319,345
AA	Aa	90,376	-
A	A	145,571	-
BBB	Baa	34,974	-
BB	Ba	13,429	-
B	B	9,419	-
CCC	Caa	1,987	-
Unrated	Unrated	69,040	-
Totals		\$ 390,018	\$ 319,345

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.

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

None of the investments held by the Sheriff's Retirement and Benefit Pension Plan exceeded 5% of the total investments for the Plan.

IV. Other Information

A. Risk Management

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

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

Medical Benefits to Employees

The County has chosen to establish a risk financing fund for risks associated with health insurance. The risk financing fund is accounted for in the Self-Insurance Fund, an internal service fund, where assets are set aside for claim settlements. An excess policy through commercial insurance covers individual claims in excess of \$60,000 per year individually and \$1,000,000 per year in aggregate. Settled claims resulting from this risk did not exceed commercial insurance coverage in the past three years. Premiums are paid by the employee and the General Fund based upon the type of plan the employee carries.

B. Holding Corporations

The County has entered into a capital lease with DeKalb County Redevelopment Authority and DeKalb County Airport Building Corporation (the lessors). The lessors were organized as not for profit corporations pursuant to state statute for the purpose of financing and constructing or re-constructing facilities for lease to the County. The lessors have been determined to be a related party of the County. Lease payments during the year totaled \$1,132,000 and \$490,900, respectively.

C. Administration of Welfare Programs

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

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

D. Pension Plans

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

1. Public Employees' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Cost

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

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

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.

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Funding Policy and Annual Pension Cost

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

3. County Police Benefit Plan

Plan Description

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

Funding Policy and Annual Pension Cost

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

Actuarial Information for the Above Plans

	<u>PERF</u>	<u>County Police Retirement Plan</u>	<u>County Police Benefit Plan</u>
Annual required contribution	\$ 302,002	\$ 158,203	\$ 3,812
Interest on net pension obligation	(17,186)	1,484	-
Adjustment to annual required contribution	<u>19,585</u>	<u>(2,541)</u>	<u>-</u>
Annual pension cost	304,401	157,146	3,812
Contributions made	<u>281,250</u>	<u>158,203</u>	<u>3,812</u>
Increase (decrease) in net pension obligation	23,151	(1,057)	-
Net pension obligation, beginning of year	<u>(237,049)</u>	<u>19,792</u>	<u>-</u>
Net pension obligation, end of year	<u>\$ (213,898)</u>	<u>\$ 18,735</u>	<u>\$ -</u>

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

	PERF	County Police Retirement Plan	County Police Benefit Plan
Contribution rates:			
County	6%	13.7%	.5%
Plan members	3%	3%	None
Actuarial valuation date	07-01-07	01-01-08	01-01-08
Actuarial cost method	Entry age	Frozen initial liability	Aggregate
Amortization method	Level percentage of projected payroll, closed	Level percentage of projected payroll, closed	*
Amortization period	30 years	30 years	*
Amortization period (from date)	07-01-97	12-31-97	*
Asset valuation method	75% of expected actuarial value plus 25% of actual market value	75% of expected actuarial value plus 25% of actual market value	75% of expected actuarial value plus 25% of actual market value

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

Actuarial Assumptions	PERF	County Police Retirement Plan	County Police Benefit Plan
Investment rate of return	7.25%	7.5%	7.5%
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	\$ 249,402	96%	\$ (293,765)
	06-30-06	307,727	82%	(237,049)
	06-30-07	304,401	92%	(213,898)
County Police Retirement Plan	12-31-04	203,659	117%	20,908
	12-31-05	187,642	100%	19,792
	12-31-06	158,203	100%	18,735
County Police Benefit Plan	12-31-04	3,650	100%	-
	12-31-05	3,745	100%	-
	12-31-06	3,812	100%	-

DEKALB 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	\$ 4,284,138	\$ 5,171,094	\$ (886,956)	83%	\$ 4,783,509	(19%)
07-01-06	4,879,833	5,320,872	(441,039)	92%	4,559,146	(10%)
07-01-07	5,459,745	5,772,566	(312,821)	95%	5,070,495	(6%)

County Police Pension Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
01-01-03	\$ 2,424,785	\$ 2,474,128	\$ (49,343)	98%	\$ 693,731	(7%)
01-01-04	2,740,280	2,781,458	(41,178)	99%	719,144	(6%)
01-01-05	3,082,191	3,122,296	(40,105)	99%	740,966	(5%)
01-01-06	3,473,941	3,473,941	-	100%	831,066	0%
01-01-07	3,864,014	3,864,014	-	100%	842,926	0%
01-01-08	4,222,648	4,250,296	(27,648)	99%	858,416	(3%)

County Police Benefit 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	\$ 75,242	\$ 75,242	\$ -	100%	\$ 693,731	0%
01-01-04	79,104	79,104	-	100%	719,144	0%
01-01-05	84,780	84,780	-	100%	740,966	0%
01-01-06	90,219	90,219	-	100%	831,066	0%
01-01-07	95,859	95,859	-	100%	842,926	0%
01-01-08	101,618	101,618	-	100%	858,416	0%

DEKALB 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	Aviation	Accident Report	Health	Clerk's Records Perpetuation	Emergency Telephone System	Drug Free Community
Receipts:							
Taxes	\$ -	\$ 11,521	\$ -	\$ 126,733	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	27,555	-	-	-
Intergovernmental	412,070	1,199	-	13,197	-	124,098	-
Charges for services	-	-	8,668	-	11,352	242,590	26,767
Interfund loans	-	-	-	-	-	-	-
Other	-	77,535	-	3,575	-	512	-
Total receipts	412,070	90,255	8,668	171,060	11,352	367,200	26,767
Disbursements:							
General government	-	196,232	-	-	5,405	-	-
Public safety	-	-	7,867	-	-	262,150	17,930
Highways and streets	252,958	-	-	-	-	-	-
Health and welfare	-	-	-	215,979	-	-	-
Economic development	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
General government	-	125	-	-	-	-	-
Public safety	-	-	-	-	-	1,791	-
Highways and streets	217,262	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Total disbursements	470,220	196,357	7,867	215,979	5,405	263,941	17,930
Excess (deficiency) of receipts over disbursements	(58,150)	(106,102)	801	(44,919)	5,947	103,259	8,837
Cash and investment fund balance - beginning	1,087,639	302,826	8,839	223,960	4,715	173,751	20,219
Cash and investment fund balance - ending	<u>\$ 1,029,489</u>	<u>\$ 196,724</u>	<u>\$ 9,640</u>	<u>\$ 179,041</u>	<u>\$ 10,662</u>	<u>\$ 277,010</u>	<u>\$ 29,056</u>
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ -	\$ 196,724	\$ 9,640	\$ -	\$ 10,662	\$ -	\$ 29,056
Restricted assets:							
Cash and investments	1,029,489	-	-	179,041	-	277,010	-
Total cash and investment assets - ending	\$ 1,029,489	\$ 196,724	\$ 9,640	\$ 179,041	\$ 10,662	\$ 277,010	\$ 29,056
<u>Cash and Investment Fund Balance - Ending</u>							
Restricted for:							
Public safety	-	-	-	-	-	277,010	-
Highways and streets	1,029,489	-	-	-	-	-	-
Health and welfare	-	-	-	179,041	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	196,724	9,640	-	10,662	-	29,056
Total cash and investment fund balance - ending	\$ 1,029,489	\$ 196,724	\$ 9,640	\$ 179,041	\$ 10,662	\$ 277,010	\$ 29,056

DEKALB 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)

	Drainage Maintenance	Highway	Property Reassessment	Extradition	Juvenile Probation Service	Adult Probation Service
Receipts:						
Taxes	\$ -	\$ -	\$ 222,743	\$ -	\$ -	\$ -
Special assessments	584,334	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	2,700,356	23,195	-	-	-
Charges for services	-	-	-	-	6,112	95,896
Interfund loans	-	-	-	-	-	-
Other	-	70,884	-	-	-	-
Total receipts	584,334	2,771,240	245,938	-	6,112	95,896
Disbursements:						
General government	440,063	-	266,827	-	-	-
Public safety	-	-	-	179	11,125	94,439
Highways and streets	-	2,910,309	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	9,617	-	-	-
Public safety	-	-	-	-	-	759
Highways and streets	-	5,114	-	-	-	-
Health and welfare	-	-	-	-	-	-
Total disbursements	440,063	2,915,423	276,444	179	11,125	95,198
Excess (deficiency) of receipts over disbursements	144,271	(144,183)	(30,506)	(179)	(5,013)	698
Cash and investment fund balance - beginning	1,823,206	1,183,396	1,217,735	313	40,833	253,771
Cash and investment fund balance - ending	<u>\$ 1,967,477</u>	<u>\$ 1,039,213</u>	<u>\$ 1,187,229</u>	<u>\$ 134</u>	<u>\$ 35,820</u>	<u>\$ 254,469</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 1,967,477	\$ -	\$ 1,187,229	\$ 134	\$ 35,820	\$ 254,469
Restricted assets:						
Cash and investments	-	1,039,213	-	-	-	-
Total cash and investment assets - ending	<u>\$ 1,967,477</u>	<u>\$ 1,039,213</u>	<u>\$ 1,187,229</u>	<u>\$ 134</u>	<u>\$ 35,820</u>	<u>\$ 254,469</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Public safety	-	-	-	-	-	-
Highways and streets	-	1,039,213	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	1,967,477	-	1,187,229	134	35,820	254,469
Total cash and investment fund balance - ending	<u>\$ 1,967,477</u>	<u>\$ 1,039,213</u>	<u>\$ 1,187,229</u>	<u>\$ 134</u>	<u>\$ 35,820</u>	<u>\$ 254,469</u>

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

	Recorder's Records Perpetuation	User Fee	Covered Bridge	Family and Children	Health Maintenance	Community Corrections - Home Detention
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ 2,014,290	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	954,178	41,424	-
Charges for services	55,567	13,260	-	-	-	24,606
Interfund loans	-	-	-	200,000	-	-
Other	-	-	1,850	212,611	-	-
Total receipts	55,567	13,260	1,850	3,381,079	41,424	24,606
Disbursements:						
General government	80,211	48	-	-	-	-
Public safety	-	-	-	-	-	34,285
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	3,066,482	26,691	-
Economic development	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Total disbursements	80,211	48	-	3,066,482	26,691	34,285
Excess (deficiency) of receipts over disbursements	(24,644)	13,212	1,850	314,597	14,733	(9,679)
Cash and investment fund balance - beginning	70,467	123,170	18,102	46,471	40,753	63,460
Cash and investment fund balance - ending	\$ 45,823	\$ 136,382	\$ 19,952	\$ 361,068	\$ 55,486	\$ 53,781
Cash and Investment Assets - Ending						
Cash and investments	\$ 45,823	\$ 136,382	\$ 19,952	\$ -	\$ 55,486	\$ 53,781
Restricted assets:						
Cash and investments	-	-	-	361,068	-	-
Total cash and investment assets - ending	\$ 45,823	\$ 136,382	\$ 19,952	\$ 361,068	\$ 55,486	\$ 53,781
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	361,068	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	45,823	136,382	19,952	-	55,486	53,781
Total cash and investment fund balance - ending	\$ 45,823	\$ 136,382	\$ 19,952	\$ 361,068	\$ 55,486	\$ 53,781

DEKALB 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	Plat Book	Misdemeanant	Supplemental Public Defender Service	Surveyor's Corner Perpetuation	Sheriff's Continuing Education
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	55,412	-	-	544	9,575	-
Interfund loans	-	-	-	-	-	-
Other	-	14,780	26,433	-	-	4,619
Total receipts	55,412	14,780	26,433	544	9,575	4,619
Disbursements:						
General government	-	-	-	-	12,579	-
Public safety	199,295	-	27,643	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	170	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Total disbursements	199,465	-	27,643	-	12,579	-
Excess (deficiency) of receipts over disbursements	(144,053)	14,780	(1,210)	544	(3,004)	4,619
Cash and investment fund balance - beginning	378,442	45,948	46,390	9,489	6,205	24,534
Cash and investment fund balance - ending	<u>\$ 234,389</u>	<u>\$ 60,728</u>	<u>\$ 45,180</u>	<u>\$ 10,033</u>	<u>\$ 3,201</u>	<u>\$ 29,153</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 234,389	\$ 60,728	\$ 45,180	\$ 10,033	\$ 3,201	\$ 29,153
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 234,389	\$ 60,728	\$ 45,180	\$ 10,033	\$ 3,201	\$ 29,153
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	234,389	60,728	45,180	10,033	3,201	29,153
Total cash and investment fund balance - ending	\$ 234,389	\$ 60,728	\$ 45,180	\$ 10,033	\$ 3,201	\$ 29,153

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

	Local Planning Grant	Historical Guide Publication Grant	State Homeland Security Grant	USDA Infrastructure Grant	Rainy Day	Medical Care for Inmates
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	28,869	-	808,666	-
Charges for services	-	-	-	-	-	1,040
Interfund loans	-	-	-	-	-	-
Other	-	-	-	1,500	-	-
Total receipts	-	-	28,869	1,500	808,666	1,040
Disbursements:						
General government	-	-	-	-	379,339	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Interfund loans	-	-	-	-	450,000	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	28,876	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Total disbursements	-	-	28,876	-	829,339	-
Excess (deficiency) of receipts over disbursements	-	-	(7)	1,500	(20,673)	1,040
Cash and investment fund balance - beginning	5,763	1,532	16,104	800	158,382	11,715
Cash and investment fund balance - ending	\$ 5,763	\$ 1,532	\$ 16,097	\$ 2,300	\$ 137,709	\$ 12,755
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 5,763	\$ 1,532	\$ 16,097	\$ 2,300	\$ 137,709	\$ 12,755
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 5,763	\$ 1,532	\$ 16,097	\$ 2,300	\$ 137,709	\$ 12,755
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	5,763	1,532	16,097	2,300	137,709	12,755
Total cash and investment fund balance - ending	\$ 5,763	\$ 1,532	\$ 16,097	\$ 2,300	\$ 137,709	\$ 12,755

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

	Sales Disclosure	K-9	Law Enforcement	Memorial	Dare Equipment Grant	Tobacco Settlement
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	23,700
Charges for services	6,445	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	1	-	-	-	-
Total receipts	6,445	1	-	-	-	23,700
Disbursements:						
General government	-	-	-	-	-	-
Public safety	-	1,850	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	7,338
Economic development	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	8,191
Total disbursements	-	1,850	-	-	-	15,529
Excess (deficiency) of receipts over disbursements	6,445	(1,849)	-	-	-	8,171
Cash and investment fund balance - beginning	67,450	2,695	616	240	168	30,350
Cash and investment fund balance - ending	<u>\$ 73,895</u>	<u>\$ 846</u>	<u>\$ 616</u>	<u>\$ 240</u>	<u>\$ 168</u>	<u>\$ 38,521</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 73,895	\$ 846	\$ 616	\$ 240	\$ 168	\$ 38,521
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 73,895</u>	<u>\$ 846</u>	<u>\$ 616</u>	<u>\$ 240</u>	<u>\$ 168</u>	<u>\$ 38,521</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	73,895	846	616	240	168	38,521
Total cash and investment fund balance - ending	<u>\$ 73,895</u>	<u>\$ 846</u>	<u>\$ 616</u>	<u>\$ 240</u>	<u>\$ 168</u>	<u>\$ 38,521</u>

DEKALB 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)

	Levy Excess	Children's Psych Res Treatment Service	Juvenile Administrative Fee Fund	Adult Administrative Fee Fund	Public Health Bio-Terrorism	Hava Title III
Receipts:						
Taxes	\$ -	\$ 72,968	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	7,598	-	-	-	9,900
Charges for services	-	-	2,063	24,035	-	-
Interfund loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	-	80,566	2,063	24,035	-	9,900
Disbursements:						
General government	139,931	-	2,394	19,935	506	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	109,510	-	-	-	-
Economic development	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	9,900
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Total disbursements	139,931	109,510	2,394	19,935	506	9,900
Excess (deficiency) of receipts over disbursements	(139,931)	(28,944)	(331)	4,100	(506)	-
Cash and investment fund balance - beginning	139,931	66,772	2,394	19,935	22,322	-
Cash and investment fund balance - ending	\$ -	\$ 37,828	\$ 2,063	\$ 24,035	\$ 21,816	\$ -
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ 37,828	\$ 2,063	\$ 24,035	\$ 21,816	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ 37,828	\$ 2,063	\$ 24,035	\$ 21,816	\$ -
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	37,828	2,063	24,035	21,816	-
Total cash and investment fund balance - ending	\$ -	\$ 37,828	\$ 2,063	\$ 24,035	\$ 21,816	\$ -

DEKALB 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)

	Disaster Mitigation	Community Transitional Living	LEPC Right to Know	Access Indiana Grant	Handgun Application	Identification Security Protection
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	11,860	-
Intergovernmental	18,000	6,460	19,078	-	-	-
Charges for services	-	-	-	-	-	16,948
Interfund loans	-	-	-	-	-	-
Other	-	-	22,603	-	-	-
Total receipts	18,000	6,460	41,681	-	11,860	16,948
Disbursements:						
General government	-	-	11,705	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	37,462	-	-	24,000
Public safety	21,920	-	-	-	2,988	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Total disbursements	21,920	-	49,167	-	2,988	24,000
Excess (deficiency) of receipts over disbursements	(3,920)	6,460	(7,486)	-	8,872	(7,052)
Cash and investment fund balance - beginning	6,000	19,710	19,420	1,389	9,030	16,998
Cash and investment fund balance - ending	<u>\$ 2,080</u>	<u>\$ 26,170</u>	<u>\$ 11,934</u>	<u>\$ 1,389</u>	<u>\$ 17,902</u>	<u>\$ 9,946</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 2,080	\$ 26,170	\$ 11,934	\$ 1,389	\$ 17,902	\$ 9,946
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 2,080	\$ 26,170	\$ 11,934	\$ 1,389	\$ 17,902	\$ 9,946
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	2,080	26,170	11,934	1,389	17,902	9,946
Total cash and investment fund balance - ending	\$ 2,080	\$ 26,170	\$ 11,934	\$ 1,389	\$ 17,902	\$ 9,946

DEKALB 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)

	Sheriffs Pension Service of Process	CDBG Revolving Loan	Aviation Lease Rental	Aviation #2	Jail Lease Rental	Fire District #3
Receipts:						
Taxes	\$ -	\$ -	\$ 407,082	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	42,393	-	-	12,514
Charges for services	38,089	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	6,749	-	100,304	-	-
Total receipts	38,089	6,749	449,475	100,304	-	12,514
Disbursements:						
General government	-	-	-	-	-	-
Public safety	25,379	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	6,730	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	415,000	73,063	-	-
Interest	-	-	75,900	32,143	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	12,499
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Total disbursements	25,379	6,730	490,900	105,206	-	12,499
Excess (deficiency) of receipts over disbursements	12,710	19	(41,425)	(4,902)	-	15
Cash and investment fund balance - beginning	-	52,168	277,253	35,466	9,378	-
Cash and investment fund balance - ending	<u>\$ 12,710</u>	<u>\$ 52,187</u>	<u>\$ 235,828</u>	<u>\$ 30,564</u>	<u>\$ 9,378</u>	<u>\$ 15</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ 52,187	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	12,710	-	235,828	30,564	9,378	15
Total cash and investment assets - ending	<u>\$ 12,710</u>	<u>\$ 52,187</u>	<u>\$ 235,828</u>	<u>\$ 30,564</u>	<u>\$ 9,378</u>	<u>\$ 15</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Public safety	12,710	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service	-	-	235,828	30,564	9,378	15
Capital outlay	-	-	-	-	-	-
Unrestricted	-	52,187	-	-	-	-
Total cash and investment fund balance - ending	<u>\$ 12,710</u>	<u>\$ 52,187</u>	<u>\$ 235,828</u>	<u>\$ 30,564</u>	<u>\$ 9,378</u>	<u>\$ 15</u>

DEKALB 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 EDIT Capital Improvement Plan	American Heritage Village TIF	New Millennium Infrastructure	Cumulative Capital Development	Public Airport Capital Improvement	Cumulative Bridge
Receipts:						
Taxes	\$ -	\$ -	\$ 249,160	\$ 391,721	\$ -	\$ 376,359
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	978,894	-	-	40,792	78,738	39,193
Charges for services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	432	-	-	-	9,531
Total receipts	978,894	432	249,160	432,513	78,738	425,083
Disbursements:						
General government	-	-	-	-	1,207	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	276,109
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	504,529	-	-
Interfund loans	-	-	-	650,000	-	450,000
Debt service:						
Principal	-	-	160,000	-	-	-
Interest	-	-	72,735	-	-	-
Capital outlay:						
General government	-	-	-	-	149,621	-
Public safety	-	-	-	-	-	-
Highways and streets	561,153	-	-	-	-	822,360
Health and welfare	-	-	-	-	-	-
Total disbursements	561,153	-	232,735	1,154,529	150,828	1,548,469
Excess (deficiency) of receipts over disbursements	417,741	432	16,425	(722,016)	(72,090)	(1,123,386)
Cash and investment fund balance - beginning	150,980	39,234	39,545	1,735,191	92,659	2,312,713
Cash and investment fund balance - ending	\$ 568,721	\$ 39,666	\$ 55,970	\$ 1,013,175	\$ 20,569	\$ 1,189,327
Cash and Investment Assets - Ending						
Cash and investments	\$ 568,721	\$ 39,666	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	55,970	1,013,175	20,569	1,189,327
Total cash and investment assets - ending	\$ 568,721	\$ 39,666	\$ 55,970	\$ 1,013,175	\$ 20,569	\$ 1,189,327
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	55,970	1,013,175	20,569	1,189,327
Unrestricted	568,721	39,666	-	-	-	-
Total cash and investment fund balance - ending	\$ 568,721	\$ 39,666	\$ 55,970	\$ 1,013,175	\$ 20,569	\$ 1,189,327

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

	Cumulative Jail	General Drain Improvement	Aviation Grant	Alternate Dispute Resolution	Sheriff's Commissary	Totals
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,872,577
Special assessments	-	-	-	-	-	584,334
Licenses and permits	-	-	-	-	-	39,415
Intergovernmental	-	-	-	-	-	6,384,512
Charges for services	-	431,323	-	1,250	70,013	1,141,555
Interfund loans	-	-	-	-	-	200,000
Other	-	-	-	-	-	553,919
Total receipts	-	431,323	-	1,250	70,013	12,776,312
Disbursements:						
General government	-	388,304	-	-	-	1,944,686
Public safety	-	-	-	-	87,349	769,491
Highways and streets	-	-	-	-	-	3,439,376
Health and welfare	-	-	-	-	-	3,426,000
Economic development	-	-	-	-	-	511,259
Interfund loans	-	-	-	-	-	1,550,000
Debt service:						
Principal	-	-	-	-	-	648,063
Interest	-	-	-	-	-	180,778
Capital outlay:						
General government	-	-	-	-	-	230,725
Public safety	-	-	-	-	-	69,003
Highways and streets	-	-	-	-	-	1,605,889
Health and welfare	-	-	-	-	-	8,191
Total disbursements	-	388,304	-	-	87,349	14,383,461
Excess (deficiency) of receipts over disbursements	-	43,019	-	1,250	(17,336)	(1,607,149)
Cash and investment fund balance - beginning	920	1,093,294	11,528	-	27,606	13,712,285
Cash and investment fund balance - ending	<u>\$ 920</u>	<u>\$ 1,136,313</u>	<u>\$ 11,528</u>	<u>\$ 1,250</u>	<u>\$ 10,270</u>	<u>\$ 12,105,136</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ -	\$ -	\$ 1,250	\$ 10,270	\$ 5,503,018
Restricted assets:						
Cash and investments	920	1,136,313	11,528	-	-	6,602,118
Total cash and investment assets - ending	\$ 920	\$ 1,136,313	\$ 11,528	\$ 1,250	\$ 10,270	\$ 12,105,136
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 289,720
Highways and streets	-	-	-	-	-	2,068,702
Health and welfare	-	-	-	-	-	540,109
Debt service	-	-	-	-	-	275,785
Capital outlay	920	1,136,313	11,528	-	-	3,427,802
Unrestricted	-	-	-	1,250	10,270	5,503,018
Total cash and investment fund balance - ending	\$ 920	\$ 1,136,313	\$ 11,528	\$ 1,250	\$ 10,270	\$ 12,105,136

DEKALB COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 INTERNAL SERVICE FUNDS
 As of and for the Year Ended December 31, 2007

	<u>Self- Insurance</u>	<u>Self- Insurance Surplus</u>	<u>Totals</u>
Operating receipts:			
Miscellaneous	\$ 2,102,492	\$ 3,339	\$ 2,105,831
Operating disbursements:			
Insurance claims and expense	2,267,361	-	2,267,361
Excess (deficiency) of receipts over disbursements	(164,869)	3,339	(161,530)
Transfers in	100,000	-	100,000
Transfers out	-	(100,000)	(100,000)
Deficiency of receipts and transfers in over disbursements and transfers out	(64,869)	(96,661)	(161,530)
Cash and investment fund balance - beginning	(105,716)	210,671	104,955
Cash and investment fund balance - ending	<u>\$ (170,585)</u>	<u>\$ 114,010</u>	<u>\$ (56,575)</u>
<u>Cash and Investment Assets - December 31</u>			
Cash and investments	<u>\$ (170,585)</u>	<u>\$ 114,010</u>	<u>\$ (56,575)</u>
<u>Cash and Investment Fund Balance - December 31</u>			
Unrestricted	<u>\$ (170,585)</u>	<u>\$ 114,010</u>	<u>\$ (56,575)</u>

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

	Welfare Trust	Town Court Costs	Congressional School Principal	Congressional School Interest	Surplus Tax Sale	Tax Sale Redemption	Surplus Tax
Additions:							
Agency fund additions	\$ 73,153	\$ 9,700	\$ -	\$ 655	\$ -	\$ 118,098	\$ 31,082
Deductions:							
Agency fund deductions	84,633	9,304	-	707	698,557	129,382	11,592
Excess (deficiency) of total additions over total deductions	(11,480)	396	-	(52)	(698,557)	(11,284)	19,490
Cash and investment fund balance - beginning	19,376	4,504	17,684	17,863	808,613	11,327	69,921
Cash and investment fund balance - ending	<u>\$ 7,896</u>	<u>\$ 4,900</u>	<u>\$ 17,684</u>	<u>\$ 17,811</u>	<u>\$ 110,056</u>	<u>\$ 43</u>	<u>\$ 89,411</u>

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

	Overweight Vehicle Fines	Sheriff Response Team	Infraction Judgements	Inheritance Tax	Deferred Compensation	Payroll Withholdings YMCA	Employees Retirement Fund
Additions:							
Agency fund additions	\$ 265	\$ 37,828	\$ 193,897	\$ 538,694	\$ 34,150	\$ 2,966	\$ 166,403
Deductions:							
Agency fund deductions	265	39,956	199,778	478,429	34,150	4,063	166,403
Excess (deficiency) of total additions over total deductions	-	(2,128)	(5,881)	60,265	-	(1,097)	-
Cash and investment fund balance - beginning	-	4,097	18,988	140,292	-	1,097	225
Cash and investment fund balance - ending	\$ -	\$ 1,969	\$ 13,107	\$ 200,557	\$ -	\$ -	\$ 225

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

	<u>Payroll Withholding Federal</u>	<u>Payroll Withholding State</u>	<u>Payroll Withholding Local Tax</u>	<u>Credit Union</u>	<u>Life Insurance</u>	<u>Health Insurance</u>
Additions:						
Agency fund additions	<u>\$ 688,557</u>	<u>\$ 230,663</u>	<u>\$ 95,146</u>	<u>\$ 162,075</u>	<u>\$ 20,984</u>	<u>\$ 181,904</u>
Deductions:						
Agency fund deductions	<u>688,557</u>	<u>229,320</u>	<u>94,667</u>	<u>162,075</u>	<u>20,984</u>	<u>181,904</u>
Excess (deficiency) of total additions over total deductions	-	1,343	479	-	-	-
Cash and investment fund balance - beginning	<u>-</u>	<u>18,458</u>	<u>7,725</u>	<u>-</u>	<u>(12)</u>	<u>51</u>
Cash and investment fund balance - ending	<u><u>\$ -</u></u>	<u><u>\$ 19,801</u></u>	<u><u>\$ 8,204</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (12)</u></u>	<u><u>\$ 51</u></u>

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

	Wage Garnishment	Insurance Other	Insurance Other 2	Special Death Benefit	Payroll Withholding United Way	Ambulance/ EMS
Additions:						
Agency fund additions	\$ 1,167	\$ 69,751	\$ 6,184	\$ 4,980	\$ 728	\$ 72,396
Deductions:						
Agency fund deductions	1,167	69,720	-	4,895	1,004	77,823
Excess (deficiency) of total additions over total deductions	-	31	6,184	85	(276)	(5,427)
Cash and investment fund balance - beginning	-	-	7,692	380	276	55,800
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 31</u>	<u>\$ 13,876</u>	<u>\$ 465</u>	<u>\$ -</u>	<u>\$ 50,373</u>

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

	Late Surrender Fees	Innkeepers Tax	Payroll Withholding Medicare	Mortgage Fees State Share	Interstate Compact	Surplus Dog Tax
Additions:						
Agency fund additions	\$ 6,000	\$ 259,768	\$ 510,109	\$ 5,970	\$ 187	\$ -
Deductions:						
Agency fund deductions	-	259,768	510,109	6,145	225	-
Excess (deficiency) of total additions over total deductions	6,000	-	-	(175)	(38)	-
Cash and investment fund balance - beginning	57,850	-	-	605	38	50
Cash and investment fund balance - ending	<u>\$ 63,850</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 430</u>	<u>\$ -</u>	<u>\$ 50</u>

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

	<u>Coroners Education</u>	<u>Tax Distribution</u>	<u>County Treasurer</u>	<u>Sheriff Donation (Drug Enforcement)</u>	<u>Ditch Surplus</u>	<u>Payroll Withholdings- Child Support</u>
Additions:						
Agency fund additions	<u>\$ 2,620</u>	<u>\$ 60,971,964</u>	<u>\$ 59,228,371</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 21,979</u>
Deductions:						
Agency fund deductions	<u>2,598</u>	<u>59,405,271</u>	<u>59,046,617</u>	<u>-</u>	<u>3</u>	<u>21,979</u>
Excess (deficiency) of total additions over total deductions	22	1,566,693	181,754	-	(3)	-
Cash and investment fund balance - beginning	<u>221</u>	<u>208,599</u>	<u>301,671</u>	<u>1,975</u>	<u>642</u>	<u>-</u>
Cash and investment fund balance - ending	<u>\$ 243</u>	<u>\$ 1,775,292</u>	<u>\$ 483,425</u>	<u>\$ 1,975</u>	<u>\$ 639</u>	<u>\$ -</u>

DEKALB 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	Clerk of the Circuit Court	County Recorder	County Home Trust	Police Pension	Totals
Additions:						
Agency fund additions	\$ 1,249,959	\$ 4,311,574	\$ 205,753	\$ 155,697	\$ 24,313	\$ 129,695,690
Deductions:						
Agency fund deductions	1,249,959	4,300,929	205,753	158,178	24,313	128,581,182
Excess (deficiency) of total additions over total deductions	-	10,645	-	(2,481)	-	1,114,508
Cash and investment fund balance - beginning	-	274,670	-	8,965	62	2,059,705
Cash and investment fund balance - ending	\$ -	\$ 285,315	\$ -	\$ 6,484	\$ 62	\$ 3,174,213

DEKALB 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	\$ 4,006,666
Infrastructure	78,278,070
Buildings	12,198,201
Improvements other than buildings	6,703,356
Machinery and equipment	<u>5,643,245</u>
Total governmental activities, capital assets not being depreciated	<u>\$ 106,829,538</u>

DEKALB 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 lease:		
2002 Aviation Lease	\$ 1,585,000	\$ 494,100
Notes and loans payable:		
2002 Aviation Loan	59,738	13,446
2004 Aviation Loan	562,096	65,411
Bonds payable:		
2004 Mini-Mill Redevelopment TIF Bond	<u>10,850,000</u>	<u>1,402,000</u>
Total governmental activities debt	<u>\$ 13,056,834</u>	<u>\$ 1,974,957</u>

SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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

TO: THE OFFICIALS OF DEKALB COUNTY, INDIANA

Compliance

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

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

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

Internal Control Over Compliance

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

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

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

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

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

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

December 15, 2008

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

Federal Grantor Agency/Pass-Through Entity Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Direct grant			
Public Safety Partnership and Community Policing Grants	16.710	2006-CKWX-0692	\$ 50,992
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Direct grant			
Airport Improvement Grants	20.106		
Environmental Assessment for South Development Area		3-18-0004-11	46,999
Environmental Assessment for Runway 27 Extension		3-18-0004-12	11,486
Wetland Mitigation Easement Acquisition		3-18-0004-13	147,231
Install Perimeter Fencing (Design)		3-18-0004-14	60,475
Total for program			266,191
Pass-Through Indiana Department of Transportation Formula Grants For Other Than Urbanized Areas	20.509	1802565P	8,066
Total For Federal Grantor Agency			274,257
<u>U.S. ELECTIONS ASSISTANCE COMMISSION</u>			
Pass-Through Indiana Secretary of State Office Help America Vote Act	90.401		9,900
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana Family and Social Services Administration			
Child Support Enforcement	93.563		
County Prosecutor's Expenditures			139,071
County Clerk of the Circuit Court Expenditures			34,300
Indirect Cost			77,716
Incentives			56,572
Total For Federal Grantor Agency			307,659
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Homeland Security			
Pre-Disaster Mitigation (PDM) Competitive Grant Program	97.017	C44P-6-156	24,000
Disaster Grants - Public Assistance (Presidentially Declared) Snow Emergency	97.036	3274	27,701
Emergency Management Performance Grants	97.042	EMPG -2006	17,578
Homeland Security Grant Program	97.067	FY 2005	10,968
State Homeland Security Program	97.073	FY 2006	54,264
Total for federal grantor agency			134,511
Total federal awards expended			\$ 777,319

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

DEKALB 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 DeKalb 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, 2005:

Program Title	Federal CFDA Number	2007
Public Safety Partnership and Community Policing Grants	16.710	\$ 50,992
Formula Grants For Other Than Urbanized Areas	20.509	8,066

DEKALB COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

Material weaknesses identified?	no
Significant deficiencies identified that are not considered to be material weaknesses?	none reported

Noncompliance material to financial statements noted? no

Federal Awards:

Internal control over major programs:

Material weaknesses identified?	no
Significant deficiencies identified that are not considered to be material weaknesses?	none reported

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

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

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
20.106	Airport Improvement Program
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

None reported.

Section III – Federal Award Findings and Questioned Costs

None reported.

DEKALB COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

DEKALB COUNTY
EXIT CONFERENCE

The contents of this report were discussed on December 15, 2008, with John W. Fetters, Auditor; William C. Ort, President of the Board of County Commissioners; Don Kaufman and Donald Grogg, County Commissioners; and Keith A. Crow and Janet Ordway, County Council members. Our audit disclosed no material items that warrant comment at this time.