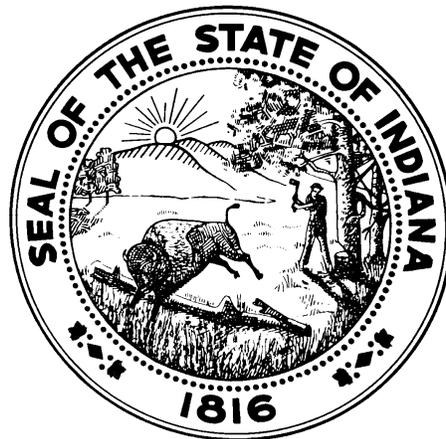


STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769

ANNUAL FINANCIAL REPORT

2008

WASHINGTON COUNTY, INDIANA



FILED
11/19/2009

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Sarah Bachman	01-01-07 to 12-31-10
Treasurer	Shirley Batt Robert Woodward	01-01-05 to 12-31-08 01-01-09 to 12-31-12
Clerk	Rita Martin Shirley Batt	01-01-05 to 12-31-08 01-01-09 to 12-31-12
Sheriff	Claude C. Combs	01-01-07 to 12-31-10
Recorder	Cynthia J. Zink	01-01-07 to 12-31-10
President of the Board of County Commissioners	Albert M. Goering Lana Sullivan	01-01-08 to 05-07-08 05-08-08 to 12-31-09
President of the County Council	John D. Fultz Mark Manship	01-01-08 to 12-31-08 01-01-09 to 12-31-09



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

TO: THE OFFICIALS OF WASHINGTON COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Washington 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 November 5, 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

November 5, 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 WASHINGTON COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Washington 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 November 5, 2009. The opinions to the financial statements were qualified due to 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

November 5, 2009

WASHINGTON 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>	Program Receipts			<u>Net (Disbursements) Receipts</u>
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	<u>Governmental Activities</u>
Primary government:					
Governmental activities:					
General government	\$ 7,635,935	\$ 1,286,679	\$ -	\$ -	\$ (6,349,256)
Public safety	2,774,710	827,006	36,111	-	(1,911,593)
Highways and streets	2,956,859	-	1,941,450	-	(1,015,409)
Sanitation	380,358	-	-	-	(380,358)
Health and welfare	2,117,392	56,344	38,100	-	(2,022,948)
Economic development	620,759	-	-	440,277	(180,482)
Culture and recreation	216,552	200,324	-	-	(16,228)
Urban redevelopment and housing	39,650	-	-	-	(39,650)
Total primary government	\$ 16,742,215	\$ 2,370,353	\$ 2,015,661	\$ 440,277	(11,915,924)
General receipts:					
Property taxes					3,861,893
Income taxes					645,759
Intergovernmental					1,014,950
Other local sources					3,950,540
Grants and contributions not restricted to specific programs					418,305
Investment earnings					212,271
Total general receipts					10,103,718
Change in net assets					(1,812,206)
Net assets - beginning					2,755,758
Net assets - ending					\$ 943,552
 <u>Assets</u>					
Cash and investments					\$ (895,356)
Restricted assets:					
Cash and investments					1,838,908
Total assets					\$ 943,552
 <u>Net Assets</u>					
Restricted for:					
General government					\$ 976,548
Public safety					357,337
Highways and streets					36,083
Health and welfare					3,831
Capital outlay					465,109
Unrestricted					(895,356)
Total net assets					\$ 943,552

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

WASHINGTON 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

	County General	Riverboat	County Highway	Property Reassessment	Cumulative Jail	Governmental Funds	Totals
Receipts:							
Taxes	\$ 4,527,304	\$ -	\$ -	\$ 74,633	\$ 65,467	\$ 1,959,593	\$ 6,626,997
Licenses and permits	12,250	-	-	-	-	56,344	68,594
Intergovernmental	48,214	352,413	1,941,450	757	658	1,539,567	3,883,059
Charges for services	656,704	-	-	-	-	1,122,329	1,779,033
Fines and forfeits	84,477	-	-	-	800	437,448	522,725
Other	474,669	-	92,267	200	5,009	1,111,977	1,684,122
Total receipts	5,803,618	352,413	2,033,717	75,590	71,934	6,227,258	14,564,530
Disbursements:							
General government	4,532,341	200,000	-	198,297	-	2,599,641	7,530,279
Public safety	1,675,814	-	-	-	25,066	992,273	2,693,153
Highways and streets	-	-	2,115,822	-	-	647,484	2,763,306
Sanitation	3,174	-	-	-	-	377,184	380,358
Health and welfare	175,497	-	-	-	-	1,941,305	2,116,802
Economic development	-	-	-	-	-	35,000	35,000
Culture and recreation	-	-	-	-	-	189,596	189,596
Capital outlay:							
General government	9,717	-	-	-	-	95,939	105,656
Public safety	-	-	-	-	-	81,557	81,557
Highways and streets	-	-	193,553	-	-	-	193,553
Health and welfare	-	-	-	-	-	590	590
Economic development	-	-	-	-	-	585,759	585,759
Culture and recreation	-	-	-	-	-	26,956	26,956
Urban redevelopment and housing	-	-	-	-	-	39,650	39,650
Total disbursements	6,396,543	200,000	2,309,375	198,297	25,066	7,612,934	16,742,215
Excess (deficiency) of receipts over disbursements	(592,925)	152,413	(275,658)	(122,707)	46,868	(1,385,676)	(2,177,685)
Other financing sources (uses):							
Transfers in	-	-	-	-	-	192,814	192,814
Transfers out	(30,000)	-	(25,000)	-	-	(137,814)	(192,814)
Other receipts	-	-	-	-	-	365,479	365,479
Total other financing sources (uses)	(30,000)	-	(25,000)	-	-	420,479	365,479
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(622,925)	152,413	(300,658)	(122,707)	46,868	(965,197)	(1,812,206)
Cash and investment fund balance - beginning	(255,535)	96,730	334,903	704,947	228,502	1,646,211	2,755,758
Cash and investment fund balance - ending	<u>\$ (878,460)</u>	<u>\$ 249,143</u>	<u>\$ 34,245</u>	<u>\$ 582,240</u>	<u>\$ 275,370</u>	<u>\$ 681,014</u>	<u>\$ 943,552</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ (878,460)	\$ 249,143	\$ -	\$ -	\$ -	\$ (266,039)	\$ (895,356)
Restricted assets:							
Cash and investments	-	-	34,245	582,240	275,370	947,053	1,838,908
Total cash and investment assets - ending	<u>\$ (878,460)</u>	<u>\$ 249,143</u>	<u>\$ 34,245</u>	<u>\$ 582,240</u>	<u>\$ 275,370</u>	<u>\$ 681,014</u>	<u>\$ 943,552</u>
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ 582,240	\$ -	\$ 394,308	\$ 976,548
Public safety	-	-	-	-	-	357,337	357,337
Highways and streets	-	-	34,245	-	-	1,838	36,083
Health and welfare	-	-	-	-	-	3,831	3,831
Capital outlay	-	-	-	-	275,370	189,739	465,109
Unrestricted	(878,460)	249,143	-	-	-	(266,039)	(895,356)
Total cash and investment fund balance - ending	<u>\$ (878,460)</u>	<u>\$ 249,143</u>	<u>\$ 34,245</u>	<u>\$ 582,240</u>	<u>\$ 275,370</u>	<u>\$ 681,014</u>	<u>\$ 943,552</u>

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

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

	Pension Trust Fund	Private-Purpose Trust Funds	Agency Funds
Additions:			
Contributions:			
Plan members	\$ 13,851	\$ -	
Investment earnings:			
Interest	6,488	130	
Dividends	22,097	-	
Total investment earnings	28,585	130	
Total additions	42,436	130	
Deductions:			
Benefits	27,460	-	
Administrative and general	26,500	710	
Total deductions	53,960	710	
Deficiency of total additions over total deductions	(11,524)	(580)	
Cash and investment fund balance - beginning	1,043,979	74,623	
Cash and investment fund balance - ending	\$ 1,032,455	\$ 74,043	\$ 15,923,252

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

WASHINGTON 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: Washington County

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

The Washington County Memorial Hospital, the Washington County Solid Waste Management District, and the Washington County Tourism Commission, discretely presented component units, have been omitted from these financial statements. Accordingly, the financial statements do not include the data of all of the County's component units necessary to fairly present the financial position of the County.

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

The Statement of Activities and Net Assets – Cash and Investment Basis displays information about the reporting government as a whole. It includes all funds of the reporting entity except for fiduciary funds. The statement distinguishes between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. There are no business-type activities to report at this time.

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, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. However, at this time, the County has not established any enterprise funds.

The County reports the following major governmental funds:

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

The county highway fund is used for construction, reconstruction and maintenance of the highways of the County.

WASHINGTON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

The property reassessment fund is used to accumulate funds to pay for reassessment expenses.

The cumulative jail fund accounts for the construction, repair, remodeling, enlarging, and equipment of the county jail.

The riverboat revenue fund accounts for the County's portion of revenue sharing of gaming receipts and can be used for any lawful purpose for which money in any of the County's other funds may be used.

Additionally, the County reports the following fund types:

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

The private-purpose trust funds report trust arrangements under which principal and income benefit individuals, organizations, or other governments.

Agency funds account for assets held by the County as an agent for a variety of entities and serve as a 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.

WASHINGTON 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 on or prior to December 31 of the year collected.

3. Capital Assets

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

4. Long-Term Debt

Long-term debt arising from cash basis transactions of governmental 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.

E. 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.

WASHINGTON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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 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.
2. 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 statement are 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.

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.

WASHINGTON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

B. Cash and Investment Balance Deficits

At December 31, 2008, the following funds reported deficits in cash and investments, which are violations of the Uniform Compliance Guidelines and state statute:

Fund	2008
County General	\$ 878,460
Health	179,666
Parks and Recreation	128,409
Family and Children	401,060
Park and Recreation Nonreverting	13,570
Adult Protective Services	9,728
Solid Waste Management	173,692
Indiana Child Care	5,208
Cumulative Bridge	99,264

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

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 \$16,357,994.

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.

WASHINGTON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

2. Investments

As of December 31, 2008, the Sheriff's Retirement and Benefit Plan had the following investments:

Investment Type	Sheriffs Retirement and Benefit Pension Plans
U.S. government securities	\$ 27,578
Mutual funds*	548,594
Corporate bonds	219,175
Total	\$ 795,347

*These figures include equity mutual funds.

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,

WASHINGTON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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 Sheriff's Merit Board has not adopted an investment policy for custodial credit risk for investments. At December 31, 2008, the Sheriff's Retirement and Benefit Pension Plans held investments in U.S. Government Securities; Corporate Bonds; and Mutual Funds in the amount of \$795,347. Of these investments, \$795,347, are held by the investment's counterparty, not in the name of the Sheriff's Pension Plans.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Sheriff's Merit Board has not adopted a formal investment policy for interest rate risk.

Sheriff's Retirement and Benefit Pension Plans:

Investment Type	Investment Maturities (in Years)		
	Less Than 1	1-2	More Than 2
U.S. government securities	\$ -	\$ -	\$ 27,578
Mutual bond funds*	25,282	24,510	151,590
Corporate bonds	-	-	219,175
Totals	<u>\$ 25,282</u>	<u>\$ 24,510</u>	<u>\$ 398,343</u>

*This does not include the equity mutual funds or the bonds in the equity mutual funds.

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

WASHINGTON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Sheriff's Retirement and Benefit Pension Plans:

Standard and Poor's Rating	Moody's Rating	County's Investments		
		Mutual Funds	Corporate Bonds	Government Sponsored Enterprise
AAA	Aaa	\$ 148,118	\$ -	\$ 27,578
AA	Aa	4,265	67,018	-
A	A	14,628	81,708	-
BBB	Baa	22,552	70,449	-
BB	Ba	4,080	-	-
B	B	5,328	-	-
CCC	Caa	2,404	-	-
Unrated	Unrated	7	-	-
Totals		<u>\$ 201,382</u>	<u>\$ 219,175</u>	<u>\$ 27,578</u>

*This does not include the equity mutual funds or the bonds in the equity mutual funds.

B. Interfund Transfers

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

Transfer From	Transfer To	2008
General Fund	Other governmental funds	\$ 30,000
County Highway	Other governmental funds	25,000
Other governmental funds	Other governmental funds	<u>137,814</u>
Total		<u>\$ 192,814</u>

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; and natural disasters.

WASHINGTON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

The risks of torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters are covered by commercial insurance from independent third parties. Settled claims from these risks have exceeded commercial insurance coverage by \$157,271 for the year 2006. There were no significant reductions in insurance by major category of risk.

Job Related Illnesses or Injuries to Employees

During 2004, the County joined a public entity risk pool, the Indiana Public Employee's Plan, Inc., currently operating as a common risk management and insurance program for member governmental entities. This risk pool was formed in 1989 for the purpose of providing a medium for the funding and administration of workers compensation claims. The County pays an annual premium to the risk pool for its workers compensation coverage. The risk pool is considered a self-sustaining risk pool that will provide coverage for its members for up to \$1,000,000 per insured event.

B. Subsequent Events

On May 6, 2009, the Board of County Commissioners, the County Council, and the Board of Trustees of Washington County Memorial Hospital jointly passed a resolution to transfer the assets of the Washington County Memorial Hospital to a not-for-profit corporation. The not-for-profit, with the corporate name Critical Access Health Services Corporation, was formed for the express purpose of receiving the transfer of all assets of the Washington County Memorial Hospital whether owned by the Washington County Memorial Hospital or Washington County, Indiana. Upon such transfer, Critical Access Health Services Corporation must assume and agree to pay any indebtedness attributable to the Hospital buildings and further provides that Washington County, Indiana, is not liable for any liabilities of the hospital that were incurred on or before, or at any time after the date of transfer.

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. Hospital Debt Obligation

The County Hospital issued bonds in 1979 in the amount of \$2,000,000 and issued bonds in 1994 in the amount of \$3,800,000. The County has agreed to pay \$207,000 per year of this debt obligation of the Hospital by way of an ad valorem tax. The County is obligated for the annual payment only, which is accounted for in a governmental fund. This debt is an obligation of the Hospital, and is not a direct liability of the County itself.

WASHINGTON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

E. Pension Plans

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

1. Public Employees' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Cost

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

2. County Police Retirement Plan

Plan Description

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

Funding Policy and Annual Pension Cost

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

WASHINGTON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

3. County Police Benefit Plan

Plan Description

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

Funding Policy and Annual Pension Cost

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

Actuarial Information for the Above Plans

	<u>PERF</u>	<u>County Police Retirement Plan</u>	<u>County Police Benefit Plan</u>
Annual required contribution	\$ 291,081	\$ 68,929	\$ 9,715
Interest on net pension obligation	1,655	2,020	-
Adjustment to annual required contribution	(1,886)	(4,632)	-
Annual pension cost	290,850	66,317	9,715
Contributions made	247,282	70,038	9,715
Increase (decrease) in net pension obligation	43,568	(3,721)	-
Net pension obligation, beginning of year	22,832	28,856	-
Net pension obligation, end of year	\$ 66,400	\$ 25,135	\$ -

WASHINGTON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

	PERF	County Police Retirement Plan	County Police Benefit Plan
Contribution rates:			
County	7.5%	16%	2%
Plan members	3%	6%	6%
Actuarial valuation date	07-01-08	01-01-09	01-01-09
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

<u>Actuarial Assumptions</u>	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%

Three Year Trend Information

	Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
PERF	06-30-06	\$ 249,352	79%	\$ (31,744)
	06-30-07	268,752	80%	22,832
	06-30-08	290,850	85%	66,400
County Police Retirement Plan	10-01-05	60,345	100%	17,009
	10-01-06	67,977	81%	28,856
	01-01-08	66,317	101%	25,135
County Police Benefit Plan	10-01-05	8,571	100%	-
	10-01-06	11,036	100%	-
	01-01-08	9,715	100%	-

WASHINGTON 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	\$ 2,957,536	\$ 3,562,686	\$ (605,150)	83%	\$ 3,902,957	(16%)
07-01-07	3,340,571	4,071,980	(731,409)	82%	4,021,996	(18%)
07-01-08	3,604,415	4,421,599	(817,184)	82%	3,890,613	(21%)

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)
10-01-03	\$ 625,220	\$ 625,220	\$ -	100%	\$ 376,553	0%
10-01-04	682,797	682,797	-	100%	414,184	0%
10-01-05	792,837	792,837	-	100%	430,087	0%
10-01-06	905,126	905,126	-	100%	439,797	0%
01-01-08	1,048,108	1,128,446	(80,338)	93%	458,950	(18%)
01-01-09	1,030,140	1,155,956	(125,816)	89%	458,710	(27%)

WASHINGTON 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	Accident Report	Firearms Training	Health	Alcohol and Drug	Donations	Public Health Coordinator Grant
Receipts:							
Taxes	\$ 286,764	\$ -	\$ -	\$ 88,139	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	24,421	-	29,900	-
Intergovernmental	-	-	-	1,673	-	-	-
Charges for services	-	2,458	16,130	-	-	-	-
Fines and forfeits	-	-	-	-	34,256	-	-
Other	-	-	-	-	35,563	-	-
Total receipts	286,764	2,458	16,130	114,233	69,819	29,900	-
Disbursements:							
General government	-	-	-	-	-	31,930	-
Public safety	-	3,457	4,430	-	37,603	-	-
Highways and streets	310,000	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-
Health and welfare	-	-	-	265,396	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Health and welfare	-	-	-	590	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Total disbursements	310,000	3,457	4,430	265,986	37,603	31,930	-
Excess (deficiency) of receipts over disbursements	(23,236)	(999)	11,700	(151,753)	32,216	(2,030)	-
Other financing sources (uses):							
Transfers in	25,000	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total other financing sources (uses)	25,000	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,764	(999)	11,700	(151,753)	32,216	(2,030)	-
Cash and investment fund balance - beginning	74	3,588	11,855	(27,913)	-	11,900	2,909
Cash and investment fund balance - ending	\$ 1,838	\$ 2,589	\$ 23,555	\$ (179,666)	\$ 32,216	\$ 9,870	\$ 2,909
Cash and Investment Assets - Ending							
Cash and investments	\$ -	\$ -	\$ -	\$ (179,666)	\$ 32,216	\$ 9,870	\$ 2,909
Restricted assets:							
Cash and investments	1,838	2,589	23,555	-	-	-	-
Total cash and investment assets - ending	\$ 1,838	\$ 2,589	\$ 23,555	\$ (179,666)	\$ 32,216	\$ 9,870	\$ 2,909
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	2,589	23,555	-	-	-	-
Highways and streets	1,838	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	-	-	(179,666)	32,216	9,870	2,909
Total cash and investment fund balance - ending	\$ 1,838	\$ 2,589	\$ 23,555	\$ (179,666)	\$ 32,216	\$ 9,870	\$ 2,909

WASHINGTON 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)

	Housing Authority	Law Enforcement Continuing Education	Clerk's Records Perpetuation	Community Corrections Grant	Emergency Telephone System	Drug Free Community
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	257,576	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	10,786	-	-	25,643
Other	39,650	-	-	-	197,108	-
Total receipts	39,650	-	10,786	257,576	197,108	25,643
Disbursements:						
General government	-	-	4,509	257,576	-	-
Public safety	-	-	-	-	233,468	17,975
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	71,976	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	39,650	-	-	-	-	-
Total disbursements	39,650	-	4,509	257,576	305,444	17,975
Excess (deficiency) of receipts over disbursements	-	-	6,277	-	(108,336)	7,668
Other financing sources (uses):						
Transfers in	-	-	-	-	75,000	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	75,000	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	6,277	-	(33,336)	7,668
Cash and investment fund balance - beginning	-	2,340	15,450	-	38,777	9,138
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 2,340</u>	<u>\$ 21,727</u>	<u>\$ -</u>	<u>\$ 5,441</u>	<u>\$ 16,806</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ 2,340	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	21,727	-	5,441	16,806
Total cash and investment assets - ending	<u>\$ -</u>	<u>\$ 2,340</u>	<u>\$ 21,727</u>	<u>\$ -</u>	<u>\$ 5,441</u>	<u>\$ 16,806</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ 21,727	\$ -	\$ -	\$ -
Public safety	-	-	-	-	5,441	16,806
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	2,340	-	-	-	-
Total cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 2,340</u>	<u>\$ 21,727</u>	<u>\$ -</u>	<u>\$ 5,441</u>	<u>\$ 16,806</u>

WASHINGTON 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/ Right to Know	Parks And Recreation	Juvenile Probation Service	Adult Probation Service	Recorder's Records Perpetuation	User Fee
Receipts:						
Taxes	\$ -	\$ 20,103	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	218	-	-	-	-
Charges for services	3,728	-	-	-	28,874	-
Fines and forfeits	-	-	3,021	95,990	-	-
Other	-	59,911	-	-	-	98,677
Total receipts	3,728	80,232	3,021	95,990	28,874	98,677
Disbursements:						
General government	-	-	-	-	13,972	-
Public safety	3,197	-	6,849	170,481	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	189,596	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	26,956	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	3,197	216,552	6,849	170,481	13,972	-
Excess (deficiency) of receipts over disbursements	531	(136,320)	(3,828)	(74,491)	14,902	98,677
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	531	(136,320)	(3,828)	(74,491)	14,902	98,677
Cash and investment fund balance - beginning	13,121	7,911	18,668	138,946	142,675	(98,677)
Cash and investment fund balance - ending	<u>\$ 13,652</u>	<u>\$ (128,409)</u>	<u>\$ 14,840</u>	<u>\$ 64,455</u>	<u>\$ 157,577</u>	<u>\$ -</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 13,652	\$ (128,409)	\$ 14,840	\$ 64,455	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	157,577	-
Total cash and investment assets - ending	<u>\$ 13,652</u>	<u>\$ (128,409)</u>	<u>\$ 14,840</u>	<u>\$ 64,455</u>	<u>\$ 157,577</u>	<u>\$ -</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ 157,577	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	13,652	(128,409)	14,840	64,455	-	-
Total cash and investment fund balance - ending	<u>\$ 13,652</u>	<u>\$ (128,409)</u>	<u>\$ 14,840</u>	<u>\$ 64,455</u>	<u>\$ 157,577</u>	<u>\$ -</u>

WASHINGTON 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)

	Family and Children	Health Maintenance	Community Corrections Home Detention	Guardian Ad Litem	Supplemental Public Defender Service	Jail Commissary
Receipts:						
Taxes	\$ 412,229	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	7,843	-	-	-	-	-
Charges for services	322,889	24,854	-	-	-	136,950
Fines and forfeits	-	-	179,761	-	23,783	-
Other	287,575	-	-	13,636	-	-
Total receipts	1,030,536	24,854	179,761	13,636	23,783	136,950
Disbursements:						
General government	-	-	-	13,636	-	-
Public safety	-	-	186,807	-	9,744	115,044
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	1,584,223	32,896	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	7,800	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	1,584,223	32,896	194,607	13,636	9,744	115,044
Excess (deficiency) of receipts over disbursements	(553,687)	(8,042)	(14,846)	-	14,039	21,906
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	(553,687)	(8,042)	(14,846)	-	14,039	21,906
Cash and investment fund balance - beginning	152,627	74,293	141,558	27,209	8,170	35,764
Cash and investment fund balance - ending	<u>\$ (401,060)</u>	<u>\$ 66,251</u>	<u>\$ 126,712</u>	<u>\$ 27,209</u>	<u>\$ 22,209</u>	<u>\$ 57,670</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ (401,060)	\$ 66,251	\$ -	\$ -	\$ 22,209	\$ -
Restricted assets:						
Cash and investments	-	-	126,712	27,209	-	57,670
Total cash and investment assets - ending	<u>\$ (401,060)</u>	<u>\$ 66,251</u>	<u>\$ 126,712</u>	<u>\$ 27,209</u>	<u>\$ 22,209</u>	<u>\$ 57,670</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ 27,209	\$ -	\$ -
Public safety	-	-	126,712	-	-	57,670
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	(401,060)	66,251	-	-	22,209	-
Total cash and investment fund balance - ending	<u>\$ (401,060)</u>	<u>\$ 66,251</u>	<u>\$ 126,712</u>	<u>\$ 27,209</u>	<u>\$ 22,209</u>	<u>\$ 57,670</u>

WASHINGTON 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)

	Surveyor's Corner Perpetuation	Jury Pay	Drug Free Community Support	State Homeland Security Grant	SHSP Grant	Community Service Restitution
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	38,100	-	-	-
Charges for services	5,475	-	-	-	-	-
Fines and forfeits	-	2,756	-	-	-	-
Other	-	-	9,000	153	-	13,253
Total receipts	5,475	2,756	47,100	153	-	13,253
Disbursements:						
General government	7,519	62	48,297	10,031	-	13,969
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	7,519	62	48,297	10,031	-	13,969
Excess (deficiency) of receipts over disbursements	(2,044)	2,694	(1,197)	(9,878)	-	(716)
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	(2,044)	2,694	(1,197)	(9,878)	-	(716)
Cash and investment fund balance - beginning	23,026	8,054	1,276	9,878	1,360	1,357
Cash and investment fund balance - ending	<u>\$ 20,982</u>	<u>\$ 10,748</u>	<u>\$ 79</u>	<u>\$ -</u>	<u>\$ 1,360</u>	<u>\$ 641</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ 79	\$ -	\$ 1,360	\$ -
Restricted assets:						
Cash and investments	20,982	10,748	-	-	-	641
Total cash and investment assets - ending	<u>\$ 20,982</u>	<u>\$ 10,748</u>	<u>\$ 79</u>	<u>\$ -</u>	<u>\$ 1,360</u>	<u>\$ 641</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ 20,982	\$ 10,748	\$ -	\$ -	\$ -	\$ 641
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	79	-	1,360	-
Total cash and investment fund balance - ending	<u>\$ 20,982</u>	<u>\$ 10,748</u>	<u>\$ 79</u>	<u>\$ -</u>	<u>\$ 1,360</u>	<u>\$ 641</u>

WASHINGTON 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)

	Community Transition Program	Impact Grant	Tobacco Master Settlement	Bioterrorism/ Health	Preparedness Deliverable Grant	Sheriff Drug 06-DJ-096 Grant
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	131,379	-	19,217	1,000	24,000	11,111
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	131,379	-	19,217	1,000	24,000	11,111
Disbursements:						
General government	131,379	-	-	259	24,000	11,111
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Capital outlay:						
General government	-	-	18,936	-	-	-
Public safety	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	131,379	-	18,936	259	24,000	11,111
Excess (deficiency) of receipts over disbursements	-	-	281	741	-	-
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	-	-	281	741	-	-
Cash and investment fund balance - beginning	-	20	23,945	1,517	-	-
Cash and investment fund balance - ending	\$ -	\$ 20	\$ 24,226	\$ 2,258	\$ -	\$ -
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ 20	\$ 24,226	\$ 2,258	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ 20	\$ 24,226	\$ 2,258	\$ -	\$ -
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	20	24,226	2,258	-	-
Total cash and investment fund balance - ending	\$ -	\$ 20	\$ 24,226	\$ 2,258	\$ -	\$ -

WASHINGTON 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)

	Posey Township Water System Grant	Park and Recreation Nonreverting	First Responder Grant	Rainy Day	State Welfare Excise Allocation	Riverboat Revenue Sharing
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	440,277	-	-	428,640	-	170,772
Charges for services	-	152,524	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	671	23,228	33,747	-
Total receipts	440,277	152,524	671	451,868	33,747	170,772
Disbursements:						
General government	417,049	167,307	335	347,580	-	81,289
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	33,747	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Capital outlay:						
General government	-	2,113	-	-	-	55,354
Public safety	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	417,049	169,420	335	347,580	33,747	136,643
Excess (deficiency) of receipts over disbursements	23,228	(16,896)	336	104,288	-	34,129
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	(62,814)	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	(62,814)	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	23,228	(16,896)	336	41,474	-	34,129
Cash and investment fund balance - beginning	-	3,326	(336)	46,209	-	32,526
Cash and investment fund balance - ending	\$ 23,228	\$ (13,570)	\$ -	\$ 87,683	\$ -	\$ 66,655
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ (13,570)	\$ -	\$ 87,683	\$ -	\$ 66,655
Restricted assets:						
Cash and investments	23,228	-	-	-	-	-
Total cash and investment assets - ending	\$ 23,228	\$ (13,570)	\$ -	\$ 87,683	\$ -	\$ 66,655
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ 23,228	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	(13,570)	-	87,683	-	66,655
Total cash and investment fund balance - ending	\$ 23,228	\$ (13,570)	\$ -	\$ 87,683	\$ -	\$ 66,655

WASHINGTON 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)

	County Economic Development Income Tax	Hava Voting Machine Title III	CDBG CF-05-202	Community Emergency Rescue Team Sub-Grant	County Corrections	Prosecutor Special Victims Grant
Receipts:						
Taxes	\$ 645,759	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	4,000
Charges for services	-	-	-	-	31,550	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	-	336	-	-
Total receipts	645,759	-	-	336	31,550	4,000
Disbursements:						
General government	-	7,250	52,226	825	-	4,000
Public safety	-	-	-	-	59,690	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	35,000	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	585,759	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	620,759	7,250	52,226	825	59,690	4,000
Excess (deficiency) of receipts over disbursements	25,000	(7,250)	(52,226)	(489)	(28,140)	-
Other financing sources (uses):						
Transfers in	-	-	-	-	30,000	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	30,000	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	25,000	(7,250)	(52,226)	(489)	1,860	-
Cash and investment fund balance - beginning	-	15,176	52,226	1,324	2,612	-
Cash and investment fund balance - ending	<u>\$ 25,000</u>	<u>\$ 7,926</u>	<u>\$ -</u>	<u>\$ 835</u>	<u>\$ 4,472</u>	<u>\$ -</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 25,000	\$ 7,926	\$ -	\$ 835	\$ 4,472	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 25,000</u>	<u>\$ 7,926</u>	<u>\$ -</u>	<u>\$ 835</u>	<u>\$ 4,472</u>	<u>\$ -</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	25,000	7,926	-	835	4,472	-
Total cash and investment fund balance - ending	<u>\$ 25,000</u>	<u>\$ 7,926</u>	<u>\$ -</u>	<u>\$ 835</u>	<u>\$ 4,472</u>	<u>\$ -</u>

WASHINGTON 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)

	Child Care Advocacy	2009 SHSP Grant	Adult Protective Services	Coroner's Education	Sheriff Sale Administration	Identification Security Protection
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	2,023	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	85,400	-	21,475	10,075
Fines and forfeits	-	-	-	-	-	-
Other	495	-	-	-	-	-
Total receipts	495	-	85,400	2,023	21,475	10,075
Disbursements:						
General government	-	161,987	-	-	-	-
Public safety	-	-	82,019	1,743	13,600	5,707
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	1,781	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	-	161,987	83,800	1,743	13,600	5,707
Excess (deficiency) of receipts over disbursements	495	(161,987)	1,600	280	7,875	4,368
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	161,987	-	-	-	-
Total other financing sources (uses)	-	161,987	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	495	-	1,600	280	7,875	4,368
Cash and investment fund balance - beginning	830	-	(11,328)	117	9,005	20,062
Cash and investment fund balance - ending	<u>\$ 1,325</u>	<u>\$ -</u>	<u>\$ (9,728)</u>	<u>\$ 397</u>	<u>\$ 16,880</u>	<u>\$ 24,430</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ (9,728)	\$ 397	\$ 16,880	\$ -
Restricted assets:						
Cash and investments	1,325	-	-	-	-	24,430
Total cash and investment assets - ending	<u>\$ 1,325</u>	<u>\$ -</u>	<u>\$ (9,728)</u>	<u>\$ 397</u>	<u>\$ 16,880</u>	<u>\$ 24,430</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	1,325	-	-	-	-	24,430
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	(9,728)	397	16,880	-
Total cash and investment fund balance - ending	<u>\$ 1,325</u>	<u>\$ -</u>	<u>\$ (9,728)</u>	<u>\$ 397</u>	<u>\$ 16,880</u>	<u>\$ 24,430</u>

WASHINGTON 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)

	Child Services	Adult Offender	Wireless Emergency Telephone System	Probation User Fee Administrative	Prosecutor Special Fees	Law Enforcement Continuing Education
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	9,425	-
Fines and forfeits	-	188	-	19,909	-	3,939
Other	13,218	-	104,948	-	-	-
Total receipts	13,218	188	104,948	19,909	9,425	3,939
Disbursements:						
General government	-	-	-	-	39,135	846
Public safety	-	188	-	25,926	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	25,043	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	25,043	188	-	25,926	39,135	846
Excess (deficiency) of receipts over disbursements	(11,825)	-	104,948	(6,017)	(29,710)	3,093
Other financing sources (uses):						
Transfers in	-	-	-	-	62,814	-
Transfers out	-	-	(75,000)	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	(75,000)	-	62,814	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(11,825)	-	29,948	(6,017)	33,104	3,093
Cash and investment fund balance - beginning	15,656	-	97,174	48,420	(30,997)	-
Cash and investment fund balance - ending	\$ 3,831	\$ -	\$ 127,122	\$ 42,403	\$ 2,107	\$ 3,093
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ 127,122	\$ 42,403	\$ -	\$ 3,093
Restricted assets:						
Cash and investments	3,831	-	-	-	2,107	-
Total cash and investment assets - ending	\$ 3,831	\$ -	\$ 127,122	\$ 42,403	\$ 2,107	\$ 3,093
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ 2,107	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	3,831	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	127,122	42,403	-	3,093
Total cash and investment fund balance - ending	\$ 3,831	\$ -	\$ 127,122	\$ 42,403	\$ 2,107	\$ 3,093

WASHINGTON 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)

	Marijuana	Pre-Trial Prosecutor	Sheriff's Repeater Tower	Build Washington County	Levy Excess	Solid Waste Management
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	13,094	-	-	-	-
Fines and forfeits	1,758	35,658	-	-	-	-
Other	-	-	13,813	-	2	-
Total receipts	1,758	48,752	13,813	-	2	-
Disbursements:						
General government	-	42,800	2,581	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	377,184
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	-	42,800	2,581	-	-	377,184
Excess (deficiency) of receipts over disbursements	1,758	5,952	11,232	-	2	(377,184)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	203,492
Total other financing sources (uses)	-	-	-	-	-	203,492
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,758	5,952	11,232	-	2	(173,692)
Cash and investment fund balance - beginning	-	-	8,048	13,985	(2)	-
Cash and investment fund balance - ending	\$ 1,758	\$ 5,952	\$ 19,280	\$ 13,985	\$ -	\$ (173,692)
Cash and Investment Assets - Ending						
Cash and investments	\$ 1,758	\$ 5,952	\$ 19,280	\$ 13,985	\$ -	\$ (173,692)
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 1,758	\$ 5,952	\$ 19,280	\$ 13,985	\$ -	\$ (173,692)
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	1,758	5,952	19,280	13,985	-	(173,692)
Total cash and investment fund balance - ending	\$ 1,758	\$ 5,952	\$ 19,280	\$ 13,985	\$ -	\$ (173,692)

WASHINGTON 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)

	PCA Fee Payment	Insurance Nonreverting	Hospital Lease Rental	Urine Screen Test	Indiana Child Care	Washington County Prosecuting Investigator
Receipts:						
Taxes	\$ -	\$ -	\$ 132,781	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	581	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	-	16,993	-	90,577
Total receipts	581	-	132,781	16,993	-	90,577
Disbursements:						
General government	471	900	207,200	14,134	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	471	900	207,200	14,134	-	-
Excess (deficiency) of receipts over disbursements	110	(900)	(74,419)	2,859	-	90,577
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	110	(900)	(74,419)	2,859	-	90,577
Cash and investment fund balance - beginning	-	1,464	160,066	41,019	(5,208)	3,148
Cash and investment fund balance - ending	<u>\$ 110</u>	<u>\$ 564</u>	<u>\$ 85,647</u>	<u>\$ 43,878</u>	<u>\$ (5,208)</u>	<u>\$ 93,725</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 110	\$ -	\$ -	\$ -	\$ (5,208)	\$ -
Restricted assets:						
Cash and investments	-	564	85,647	43,878	-	93,725
Total cash and investment assets - ending	\$ 110	\$ 564	\$ 85,647	\$ 43,878	\$ (5,208)	\$ 93,725
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ 564	\$ 85,647	\$ 43,878	\$ -	\$ -
Public safety	-	-	-	-	-	93,725
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	110	-	-	-	(5,208)	-
Total cash and investment fund balance - ending	\$ 110	\$ 564	\$ 85,647	\$ 43,878	\$ (5,208)	\$ 93,725

WASHINGTON 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)

	Sheriff's Investigation	Prosecutor's Drug Investigation	Cumulative Capital Development	Cumulative Bridge	Park and Recreation Cumulative Building	Totals
Receipts:						
Taxes	\$ -	\$ -	\$ 111,949	\$ 229,135	\$ 32,734	\$ 1,959,593
Licenses and permits	-	-	-	-	-	56,344
Intergovernmental	-	-	1,126	2,305	330	1,539,567
Charges for services	-	-	229,907	26,940	-	1,122,329
Fines and forfeits	-	-	-	-	-	437,448
Other	-	6,133	41,010	12,280	-	1,111,977
Total receipts	-	6,133	383,992	270,660	33,064	6,227,258
Disbursements:						
General government	-	-	483,476	-	-	2,599,641
Public safety	-	14,345	-	-	-	992,273
Highways and streets	-	-	-	337,484	-	647,484
Sanitation	-	-	-	-	-	377,184
Health and welfare	-	-	-	-	-	1,941,305
Economic development	-	-	-	-	-	35,000
Culture and recreation	-	-	-	-	-	189,596
Capital outlay:						
General government	-	-	-	-	19,536	95,939
Public safety	-	-	-	-	-	81,557
Health and welfare	-	-	-	-	-	590
Economic development	-	-	-	-	-	585,759
Culture and recreation	-	-	-	-	-	26,956
Urban redevelopment and housing	-	-	-	-	-	39,650
Total disbursements	-	14,345	483,476	337,484	19,536	7,612,934
Excess (deficiency) of receipts over disbursements	-	(8,212)	(99,484)	(66,824)	13,528	(1,385,676)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	192,814
Transfers out	-	-	-	-	-	(137,814)
Other receipts	-	-	-	-	-	365,479
Total other financing sources (uses)	-	-	-	-	-	420,479
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(8,212)	(99,484)	(66,824)	13,528	(965,197)
Cash and investment fund balance - beginning	1,275	12,021	289,223	(32,440)	50,794	1,646,211
Cash and investment fund balance - ending	<u>\$ 1,275</u>	<u>\$ 3,809</u>	<u>\$ 189,739</u>	<u>\$ (99,264)</u>	<u>\$ 64,322</u>	<u>\$ 681,014</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ -	\$ (99,264)	\$ 64,322	\$ (266,039)
Restricted assets:						
Cash and investments	1,275	3,809	189,739	-	-	947,053
Total cash and investment assets - ending	<u>\$ 1,275</u>	<u>\$ 3,809</u>	<u>\$ 189,739</u>	<u>\$ (99,264)</u>	<u>\$ 64,322</u>	<u>\$ 681,014</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 394,308
Public safety	1,275	3,809	-	-	-	357,337
Highways and streets	-	-	-	-	-	1,838
Health and welfare	-	-	-	-	-	3,831
Capital outlay	-	-	189,739	-	-	189,739
Unrestricted	-	-	-	(99,264)	64,322	(266,039)
Total cash and investment fund balance - ending	<u>\$ 1,275</u>	<u>\$ 3,809</u>	<u>\$ 189,739</u>	<u>\$ (99,264)</u>	<u>\$ 64,322</u>	<u>\$ 681,014</u>

WASHINGTON COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PRIVATE-PURPOSE TRUST FUNDS
 For The Year Ended December 31, 2008

	Congressional School Principal	Rodman Cemetery Endowment	Hebron Cemetery Endowment	R & F Motsinger Mahuron Estate	Standish Cemetery Endowment	Nancy J. Morris Endowment	Riley Trust Endowment	Harley Huckleberry Funeral Trust	Totals
Additions:									
Investment earnings:									
Interest	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 40	\$ 90	\$ -	\$ 130
Deductions:									
Administrative and general	-	710	-	-	-	-	-	-	710
Excess (deficiency) of total additions over total deductions	-	(710)	-	-	-	40	90	-	(580)
Cash and investment fund balance - beginning	27,027	833	1,772	877	2,471	8,916	31,865	862	74,623
Cash and investment fund balance - ending	<u>\$ 27,027</u>	<u>\$ 123</u>	<u>\$ 1,772</u>	<u>\$ 877</u>	<u>\$ 2,471</u>	<u>\$ 8,956</u>	<u>\$ 31,955</u>	<u>\$ 862</u>	<u>\$ 74,043</u>

WASHINGTON 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 of the Circuit Court	Surplus Tax Sale	Tax Sale Redemption	Surplus Tax	State Fines And Forfeitures
Additions:							
Agency fund additions	\$ 7,237	\$ 52	\$ 3,110,711	\$ 257	\$ 111,297	\$ 45,743	\$ 35
Deductions:							
Agency fund deductions	7,351	2,162	3,059,538	583,394	111,297	43,746	35
Excess (deficiency) of total additions over total deductions	(114)	(2,110)	51,173	(583,137)	-	1,997	-
Cash and investment fund balance - beginning	1,281	9,055	681,989	644,625	-	4,039	-
Cash and investment fund balance - ending	<u>\$ 1,167</u>	<u>\$ 6,945</u>	<u>\$ 733,162</u>	<u>\$ 61,488</u>	<u>\$ -</u>	<u>\$ 6,036</u>	<u>\$ -</u>

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

	State Sales Disclosure Fee	Sewage Collections	County Recorder	Infraction Judgements	Inheritance Tax	Homestead Credit (Local Option)	Property Replacement and Homestead Credit
Additions:							
Agency fund additions	\$ 3,381	\$ 12,173	\$ 113,290	\$ 38,412	\$ 329,100	\$ 934,159	\$ 3,736,502
Deductions:							
Agency fund deductions	3,328	16,541	115,286	36,688	354,346	883,952	3,736,502
Excess (deficiency) of total additions over total deductions	53	(4,368)	(1,996)	1,724	(25,246)	50,207	-
Cash and investment fund balance - beginning	55	4,368	10,337	-	50,265	967,494	-
Cash and investment fund balance - ending	<u>\$ 108</u>	<u>\$ -</u>	<u>\$ 8,341</u>	<u>\$ 1,724</u>	<u>\$ 25,019</u>	<u>\$ 1,017,701</u>	<u>\$ -</u>

WASHINGTON 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	Payroll	Sheriff's Inmate Trust	Education Plate Fees	County Economic Development Income Tax	Innkeepers Tax	Financial Institution Tax
Additions:							
Agency fund additions	\$ 24,145,622	\$ 2,232,673	\$ 23,119	\$ 1,500	\$ 933,938	\$ 9,136	\$ 102,652
Deductions:							
Agency fund deductions	15,813,439	2,219,863	21,168	1,500	933,111	9,215	51,326
Excess (deficiency) of total additions over total deductions	8,332,183	12,810	1,951	-	827	(79)	51,326
Cash and investment fund balance - beginning	5,341,091	121,945	2,501	-	20,116	2,823	-
Cash and investment fund balance - ending	<u>\$ 13,673,274</u>	<u>\$ 134,755</u>	<u>\$ 4,452</u>	<u>\$ -</u>	<u>\$ 20,943</u>	<u>\$ 2,744</u>	<u>\$ 51,326</u>

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

	Mortgage Fees State Share	Commercial Vehicle Excise Tax	Welfare Trust	Homestead Credit Rebate	Tax Settlement Fund	County Prosecuting Attorney	Park and Recreation Sales Tax
Additions:							
Agency fund additions	\$ 3,225	\$ 184,500	\$ 2,538	\$ -	\$ 15,115,305	\$ 35,631	\$ 12,663
Deductions:							
Agency fund deductions	3,033	92,250	10,690	769,688	15,115,305	36,375	10,640
Excess (deficiency) of total additions over total deductions	192	92,250	(8,152)	(769,688)	-	(744)	2,023
Cash and investment fund balance - beginning	-	-	8,854	769,688	-	4,107	1,253
Cash and investment fund balance - ending	<u>\$ 192</u>	<u>\$ 92,250</u>	<u>\$ 702</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,363</u>	<u>\$ 3,276</u>

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

	Hea 1001-2008 Homestead Credit	Tax Withholding	Intercept Ptrc	County Park and Recreation	County Sheriff	Totals
Additions:						
Agency fund additions	\$ 1,615,355	\$ 176	\$ 852,802	\$ 226,937	\$ 1,038,612	\$ 54,978,733
Deductions:						
Agency fund deductions	1,599,627	-	852,802	226,957	1,105,543	47,826,698
Excess (deficiency) of total additions over total deductions	15,728	176	-	(20)	(66,931)	7,152,035
Cash and investment fund balance - beginning	-	-	-	360	124,971	8,771,217
Cash and investment fund balance - ending	<u>\$ 15,728</u>	<u>\$ 176</u>	<u>\$ -</u>	<u>\$ 340</u>	<u>\$ 58,040</u>	<u>\$ 15,923,252</u>

WASHINGTON 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.

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	\$ 944,994
Infrastructure	22,722,004
Buildings	16,376,939
Improvements other than buildings	3,440,208
Machinery and equipment	<u>5,532,678</u>
 Total governmental activities, capital assets not being depreciated	 <u>\$ 49,016,823</u>

WASHINGTON 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:		
Bulldozer	\$ 36,761	\$ 19,210
(6) 2005 Sterling Dump Trucks	62,840	63,872
(2) Gradall XL 2300	29,734	30,166
(6) Truck Beds	44,357	46,427
2007 New Holland mower	7,284	3,080
Volvo road grader	72,906	15,305
2006 Chevrolet Sign Truck	47,583	13,048
2008 Sterling Dump Truck	113,656	27,518
(3) 2008 Ford F150s	147,139	25,000
Police Cars	12,125	12,347
Phone System	245,231	40,000
F150 Truck	9,322	9,661
(2) Backhoes	87,740	27,511
2007 Ford Ambulance	57,076	20,836
(2) 2008 Ford Ambulance	<u>203,759</u>	<u>42,000</u>
 Total governmental activities debt	 <u>\$ 1,177,513</u>	 <u>\$ 395,981</u>

WASHINGTON COUNTY
OTHER REPORTS

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

County Auditor
County Sheriff
County Parks and Recreation

SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA

AN EQUAL OPPORTUNITY EMPLOYER

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

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

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

TO: THE OFFICIALS OF WASHINGTON COUNTY, INDIANA

Compliance

We have audited the compliance of Washington 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

November 5, 2009

WASHINGTON 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 HOUSING AND URBAN DEVELOPMENT</u>			
Pass-Through Office of Rural Affairs Community Development Block Grants/State's Program	14.228	CF-07-208	\$ 344,581
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Pass-Through Indiana Criminal Justice Institute Edward Byrne Memorial Justice Assistance Grant Program	16.738		
05-DJ-096		2005-DJ-BX-0759	9,701
06-DJ-062		2006-DJ-BX-0051	15,062
06-DJ-035		2006-DJ-BX-0051	2,824
Total for Program			27,587
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Pass-Through Indiana Department of Transportation Highway Planning and Construction Cluster Highway Planning and Construction	20.205		26,940
<u>U.S. GENERAL SERVICES ADMINISTRATION</u>			
Pass-Through Indiana Secretary of State Election Reform Payments	39.011		7,250
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Direct Grant Drug Free Communities Support Program Grants	93.276		
		SP11257-04	27,500
		SP11257-10	10,600
Total for program			38,100
Pass-Through Indiana State Department of Health Public Health Emergency Preparedness	93.069	5U90TP517024-08	24,000
Pass-Through Indiana Department of Child Services Child Support Enforcement	93.563		189,188
Total for federal grantor agency			251,288
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Homeland Security Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036		
		PW 1766	66,254
		DR 1795	169,698
Total for program			235,952
Emergency Management Performance Grants	97.042	EDS #C44P-8-108A EDS #C44P-8-293A	27,597 28,816
Total for program			56,413
State Homeland Security Program (SHSP)	97.073	EDS #C44P-7-451	161,987
Total for federal grantor agency			454,352
Total federal awards expended			\$ 1,111,998

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

WASHINGTON COUNTY
NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Basis of Presentation

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

WASHINGTON COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Qualified

Internal control over financial reporting:

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

Noncompliance material to financial statements noted?	no
---	----

Federal Awards:

Internal control over major programs:

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

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

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

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
----------------	------------------------------------

14.228	Community Development Block Grants/State's Program
--------	--

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

Auditee qualified as low-risk auditee?	yes
--	-----

Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

WASHINGTON COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

WASHINGTON COUNTY COUNTY
EXIT CONFERENCE

The contents of this report were discussed on November 5, 2009, with Sarah Bachman, Auditor; Lana Sullivan, President of the Board of County Commissioners; and Mark Manship, President of the County Council.