

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

ANNUAL FINANCIAL REPORT

2008

FULTON COUNTY, INDIANA



FILED

08/14/2009

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Denise Chandler Judy Reed	01-01-05 to 12-31-08 01-01-09 to 12-31-12
Treasurer	Judy Reed Lori Hurst	01-01-05 to 12-31-08 01-01-09 to 12-31-12
Clerk	Letty Mckee	01-01-07 to 12-31-10
Sheriff	Walker Conley	01-01-07 to 12-31-10
Recorder	Cathy Ginther	01-01-07 to 12-31-10
President of the Board of County Commissioners	Richard A. Powell Mark Rodriquez	01-01-08 to 12-31-08 01-01-09 to 12-31-09
President of the County Council	James L. Widman	01-01-08 to 12-31-09



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

TO: THE OFFICIALS OF FULTON COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Fulton County (County), as of and for the year ended December 31, 2008, which collectively comprise the County's basic financial statements as listed in the Table of Contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

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

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

In our opinion, except that the omission of the component units of the County referred to in the preceding paragraph results in incomplete presentation, the financial statements referred to above present fairly, in all material respects, the respective cash and investment balances of the governmental activities, each major fund, and the aggregate remaining fund information of the County as of December 31, 2008, 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 July 6, 2009, on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

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

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

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

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The Combining Schedules, as listed in the Table of Contents, Schedule of Capital Assets, and Schedule of Long-Term Debt are presented for additional analysis and are not required parts of the basic financial statements. The Combining Schedules, as listed in the Table of Contents, have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The Schedule of Capital Assets and Schedule of Long-Term Debt have not been subjected to the auditing procedures applied by us in the audit of the basic financial statements and, accordingly, we express no opinion on them.

STATE BOARD OF ACCOUNTS

July 6, 2009



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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 FULTON COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Fulton County (County), as of and for the year ended December 31, 2008, which collectively comprise the County's basic financial statements and have issued our report thereon dated July 6, 2009. The opinions to the financial statements were qualified due to the omission of component units which results in incomplete presentation. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

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

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

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

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

Compliance and Other Matters

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

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

July 6, 2009

FULTON COUNTY
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS
For The Year Ended December 31, 2008

<u>Functions/Programs</u>	<u>Disbursements</u>	<u>Program Receipts</u>			<u>Net (Disbursement Receipt and Changes in Net Assets</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Primary Government</u>
					<u>Governmental Activities</u>
Primary government:					
Governmental activities:					
General government	\$ 6,343,591	\$ 1,255,928	\$ -	\$ -	\$ (5,087,663)
Public safety	2,574,898	845,824	5,045	183,215	(1,540,814)
Highways and streets	2,673,162	-	1,880,865	211,458	(580,839)
Sanitation	38,089	242	-	-	(37,847)
Health and welfare	2,534,404	62,674	79,478	-	(2,392,252)
Economic development	568,395	-	-	-	(568,395)
Culture and recreation	5,197	-	-	-	(5,197)
Principal and interest on indebtedness	687,000	-	-	-	(687,000)
Total primary government	\$ 15,424,736	\$ 2,164,668	\$ 1,965,388	\$ 394,673	(10,900,007)
General receipts:					
Property taxes					4,446,599
Income taxes					1,461,055
Intergovernmental					2,086,849
Other local sources					2,029,960
Grants and contributions not restricted to specific programs					76,826
Investment earnings					450,039
Total general receipts					10,551,328
Change in net assets					(348,679)
Net assets - beginning					14,701,391
Net assets - ending					\$ 14,352,712
<u>Assets</u>					
Cash and investments					\$ 8,477,675
Restricted assets:					
Cash and investments					5,875,037
Total assets					\$ 14,352,712
<u>Net Assets</u>					
Restricted for:					
General government					\$ 109,330
Public safety					558,117
Highways and streets					899,669
Health and welfare					515,232
Debt service					958,948
Capital outlay					2,833,741
Unrestricted					8,477,675
Total net assets					\$ 14,352,712

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

FULTON 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, 2008

	General	Drainage Maintenance	Highway	Family And Children	Host Agreement Environment	Other Governmental Funds	Totals
Receipts:							
Taxes	\$ 4,035,521	\$ -	\$ -	\$ 688,300	\$ -	\$ 1,753,633	\$ 6,477,454
Special assessments	-	349,835	-	-	-	-	349,835
Licenses and permits	3,730	-	2,045	-	-	56,704	62,479
Intergovernmental	712,548	-	1,880,865	140,924	-	1,360,247	4,094,584
Charges for services	190,984	1,512	-	605,054	-	629,412	1,426,962
Fines and forfeits	201,484	-	-	-	-	282,025	483,509
Other	611,645	89,917	469,371	-	128,162	612,229	1,911,324
Total receipts	5,755,912	441,264	2,352,281	1,434,278	128,162	4,694,250	14,806,147
Disbursements:							
General government	3,858,359	381,437	-	-	181,458	1,775,906	6,197,160
Public safety	1,839,059	-	-	-	-	725,360	2,564,419
Highways and streets	-	-	2,016,052	-	-	399,520	2,415,572
Sanitation	-	-	-	-	-	38,089	38,089
Health and welfare	38,789	-	-	2,169,522	-	325,923	2,534,234
Economic development	-	-	-	-	-	568,395	568,395
Culture and recreation	-	-	-	-	-	5,197	5,197
Debt service:							
Principal	-	-	-	-	-	475,000	475,000
Interest	-	-	-	-	-	212,000	212,000
Capital outlay:							
General government	33,221	-	-	-	-	113,210	146,431
Public safety	-	-	-	-	-	10,479	10,479
Highways and streets	-	-	137,656	-	-	119,934	257,590
Health and welfare	-	-	-	-	-	170	170
Total disbursements	5,769,428	381,437	2,153,708	2,169,522	181,458	4,769,183	15,424,736
Excess (deficiency) of receipts over disbursements	(13,516)	59,827	198,573	(735,244)	(53,296)	(74,933)	(618,589)
Other financing sources (uses):							
Transfers in	-	-	-	-	-	102,041	102,041
Transfers out	(15,000)	(86,081)	-	-	-	(960)	(102,041)
Other receipts	55,385	-	-	-	-	214,525	269,910
Total other financing sources (uses)	40,385	(86,081)	-	-	-	315,606	269,910
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	26,869	(26,254)	198,573	(735,244)	(53,296)	240,673	(348,679)
Cash and investment fund balance - beginning	1,534,808	1,656,399	656,120	1,141,697	1,930,658	7,781,709	14,701,391
Cash and investment fund balance - ending	\$ 1,561,677	\$ 1,630,145	\$ 854,693	\$ 406,453	\$ 1,877,362	\$ 8,022,382	\$ 14,352,712
Cash and Investment Assets - Ending							
Cash and investments	\$ 1,561,677	\$ 1,630,145	\$ -	\$ -	\$ 1,877,362	\$ 3,408,491	\$ 8,477,675
Restricted assets:							
Cash and investments	-	-	854,693	406,453	-	4,613,891	5,875,037
Total cash and investment assets - ending	\$ 1,561,677	\$ 1,630,145	\$ 854,693	\$ 406,453	\$ 1,877,362	\$ 8,022,382	\$ 14,352,712
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 109,330	\$ 109,330
Public safety	-	-	-	-	-	558,117	558,117
Highways and streets	-	-	854,693	-	-	44,976	899,669
Health and welfare	-	-	-	406,453	-	108,779	515,232
Debt service	-	-	-	-	-	958,948	958,948
Capital outlay	-	-	-	-	-	2,833,741	2,833,741
Unrestricted	1,561,677	1,630,145	-	-	1,877,362	3,408,491	8,477,675
Total cash and investment fund balance - ending	\$ 1,561,677	\$ 1,630,145	\$ 854,693	\$ 406,453	\$ 1,877,362	\$ 8,022,382	\$ 14,352,712

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

FULTON COUNTY
STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
FIDUCIARY FUNDS
For The Year Ended December 31, 2008

	<u>Pension Trust Funds</u>	<u>Private-Purpose Trust Funds</u>	<u>Agency Funds</u>
Additions:			
Contributions:			
Employer	\$ 72,323	\$ -	
Plan members	<u>12,514</u>	<u>-</u>	
Total contributions	<u>84,837</u>	<u>-</u>	
Investment earnings:			
Interest	<u>37,954</u>	<u>-</u>	
Total additions	<u>122,791</u>	<u>-</u>	
Deductions:			
Benefits	41,120	-	
Administrative and general	15,152	-	
Agency fund deductions	<u>66,426</u>	<u>-</u>	
Total deductions	<u>122,698</u>	<u>-</u>	
Excess of total additions over total deductions	93	-	
Cash and investment fund balance - beginning	<u>1,491,363</u>	<u>21,923</u>	
Cash and investment fund balance - ending	<u>\$ 1,491,456</u>	<u>\$ 21,923</u>	<u>\$ 1,654,634</u>

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

FULTON 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: Fulton County

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

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

Related Organizations

The County's officials are also responsible for appointing the members of the boards of other organizations, but the County's accountability for these organizations does not extend beyond making the appointments. The County appoints the board members of the Fulton County Library Board, Housing Authority Board and Alcohol and Beverage Commission.

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. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues.

Fund Financial Statements

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

The County reports the following major governmental funds:

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

FULTON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

The drainage maintenance fund is used to account for ditch assessments imposed for the maintenance and upkeep of county ditches and costs associated with that upkeep.

The highway fund accounts for the state motor vehicle highway distributions. Funds may be used for the direct and indirect costs of repair and maintenance of the County's roads.

The family and children fund accounts for the costs of providing various assistance programs administered by the Indiana Family and Social Services Administration and the Indiana Division of Family Resources. Financing is provided by property taxes and state and federal reimbursements.

The host agreement environmental fund accounts for host fees received from the County landfill and is expended on general costs associated with county government.

Additionally, the County reports the following fund types:

The pension trust funds account for the activities of the sheriff's retirement trust and the sheriff's benefit 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's jurisdiction.

Agency funds account for assets held by the County as an agent for other governmental agencies and county offices and serve as control of accounts for certain cash transactions during the time they are a liability to the County.

C. Measurement Focus and Basis of Accounting

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

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

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

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

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.

FULTON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

3. Capital Assets

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

4. Long-Term Debt

Long-term debt arising from cash basis transactions of governmental and proprietary funds is not reported as liabilities in the basic financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as disbursements.

5. Equity Classification

Government-Wide Statements

Equity is classified as net assets and displayed in two components:

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

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

Fund Financial Statements

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

FULTON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

E. Receipts and Disbursements

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.

F. Internal and Interfund Balances and Activities

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

Fund Financial Statements

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

Government-Wide Financial Statements

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

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

II. Stewardship, Compliance and Accountability

Budgetary Information

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

FULTON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

III. Detailed Notes on All Funds

A. Deposits and Investments

1. Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. Indiana Code 5-13-8-1 allows a political subdivision of the State of Indiana to deposit public funds in a financial institution only if the financial institution is a depository eligible to receive state funds and has a principal office or branch that qualifies to receive public funds of the political subdivision. The County does not have a deposit policy for custodial credit risk. At December 31, 2008, the County had deposit balances in the amount of \$15,375,203. 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, 2008, the County and the Sheriff's Retirement and Benefit Plan had the following investments:

Investment Type	Sheriff's Retirement and Benefit Pension Plans
U.S. treasuries and securities	\$ 520,000
Mutual funds	805,743
Total	\$ <u>1,325,743</u>

FULTON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Statutory Authorization for Investments

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

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

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

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

Investment Custodial Credit Risk

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

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

There were no investments held by the County and the Sheriff's Retirement and Benefit Pension Plans exposed to custodial credit risks. All investments are insured and registered with securities held by the counterparty, or the counterparty's trust department or agent, in the government's name.

FULTON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Interest Rate Risk

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

As of December 31, 2008, the Sheriff's Pension and Benefit Plans have no investments subject to interest risk.

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. 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.

Concentration of Credit Risk

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

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

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

Sheriff's Retirement and Benefit Pension Plans:

<u>Issuer</u>	<u>2008</u>
Dodge & Cox International Stock Fund	\$ 161,000
Dodge & Cox Stock Fund #145	166,000
Fidelity Value Fund #39	67,500
T Rowe Price Growth Stock Fund	161,000
T Rowe Price Growth Emerging Markets	28,000
Royce Low Price Stock Fund #266	67,000
SPDR Trust Series 1	<u>155,243</u>
Total	<u>\$ 805,743</u>

FULTON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Foreign Currency Risk

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

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

Sheriff's Retirement and Benefit Pension Plans:

Investment Type and Currency Denomination	2008	
	Foreign Currency	U.S. Dollar
Mutual funds	\$ -	\$ 161,000

B. Interfund Transfers

Interfund transfers for the year ended December 31, 2008, were as follows:

Transfer From	Transfer To	2008
General Fund	General Drain Improvement	\$ 15,000
Drainage Maintenance	General Drain Improvement	86,081
Zanger Hicks	General Drain Improvement	441
Dan Kelly Tile Arm	General Drain Improvement	519
Total		\$ 102,041

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; job related illnesses or injuries to employees; medical benefits to employees, retirees, and dependents (excluding postemployment benefits); and natural disasters are covered by commercial insurance from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years. There were no significant reductions in insurance by major category of risk.

FULTON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

B. Holding Corporations

The County has entered into a capital lease with Fulton County Hospital Association (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 \$264,000.

The County has entered into a capital lease with Fulton County 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. Lease payments during the year totaled \$423,000.

C. 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.

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

FULTON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Funding Policy and Annual Pension Cost

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

2. County Police Retirement Plan

Plan Description

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

Funding Policy and Annual Pension Cost

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

3. County Police Benefit Plan

Plan Description

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

Funding Policy and Annual Pension Cost

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

FULTON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Actuarial Information for the Above Plans

	PERF	County Police Retirement Plan	County Police Benefit Plan
Annual required contribution	\$ 45,915	\$ 41,334	\$ 43,523
Interest on net pension obligation	(421)	(412)	(99)
Adjustment to annual required contribution	705	756	182
Annual pension cost	46,199	41,678	43,606
Contributions made	48,624	37,207	48,201
Increase (decrease) in net pension obligation	(2,425)	4,471	(4,595)
Net pension obligation, beginning of year	(6,011)	(5,887)	(1,416)
Net pension obligation, end of year	<u>\$ (8,436)</u>	<u>\$ (1,416)</u>	<u>\$ (6,011)</u>

	PERF	County Police Retirement Plan	County Police Benefit Plan
Contribution rates:			
County	3%	13%	1%
Plan members	3%	6%	6%
Actuarial valuation date	07-01-08	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	PERF	County Police Retirement Plan	County Police Benefit Plan
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%

FULTON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Three Year Trend Information

	<u>Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
PERF	06-30-06	\$ 167,096	92%	\$ (123,453)
	06-30-07	187,334	90%	(103,805)
	06-30-08	188,981	101%	(105,860)
County Police Retirement Plan	12-31-05	41,678	90%	(8,436)
	12-31-06	43,523	110.7%	(1,416)
	12-31-07	46,199	105.9%	(6,011)
County Police Benefit Plan	12-31-05	4,378	0%	-
	12-31-06	4,005	0%	-
	12-31-07	3,582	0%	-

Note: 2008 information was not available for the County Police Retirement and Benefit Plans.

FULTON 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)
07-01-06	\$ 2,675,741	\$ 2,938,611	\$ (262,870)	91%	\$ 2,824,759	(9%)
07-01-07	2,956,665	3,179,616	(222,951)	93%	2,843,313	(8%)
07-01-08	3,259,899	3,623,113	(363,214)	90%	3,105,279	(12%)

County Police Retirement Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
12-31-03	\$ 868,326	\$ *	\$ *	*	\$ 318,219	N/A
12-31-04	858,879	*	*	*	328,684	N/A
12-31-05	901,125	*	*	*	308,071	N/A
12-31-06	1,008,375	*	*	*	352,746	N/A
12-31-07	1,148,786	*	*	*	320,204	N/A
12-31-08	1,277,268	1,386,938	(109,670)	92%	345,941	(32%)

*Information not available

FULTON 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, 2008

	Local Road and Street	Clerk's Incentive	Accident Report	Firearms Training	Health	Health Prenatal	Health - WIC
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 157,399	\$ -	\$ -
Licenses and permits	-	-	-	-	15,908	-	-
Intergovernmental	211,458	-	-	-	24,570	-	68,035
Charges for services	-	-	4,339	8,738	5,970	-	-
Fines and forfeits	-	9,249	-	-	-	-	-
Other	-	-	-	-	26	-	-
Total receipts	211,458	9,249	4,339	8,738	203,873	-	68,035
Disbursements:							
General government	-	3,124	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Highways and streets	64,037	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	185,103	-	76,523
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Highways and streets	119,934	-	-	-	-	-	-
Health and welfare	-	-	-	-	170	-	-
Total disbursements	183,971	3,124	-	-	185,273	-	76,523
Excess (deficiency) of receipts over disbursements	27,487	6,125	4,339	8,738	18,600	-	(8,488)
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	27,487	6,125	4,339	8,738	18,600	-	(8,488)
Cash and investment fund balance - beginning	17,489	16,982	11,960	23,734	79,838	4,976	9,019
Cash and investment fund balance - ending	\$ 44,976	\$ 23,107	\$ 16,299	\$ 32,472	\$ 98,438	\$ 4,976	\$ 531
Cash and Investment Assets - Ending							
Cash and investments	\$ -	\$ 23,107	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	44,976	-	16,299	32,472	98,438	4,976	531
Total cash and investment assets - ending	\$ 44,976	\$ 23,107	\$ 16,299	\$ 32,472	\$ 98,438	\$ 4,976	\$ 531
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	16,299	32,472	-	-	-
Highways and streets	44,976	-	-	-	-	-	-
Health and welfare	-	-	-	-	98,438	4,976	531
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	23,107	-	-	-	-	-
Total cash and investment fund balance - ending	\$ 44,976	\$ 23,107	\$ 16,299	\$ 32,472	\$ 98,438	\$ 4,976	\$ 531

FULTON 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, 2008
 (Continued)

	Alcohol and Drug Services	Interstate Compact	Landfill	Law Enforcement Continuing Education	Operation Pullover	Emergency Telephone System	Drug Free Community
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	632	-	-	-	2,550	77,169	-
Charges for services	-	150	-	-	-	208,098	-
Fines and forfeits	45,605	-	-	-	-	-	17,802
Other	1,239	-	12,743	1,396	-	6,435	-
Total receipts	47,476	150	12,743	1,396	2,550	291,702	17,802
Disbursements:							
General government	-	-	-	-	2,520	-	-
Public safety	48,013	150	-	1,220	-	257,912	8,259
Highways and streets	-	-	-	-	-	-	-
Sanitation	-	-	38,089	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	1,448	-	-	-	-	8,025	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Total disbursements	49,461	150	38,089	1,220	2,520	265,937	8,259
Excess (deficiency) of receipts over disbursements	(1,985)	-	(25,346)	176	30	25,765	9,543
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,985)	-	(25,346)	176	30	25,765	9,543
Cash and investment fund balance - beginning	52,096	-	677,475	8,264	25	327,836	20,774
Cash and investment fund balance - ending	\$ 50,111	\$ -	\$ 652,129	\$ 8,440	\$ 55	\$ 353,601	\$ 30,317
Cash and Investment Assets - Ending							
Cash and investments	\$ 50,111	\$ -	\$ 652,129	\$ 8,440	\$ 55	\$ -	\$ -
Restricted assets:							
Cash and investments	-	-	-	-	-	353,601	30,317
Total cash and investment assets - ending	\$ 50,111	\$ -	\$ 652,129	\$ 8,440	\$ 55	\$ 353,601	\$ 30,317
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	353,601	30,317
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	50,111	-	652,129	8,440	55	-	-
Total cash and investment fund balance - ending	\$ 50,111	\$ -	\$ 652,129	\$ 8,440	\$ 55	\$ 353,601	\$ 30,317

FULTON 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, 2008
 (Continued)

	Emergency Planning and Right to Know	Parks and Recreation	Prosecutor IV-D	Extradition	Juvenile Probation Service	Adult Probation Services	Sheriff's Commissary
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	4,957	4,005	-	-	-	-	-
Charges for services	-	999	13,258	-	4,996	17,055	112,763
Fines and forfeits	-	-	-	-	-	-	-
Other	-	5,000	-	-	-	-	-
Total receipts	4,957	10,004	13,258	-	4,996	17,055	112,763
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	3,352	-	-	-	3,318	25,814	125,112
Highways and streets	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-
Health and welfare	-	-	3,725	-	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	5,197	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Total disbursements	3,352	5,197	3,725	-	3,318	25,814	125,112
Excess (deficiency) of receipts over disbursements	1,605	4,807	9,533	-	1,678	(8,759)	(12,349)
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,605	4,807	9,533	-	1,678	(8,759)	(12,349)
Cash and investment fund balance - beginning	11,789	64,067	26,330	1,666	14,281	9,064	33,460
Cash and investment fund balance - ending	<u>\$ 13,394</u>	<u>\$ 68,874</u>	<u>\$ 35,863</u>	<u>\$ 1,666</u>	<u>\$ 15,959</u>	<u>\$ 305</u>	<u>\$ 21,111</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ 13,394	\$ 68,874	\$ 35,863	\$ 1,666	\$ 15,959	\$ 305	\$ -
Restricted assets:							
Cash and investments	-	-	-	-	-	-	21,111
Total cash and investment assets - ending	<u>\$ 13,394</u>	<u>\$ 68,874</u>	<u>\$ 35,863</u>	<u>\$ 1,666</u>	<u>\$ 15,959</u>	<u>\$ 305</u>	<u>\$ 21,111</u>
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-	21,111
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	13,394	68,874	35,863	1,666	15,959	305	-
Total cash and investment fund balance - ending	<u>\$ 13,394</u>	<u>\$ 68,874</u>	<u>\$ 35,863</u>	<u>\$ 1,666</u>	<u>\$ 15,959</u>	<u>\$ 305</u>	<u>\$ 21,111</u>

FULTON 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, 2008
 (Continued)

	Probation Users Fees	Recorder's Records Perpetuation	User Fee	Health Maintenance	Pretrial Diversion	Guardian Ad Litem
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	24,860	-	5,138
Charges for services	159,309	22,521	-	-	-	-
Fines and forfeits	-	-	129,916	-	62,220	-
Other	3,165	319	-	6,215	-	-
Total receipts	162,474	22,840	129,916	31,075	62,220	5,138
Disbursements:						
General government	-	23,728	117,202	-	-	9,094
Public safety	188,586	-	-	-	37,515	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	22,947	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	1,006	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Total disbursements	188,586	23,728	117,202	22,947	38,521	9,094
Excess (deficiency) of receipts over disbursements	(26,112)	(888)	12,714	8,128	23,699	(3,956)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(26,112)	(888)	12,714	8,128	23,699	(3,956)
Cash and investment fund balance - beginning	206,552	50,490	-	130,672	80,618	6,613
Cash and investment fund balance - ending	<u>\$ 180,440</u>	<u>\$ 49,602</u>	<u>\$ 12,714</u>	<u>\$ 138,800</u>	<u>\$ 104,317</u>	<u>\$ 2,657</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 180,440	\$ -	\$ 12,714	\$ 138,800	\$ -	\$ -
Restricted assets:						
Cash and investments	-	49,602	-	-	104,317	2,657
Total cash and investment assets - ending	<u>\$ 180,440</u>	<u>\$ 49,602</u>	<u>\$ 12,714</u>	<u>\$ 138,800</u>	<u>\$ 104,317</u>	<u>\$ 2,657</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ 49,602	\$ -	\$ -	\$ -	\$ 2,657
Public safety	-	-	-	-	104,317	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	180,440	-	12,714	138,800	-	-
Total cash and investment fund balance - ending	<u>\$ 180,440</u>	<u>\$ 49,602</u>	<u>\$ 12,714</u>	<u>\$ 138,800</u>	<u>\$ 104,317</u>	<u>\$ 2,657</u>

FULTON 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, 2008
 (Continued)

	Plat Book	Supplemental Public Defender Service	Surveyor's Corner Perpetuation	Sheriff's Continuing Education	Jury Pay	Federal Emergency Management Grant
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	4,610	9,377	-	-
Fines and forfeits	-	-	-	-	5,951	-
Other	6,615	12,796	-	-	74	-
Total receipts	6,615	12,796	4,610	9,377	6,025	-
Disbursements:						
General government	27,309	-	600	-	-	-
Public safety	-	5,292	-	4,601	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Total disbursements	27,309	5,292	600	4,601	-	-
Excess (deficiency) of receipts over disbursements	(20,694)	7,504	4,010	4,776	6,025	-
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(20,694)	7,504	4,010	4,776	6,025	-
Cash and investment fund balance - beginning	51,221	12,163	44,472	37,441	2,564	68
Cash and investment fund balance - ending	<u>\$ 30,527</u>	<u>\$ 19,667</u>	<u>\$ 48,482</u>	<u>\$ 42,217</u>	<u>\$ 8,589</u>	<u>\$ 68</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 30,527	\$ 19,667	\$ -	\$ 42,217	\$ -	\$ 68
Restricted assets:						
Cash and investments	-	-	48,482	-	8,589	-
Total cash and investment assets - ending	<u>\$ 30,527</u>	<u>\$ 19,667</u>	<u>\$ 48,482</u>	<u>\$ 42,217</u>	<u>\$ 8,589</u>	<u>\$ 68</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ 48,482	\$ -	\$ 8,589	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	30,527	19,667	-	42,217	-	68
Total cash and investment fund balance - ending	<u>\$ 30,527</u>	<u>\$ 19,667</u>	<u>\$ 48,482</u>	<u>\$ 42,217</u>	<u>\$ 8,589</u>	<u>\$ 68</u>

FULTON 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, 2008
 (Continued)

	Voter Registration Board Enhancement	Transportation Grant	CDBG Repayments	Tobacco Grant	Bioterrorism Grant	Lake Bruce Conservancy Grant
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	183,215	-	39,750	-	490,250
Charges for services	-	-	-	-	-	-
Fines and forfeits	250	-	-	-	-	-
Other	-	-	6,283	-	1,000	-
Total receipts	250	183,215	6,283	39,750	1,000	490,250
Disbursements:						
General government	-	183,215	-	40,002	20,458	490,250
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	556	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Total disbursements	-	183,215	-	40,558	20,458	490,250
Excess (deficiency) of receipts over disbursements	250	-	6,283	(808)	(19,458)	-
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	250	-	6,283	(808)	(19,458)	-
Cash and investment fund balance - beginning	880	-	12,494	106,959	19,527	-
Cash and investment fund balance - ending	<u>\$ 1,130</u>	<u>\$ -</u>	<u>\$ 18,777</u>	<u>\$ 106,151</u>	<u>\$ 69</u>	<u>\$ -</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 1,130	\$ -	\$ 18,777	\$ 106,151	\$ 69	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 1,130</u>	<u>\$ -</u>	<u>\$ 18,777</u>	<u>\$ 106,151</u>	<u>\$ 69</u>	<u>\$ -</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	1,130	-	18,777	106,151	69	-
Total cash and investment fund balance - ending	<u>\$ 1,130</u>	<u>\$ -</u>	<u>\$ 18,777</u>	<u>\$ 106,151</u>	<u>\$ 69</u>	<u>\$ -</u>

FULTON 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, 2008
 (Continued)

	Public Health Coordinator	Atlas Collections	CAGIT Special Revenue	Tax Sale Fees	Property Reassessment #2	Rainy Day
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 82,332	\$ -
Licenses and permits	38,650	-	-	-	-	-
Intergovernmental	-	-	-	-	12,106	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	85	2,472	3,459	32,149	4,273	5,606
Total receipts	38,735	2,472	3,459	32,149	98,711	5,606
Disbursements:						
General government	34,848	2,483	14,600	29,338	135,946	5,657
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	300	-	-	-	-	11,550
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Total disbursements	35,148	2,483	14,600	29,338	135,946	17,207
Excess (deficiency) of receipts over disbursements	3,587	(11)	(11,141)	2,811	(37,235)	(11,601)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	214,525
Total other financing sources (uses)	-	-	-	-	-	214,525
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	3,587	(11)	(11,141)	2,811	(37,235)	202,924
Cash and investment fund balance - beginning	2,606	187	519,672	42,643	289,185	264,884
Cash and investment fund balance - ending	<u>\$ 6,193</u>	<u>\$ 176</u>	<u>\$ 508,531</u>	<u>\$ 45,454</u>	<u>\$ 251,950</u>	<u>\$ 467,808</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 6,193	\$ 176	\$ 508,531	\$ 45,454	\$ 251,950	\$ 467,808
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 6,193</u>	<u>\$ 176</u>	<u>\$ 508,531</u>	<u>\$ 45,454</u>	<u>\$ 251,950</u>	<u>\$ 467,808</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	6,193	176	508,531	45,454	251,950	467,808
Total cash and investment fund balance - ending	<u>\$ 6,193</u>	<u>\$ 176</u>	<u>\$ 508,531</u>	<u>\$ 45,454</u>	<u>\$ 251,950</u>	<u>\$ 467,808</u>

FULTON 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, 2008
 (Continued)

	Inmate Medical	Vote Reimbursement	Document Fee	Convention and Tourism	Community Host Fee	County Corrections
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	922	-	-	38,463	-	-
Fines and forfeits	-	-	10,932	-	-	-
Other	108	-	-	-	376,760	14,050
Total receipts	1,030	-	10,932	38,463	376,760	14,050
Disbursements:						
General government	-	-	-	-	400,000	-
Public safety	-	-	-	-	-	14,000
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	37,084	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Total disbursements	-	-	-	37,084	400,000	14,000
Excess (deficiency) of receipts over disbursements	1,030	-	10,932	1,379	(23,240)	50
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,030	-	10,932	1,379	(23,240)	50
Cash and investment fund balance - beginning	8,211	2,162	33,645	36,727	175,977	14,350
Cash and investment fund balance - ending	<u>\$ 9,241</u>	<u>\$ 2,162</u>	<u>\$ 44,577</u>	<u>\$ 38,106</u>	<u>\$ 152,737</u>	<u>\$ 14,400</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 9,241	\$ 2,162	\$ 44,577	\$ 38,106	\$ 152,737	\$ 14,400
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 9,241</u>	<u>\$ 2,162</u>	<u>\$ 44,577</u>	<u>\$ 38,106</u>	<u>\$ 152,737</u>	<u>\$ 14,400</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	9,241	2,162	44,577	38,106	152,737	14,400
Total cash and investment fund balance - ending	<u>\$ 9,241</u>	<u>\$ 2,162</u>	<u>\$ 44,577</u>	<u>\$ 38,106</u>	<u>\$ 152,737</u>	<u>\$ 14,400</u>

FULTON 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, 2008
 (Continued)

	Tobacco Settlement	Child Advocacy	Akron Planning Grant	Wayne Township Planning Grant	Juvenile Service Center	Coroners Education
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	2,146
Intergovernmental	16,944	-	16,141	7,776	-	-
Charges for services	-	-	-	-	898	-
Fines and forfeits	-	100	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	16,944	100	16,141	7,776	898	2,146
Disbursements:						
General government	-	-	16,141	7,776	-	-
Public safety	-	-	-	-	-	2,216
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Total disbursements	-	-	16,141	7,776	-	2,216
Excess (deficiency) of receipts over disbursements	16,944	100	-	-	898	(70)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	16,944	100	-	-	898	(70)
Cash and investment fund balance - beginning	49,550	225	-	-	1,785	163
Cash and investment fund balance - ending	<u>\$ 66,494</u>	<u>\$ 325</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,683</u>	<u>\$ 93</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 66,494	\$ 325	\$ -	\$ -	\$ 2,683	\$ 93
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 66,494</u>	<u>\$ 325</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,683</u>	<u>\$ 93</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	66,494	325	-	-	2,683	93
Total cash and investment fund balance - ending	<u>\$ 66,494</u>	<u>\$ 325</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,683</u>	<u>\$ 93</u>

FULTON 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, 2008
 (Continued)

	Courthouse Centennial	Children's Psychiatric Treatment Service	Collection Agency Fees	Wireless Emergency Telephone System	County Share Sales Disclosure	County ID Security Protection
Receipts:						
Taxes	\$ -	\$ 187,081	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	25,983	-	7,728	-	-
Charges for services	-	-	-	-	9,455	6,796
Fines and forfeits	-	-	-	-	-	-
Other	-	-	246	-	1,075	-
Total receipts	-	213,064	246	7,728	10,530	6,796
Disbursements:						
General government	-	-	156	-	-	2,303
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	36,835	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Total disbursements	-	36,835	156	-	-	2,303
Excess (deficiency) of receipts over disbursements	-	176,229	90	7,728	10,530	4,493
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	176,229	90	7,728	10,530	4,493
Cash and investment fund balance - beginning	281	165,039	-	-	-	12,708
Cash and investment fund balance - ending	<u>\$ 281</u>	<u>\$ 341,268</u>	<u>\$ 90</u>	<u>\$ 7,728</u>	<u>\$ 10,530</u>	<u>\$ 17,201</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 281	\$ 341,268	\$ 90	\$ 7,728	\$ 10,530	\$ 17,201
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 281</u>	<u>\$ 341,268</u>	<u>\$ 90</u>	<u>\$ 7,728</u>	<u>\$ 10,530</u>	<u>\$ 17,201</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	281	341,268	90	7,728	10,530	17,201
Total cash and investment fund balance - ending	<u>\$ 281</u>	<u>\$ 341,268</u>	<u>\$ 90</u>	<u>\$ 7,728</u>	<u>\$ 10,530</u>	<u>\$ 17,201</u>

FULTON 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, 2008
 (Continued)

	Lease Rental Payment	Debt Service	Cumulative Capital Development	Park Nonreverting Capital	Cumulative Bridge	County Economic Development Income Tax
Receipts:						
Taxes	\$ 244,216	\$ 249,286	\$ 275,906	\$ -	\$ 231,830	\$ 325,583
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	35,183	40,811	-	33,061	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	13,167	2,247	-	-	1,130	37,301
Total receipts	257,383	286,716	316,717	-	266,021	362,884
Disbursements:						
General government	-	-	120,791	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	335,483	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	531,311
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	275,000	200,000	-	-	-	-
Interest	148,000	64,000	-	-	-	-
Capital outlay:						
General government	-	-	100,804	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Total disbursements	423,000	264,000	221,595	-	335,483	531,311
Excess (deficiency) of receipts over disbursements	(165,617)	22,716	95,122	-	(69,462)	(168,427)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(165,617)	22,716	95,122	-	(69,462)	(168,427)
Cash and investment fund balance - beginning	969,009	132,840	207,004	100	738,073	997,036
Cash and investment fund balance - ending	\$ 803,392	\$ 155,556	\$ 302,126	\$ 100	\$ 668,611	\$ 828,609
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	803,392	155,556	302,126	100	668,611	828,609
Total cash and investment assets - ending	\$ 803,392	\$ 155,556	\$ 302,126	\$ 100	\$ 668,611	\$ 828,609
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service	803,392	155,556	-	-	-	-
Capital outlay	-	-	302,126	100	668,611	828,609
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - ending	\$ 803,392	\$ 155,556	\$ 302,126	\$ 100	\$ 668,611	\$ 828,609

FULTON 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, 2008
 (Continued)

	General Drain Improvement	Welfare Trust	Nonreverting Capital Project	Dan Kelly Tile Arm	Zanger Hicks	Totals
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,753,633
Licenses and permits	-	-	-	-	-	56,704
Intergovernmental	27,925	-	-	-	-	1,360,247
Charges for services	695	-	-	-	-	629,412
Fines and forfeits	-	-	-	-	-	282,025
Other	52,749	-	2,046	-	-	612,229
Total receipts	81,369	-	2,046	-	-	4,694,250
Disbursements:						
General government	88,262	-	-	-	103	1,775,906
Public safety	-	-	-	-	-	725,360
Highways and streets	-	-	-	-	-	399,520
Sanitation	-	-	-	-	-	38,089
Health and welfare	-	790	-	-	-	325,923
Economic development	-	-	-	-	-	568,395
Culture and recreation	-	-	-	-	-	5,197
Debt service:						
Principal	-	-	-	-	-	475,000
Interest	-	-	-	-	-	212,000
Capital outlay:						
General government	-	-	-	-	-	113,210
Public safety	-	-	-	-	-	10,479
Highways and streets	-	-	-	-	-	119,934
Health and welfare	-	-	-	-	-	170
Total disbursements	88,262	790	-	-	103	4,769,183
Excess (deficiency) of receipts over disbursements	(6,893)	(790)	2,046	-	(103)	(74,933)
Other financing sources (uses):						
Transfers in	102,041	-	-	-	-	102,041
Transfers out	-	-	-	(519)	(441)	(960)
Other receipts	-	-	-	-	-	214,525
Total other financing sources (uses)	102,041	-	-	(519)	(441)	315,606
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	95,148	(790)	2,046	(519)	(544)	240,673
Cash and investment fund balance - beginning	819,198	5,624	117,903	519	544	7,781,709
Cash and investment fund balance - ending	\$ 914,346	\$ 4,834	\$ 119,949	\$ -	\$ -	\$ 8,022,382
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,408,491
Restricted assets:						
Cash and investments	914,346	4,834	119,949	-	-	4,613,891
Total cash and investment assets - ending	\$ 914,346	\$ 4,834	\$ 119,949	\$ -	\$ -	\$ 8,022,382
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 109,330
Public safety	-	-	-	-	-	558,117
Highways and streets	-	-	-	-	-	44,976
Health and welfare	-	4,834	-	-	-	108,779
Debt service	-	-	-	-	-	958,948
Capital outlay	914,346	-	119,949	-	-	2,833,741
Unrestricted	-	-	-	-	-	3,408,491
Total cash and investment fund balance - ending	\$ 914,346	\$ 4,834	\$ 119,949	\$ -	\$ -	\$ 8,022,382

FULTON COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2008

	City and Town Court Cost	Congressional School Interest	Clerk's Trust	Tax Sale Redemption	Surplus Tax	State Fair Board
Additions: Agency fund additions	\$ 12,393	\$ 169,028	\$ 1,872,289	\$ 62,767	\$ 62,403	\$ 9,093
Deductions: Agency fund deductions	-	166,400	1,966,603	61,633	96,889	9,093
Excess (deficiency) of total additions over total deductions	12,393	2,628	(94,314)	1,134	(34,486)	-
Cash and investment fund balance - beginning	114,089	53,824	468,910	1,073	97,926	-
Cash and investment fund balance - ending	<u>\$ 126,482</u>	<u>\$ 56,452</u>	<u>\$ 374,596</u>	<u>\$ 2,207</u>	<u>\$ 63,440</u>	<u>\$ -</u>

FULTON COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Fines And Forfeitures	State Forestry Tax	Infraction Judgements	Inheritance Tax	Payroll	Plate Fees Agency
Additions:						
Agency fund additions	\$ 23,333	\$ 18,187	\$ 84,231	\$ 521,984	\$ 1,210,979	\$ 1,688
Deductions:						
Agency fund deductions	28,216	18,187	84,012	503,099	1,195,133	1,688
Excess (deficiency) of total additions over total deductions	(4,883)	-	219	18,885	15,846	-
Cash and investment fund balance - beginning	8,488	-	5,422	82,921	130,243	-
Cash and investment fund balance - ending	<u>\$ 3,605</u>	<u>\$ -</u>	<u>\$ 5,641</u>	<u>\$ 101,806</u>	<u>\$ 146,089</u>	<u>\$ -</u>

FULTON COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	<u>Cagit Agency</u>	<u>Cedit Agency</u>	<u>Tax Sale</u>	<u>Financial Institution Tax</u>	<u>ISETS</u>	<u>County Recorder</u>
Additions:						
Agency fund additions	\$ 3,168,544	\$ 791,387	\$ 439,935	\$ 100,278	\$ 565,739	\$ 82,858
Deductions:						
Agency fund deductions	3,168,544	784,496	390,382	100,278	584,258	82,858
Excess (deficiency) of total additions over total deductions	-	6,891	49,553	-	(18,519)	-
Cash and investment fund balance - beginning	-	102,932	239,747	-	21,234	50
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 109,823</u>	<u>\$ 289,300</u>	<u>\$ -</u>	<u>\$ 2,715</u>	<u>\$ 50</u>

FULTON COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	County Treasurer	County Sheriff	County Probation	Inmate Trust	Welfare CSHCN	Welfare HCI
Additions: Agency fund additions	\$ 28,807,357	\$ 439,560	\$ 178,859	\$ 142,714	\$ 27,280	\$ 246,655
Deductions: Agency fund deductions	29,055,053	429,677	179,006	144,143	16,973	153,465
Excess (deficiency) of total additions over total deductions	(247,696)	9,883	(147)	(1,429)	10,307	93,190
Cash and investment fund balance - beginning	479,877	1,390	11,055	2,661	-	-
Cash and investment fund balance - ending	<u>\$ 232,181</u>	<u>\$ 11,273</u>	<u>\$ 10,908</u>	<u>\$ 1,232</u>	<u>\$ 10,307</u>	<u>\$ 93,190</u>

FULTON COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Welfare MAW	Sales Disclosure	Mortgage Fees - State Share	Homestead Credit Rebate	Tax Distribution	Totals
Additions:						
Agency fund additions	\$ 22,733	\$ 3,585	\$ 2,226	\$ 1,136	\$ 23,234,793	\$ 62,304,014
Deductions:						
Agency fund deductions	14,144	3,675	2,343	623,827	23,230,651	63,094,726
Excess (deficiency) of total additions over total deductions	8,589	(90)	(117)	(622,691)	4,142	(790,712)
Cash and investment fund balance - beginning	-	380	405	622,719	-	2,445,346
Cash and investment fund balance - ending	<u>\$ 8,589</u>	<u>\$ 290</u>	<u>\$ 288</u>	<u>\$ 28</u>	<u>\$ 4,142</u>	<u>\$ 1,654,634</u>

FULTON COUNTY
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS
 For The Year Ended December 31, 2008

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.

<u>Primary Government</u>	<u>Ending Balance</u>
Governmental activities:	
Capital assets, not being depreciated:	
Land	\$ 128,649
Buildings	12,598,813
Improvements other than buildings	10,634
Machinery and equipment	<u>4,033,863</u>
 Total governmental activities, capital assets not being depreciated	 <u>\$ 16,771,959</u>

FULTON COUNTY
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT
 December 31, 2008

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:		
Woodlawn Hospital	\$ 1,570,000	\$ 263,000
Courthouse renovation	2,435,000	421,000
Notes and loans payable	<u>118,031</u>	<u>121,546</u>
Total governmental activities debt	<u>\$ 4,123,031</u>	<u>\$ 805,546</u>

FULTON COUNTY
OTHER REPORTS

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

Clerk of the Circuit Court
Advisory Plan 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
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 FULTON COUNTY, INDIANA

Compliance

We have audited the compliance of the Fulton 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, 2008. 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, 2008.

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

July 6, 2009

FULTON COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended December 31, 2008

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 AGRICULTURE</u>			
Pass-Through Indiana Department of Health Special Supplemental Nutrition Program for Women, Infants and Children	10.557		\$ 68,909
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>			
Pass-Through Indiana Office of Community and Rural Affairs Community Development Block Grant/States Program and Non-Entitlement Grants in Hawaii	14.228		
		CF-07-118	490,250
		PL-02-048	7,776
		PL-06-017	<u>16,141</u>
Total for program			<u>514,167</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Pass-Through Indiana Department of Transportation Formula Grants for Other Than Urbanized Areas	20.509		
		18-0243-40	<u>106,896</u>
Pass-Through Indiana Criminal Justice Institute Alcohol Impaired Driving Countermeasures Incentive Grants	20.601		<u>2,520</u>
Total for federal grantor agency			<u>109,416</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana Division of Family Resources Child Support Enforcement	93.563		<u>99,747</u>
Total federal awards expended			<u>\$ 792,239</u>

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

FULTON COUNTY
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

I. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the Fulton 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, 2008:

Program Title	Federal CFDA Number	2008
Community Development Block Grant/States Program and Non-Entitlement Grants in Hawaii	14.228	\$ 514,167
Formula Grants for Other Than Urbanized Areas	20.509	106,896

FULTON COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Qualified

Internal control over financial reporting:
 Material weaknesses identified? no
 Significant deficiencies identified that are not considered to be material weaknesses? none reported

Noncompliance material to financial statements noted? no

Federal Awards:

Internal control over major programs:
 Material weaknesses identified? no
 Significant deficiencies identified that are not considered to be material weaknesses? none reported

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

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

Identification of Major Program:

CFDA Number	Name of Federal Program or Cluster
14.228	Community Development Block Grant/States Program and Non-Entitlement Grants in Hawaii

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

Auditee qualified as low-risk auditee? no

Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

FULTON COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

FULTON COUNTY
EXIT CONFERENCE

The contents of this report were discussed on July 6, 2009, with Sherry S. Fulton, Commissioner; James A. Widman, President of the County Council; Mark Rodriguez, President of the Board of County Commissioners; and Judy Reed, Auditor. Our audit disclosed no material items that warrant comment at this time.