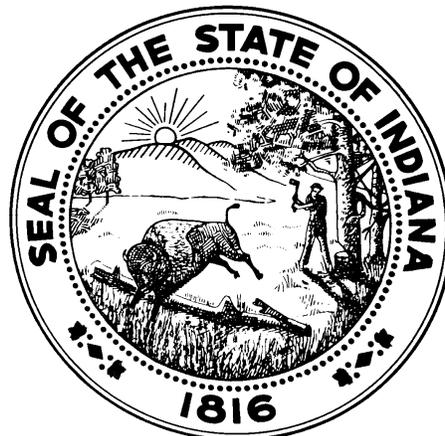


STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769

ANNUAL FINANCIAL REPORT

2008

DELAWARE COUNTY, INDIANA



FILED

12/04/2009

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	2
Independent Auditor's Report on Financial Statements and Supplementary Schedule of Expenditures of Federal Awards	3-4
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	5-6
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Activities and Net Assets – Cash and Investment Basis	7
Fund Financial Statements:	
Governmental Funds:	
Statement of Assets and Fund Balances and Receipts, Disbursements, and Changes in Fund Balances – Cash and Investment Basis – Governmental Funds	8
Proprietary Funds:	
Statement of Assets and Fund Balances and Receipts, Disbursements, and Changes in Fund Balances – Cash and Investment Basis – Proprietary Funds.....	9
Fiduciary Funds:	
Statement of Additions, Deductions, and Changes in Cash and Investment Balances – Fiduciary Funds	10
Notes to Financial Statements	11-24
Required Supplementary Information:	
Schedules of Funding Progress	25
Supplementary Information:	
Combining Schedule of Assets and Fund Balances and Receipts, Disbursements, and Changes in Fund Balances – Cash and Investment Basis – Other Governmental Funds.....	26-43
Combining Schedule of Assets and Fund Balances and Receipts, Disbursements, and Changes in Fund Balances – Cash and Investment Basis – Internal Service Funds	44
Combining Schedule of Additions, Deductions, and Changes in Cash and Investment Balances – Pension Trust Funds	45
Combining Schedule of Additions, Deductions, and Changes in Cash and Investment Balances – Agency Funds.....	46-51
Schedule of Capital Assets.....	52
Schedule of Long-Term Debt	53
Other Reports.....	54
Supplemental Audit of Federal Awards:	
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.....	56-57
Schedule of Expenditures of Federal Awards	58-59
Note to Schedule of Expenditures of Federal Awards.....	60
Schedule of Findings and Questioned Costs	61-63
Auditee Prepared Schedules:	
Summary Schedule of Prior Audit Findings	64-65
Corrective Action Plan.....	66-67
Exit Conference.....	68

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Judy Rust	01-01-07 to 12-31-10
Treasurer	Warren E. Beebe John Dorer	01-01-05 to 12-31-08 01-01-09 to 12-31-12
Clerk	Steven Craycraft	01-01-08 to 12-31-11
Sheriff	George Sheridan, Jr.	01-01-07 to 12-31-10
Recorder	Jane Lasater	01-01-07 to 12-31-10
President of the Board of County Commissioners	John Brooke Todd Donati	01-01-08 to 12-31-08 01-01-09 to 12-31-09
President of the County Council	Bradley Bookout Christopher Matchett	01-01-08 to 12-31-08 01-01-09 to 12-31-09



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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

TO: THE OFFICIALS OF DELAWARE COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Delaware County (County), as of and for the year ended December 31, 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.

Except as discussed in the following two paragraphs, 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.

The Delaware County 2007 Employee Health Benefits Trust is a separate entity established as a statutory trust under the laws of the State of Delaware. The County did not provide enough data concerning the trust to determine the proper presentation in the financial statements; therefore, none of the transactions of the Trust are included in the financial statements.

In our opinion, except that the omission of the data referred to above does not allow proper presentation, the financial statements referred to above present fairly, in all material respects, the respective cash and investment balances of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County as of December 31, 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 October 22, 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

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

and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

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

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

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

The County provides postemployment health insurance benefits to eligible retirees. The County has not provided an actuarial study to determine the County's annual postemployment benefit cost for proper disclosure.

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

October 22, 2009



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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

TO: THE OFFICIALS OF DELAWARE COUNTY, INDIANA

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Delaware County (County), as of and for the year ended December 31, 2008, which collectively comprise the County's basic financial statements and have issued our report thereon dated October 22, 2009. The opinions to the financial statements were qualified due to not being able to determine the proper presentation of the Delaware County 2007 Employee Health Benefits Trust. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

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

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiencies described in items 2008-1, 2008-2, and 2008-3 of the accompanying Schedule of Findings and Questioned Costs to be significant deficiencies in internal control over financial reporting.

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

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. However, of the significant deficiencies described above, we consider items 2008-1, 2008-2, and 2008-3 to be material weaknesses.

Compliance and Other Matters

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

We noted certain matters that we reported to management in separate letters dated October 22, 2009.

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

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

STATE BOARD OF ACCOUNTS

October 22, 2009

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

Functions/Programs	Program Receipts				Net (Disbursement) Receipt and Changes in Net Assets		
	Disbursements	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					Governmental Activities	Business-Type Activities	Totals
Primary government:							
Governmental activities:							
General government	\$ 22,463,026	\$ 2,931,593	\$ 224,972	\$ 7,500	\$ (19,298,961)	\$ -	\$ (19,298,961)
Public safety	14,716,559	3,776,617	1,246,043	481,082	(9,212,817)	-	(9,212,817)
Highways and streets	6,995,526	-	3,307,208	969,980	(2,718,338)	-	(2,718,338)
Health and welfare	15,374,711	1,995,559	6,248,184	-	(7,130,968)	-	(7,130,968)
Economic development	3,717,435	-	2,379,024	-	(1,338,411)	-	(1,338,411)
Culture and recreation	2,198,940	230,401	2,173,790	-	205,251	-	205,251
Urban redevelopment and housing	-	20	-	-	20	-	20
Principal and interest on indebtedness	7,600,441	-	-	-	(7,600,441)	-	(7,600,441)
Total governmental activities	73,066,638	8,934,190	15,579,221	1,458,562	(47,094,665)	-	(47,094,665)
Business-type activities:							
Storm Water	104,782	137,855	-	-	-	33,073	33,073
Total business-type activities	104,782	137,855	-	-	-	33,073	33,073
Total primary government	\$ 73,171,420	\$ 9,072,045	\$ 15,579,221	\$ 1,458,562	(47,094,665)	33,073	(47,061,592)
General receipts:							
Property taxes					32,285,295	-	32,285,295
Income taxes					4,216,686	-	4,216,686
Intergovernmental					1,934,786	-	1,934,786
Other local sources					1,094,788	-	1,094,788
Net proceeds from borrowings					5,500,500	-	5,500,500
Grants and contributions not restricted to specific programs					174,790	-	174,790
Investment earnings					1,492,186	-	1,492,186
Total general receipts					46,699,031	-	46,699,031
Change in net assets					(395,634)	33,073	(362,561)
Net assets - beginning					49,477,917	199,247	49,677,164
Net assets - ending					\$ 49,082,283	\$ 232,320	\$ 49,314,603
Assets							
Cash and investments					\$ 12,874,088	232,320	\$ 13,106,408
Restricted assets:							
Cash and investments					36,208,195	-	36,208,195
Total assets					\$ 49,082,283	\$ 232,320	\$ 49,314,603
Net Assets							
Restricted for:							
General government					\$ 2,742,996	\$ -	\$ 2,742,996
Public safety					1,579,807	-	1,579,807
Highways and streets					1,499,341	-	1,499,341
Health and welfare					8,052,508	-	8,052,508
Culture and recreation					603,998	-	603,998
Debt service					14,164,493	-	14,164,493
Capital outlay					7,565,052	-	7,565,052
Unrestricted					12,874,088	232,320	13,106,408
Total net assets					\$ 49,082,283	\$ 232,320	\$ 49,314,603

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

DELAWARE COUNTY
STATEMENT OF ASSETS AND FUND BALANCES AND RECEIPTS,
DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
GOVERNMENTAL FUNDS
For The Year Ended December 31, 2008

	General	Family And Children	TIF Allocation	Cumulative Bridge	Other Governmental Funds	Totals
Receipts:						
Taxes	\$ 15,764,887	\$ 11,557,186	\$ 2,401,419	\$ 2,036,133	\$ 8,939,026	\$ 40,698,651
Special assessments	-	-	-	-	637,734	637,734
Intergovernmental	2,181,701	5,012,397	41,533	579,289	6,633,530	14,448,450
Charges for services	3,588,092	-	-	-	1,427,933	5,016,025
Fines and forfeits	628,865	-	-	-	2,649,784	3,278,649
Other	1,770,384	9,352	-	165,888	449,333	2,394,957
Total receipts	23,933,929	16,578,935	2,442,952	2,781,310	20,737,340	66,474,466
Disbursements:						
General government	19,514,626	-	-	-	2,092,022	21,606,648
Public safety	10,303,178	-	-	-	3,608,496	13,911,674
Highways and streets	-	-	-	1,245,461	3,611,620	4,857,081
Health and welfare	347,243	13,196,565	-	-	1,803,762	15,347,570
Economic development	-	-	402,821	-	1,247,639	1,650,460
Culture and recreation	-	-	-	-	2,198,940	2,198,940
Debt service:						
Principal	-	2,650,000	-	-	3,765,923	6,415,923
Interest	-	-	-	-	1,184,518	1,184,518
Capital outlay:						
General government	385,725	-	-	-	341,100	726,825
Public safety	112,110	-	-	-	692,775	804,885
Highways and streets	-	-	-	1,393,124	745,321	2,138,445
Health and welfare	18,627	-	-	-	8,514	27,141
Economic development	-	-	-	-	2,066,975	2,066,975
Total disbursements	30,681,509	15,846,565	402,821	2,638,585	23,367,605	72,937,085
Excess (deficiency) of receipts over disbursements	(6,747,580)	732,370	2,040,131	142,725	(2,630,265)	(6,462,619)
Other financing sources (uses):						
Net proceeds from borrowings	975,000	4,050,000	-	-	475,500	5,500,500
Transfers in	67,863	-	-	-	1,816,652	1,884,515
Transfers out	(159,168)	-	(561,049)	-	(1,164,298)	(1,884,515)
Other receipts	120,329	-	-	-	78,334	198,663
Total other financing sources (uses)	1,004,024	4,050,000	(561,049)	-	1,206,188	5,699,163
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(5,743,556)	4,782,370	1,479,082	142,725	(1,424,077)	(763,456)
Cash and investment fund balance - beginning	10,718,094	2,188,384	7,032,969	5,823,507	21,433,485	47,196,439
Cash and investment fund balance - ending	<u>\$ 4,974,538</u>	<u>\$ 6,970,754</u>	<u>\$ 8,512,051</u>	<u>\$ 5,966,232</u>	<u>\$ 20,009,408</u>	<u>46,432,983</u>
Amounts reported for governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis are different because:						
Internal services funds are used by management to charge the costs of certain services to individual funds. The receipts and disbursements of the internal service funds are included in governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis.						
						2,649,300
Net assets of governmental activities						<u>\$ 49,082,283</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 4,974,538	\$ -	\$ -	\$ -	\$ 5,250,250	\$ 10,224,788
Restricted assets:						
Cash and investments	-	6,970,754	8,512,051	5,966,232	14,759,158	36,208,195
Total cash and investment assets - ending	<u>\$ 4,974,538</u>	<u>\$ 6,970,754</u>	<u>\$ 8,512,051</u>	<u>\$ 5,966,232</u>	<u>\$ 20,009,408</u>	<u>\$ 46,432,983</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ 2,742,996	\$ 2,742,996
Public safety	-	-	-	-	1,579,807	1,579,807
Highways and streets	-	-	-	-	1,499,341	1,499,341
Health and welfare	-	6,970,754	-	-	1,081,754	8,052,508
Culture and recreation	-	-	-	-	603,998	603,998
Debt service	-	-	8,512,051	-	5,652,442	14,164,493
Capital outlay	-	-	-	5,966,232	1,598,820	7,565,052
Unrestricted	4,974,538	-	-	-	5,250,250	10,224,788
Total cash and investment fund balance - ending	<u>\$ 4,974,538</u>	<u>\$ 6,970,754</u>	<u>\$ 8,512,051</u>	<u>\$ 5,966,232</u>	<u>\$ 20,009,408</u>	<u>\$ 46,432,983</u>

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

DELAWARE COUNTY
STATEMENT OF ASSETS AND FUND BALANCES AND
RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
PROPRIETARY FUNDS
As Of And For The Year Ended December 31, 2008

	<u>Storm Water</u>	<u>Internal Service Funds</u>
Operating receipts:		
Unmetered/flat rate	\$ 133,355	\$ -
Insurance proceeds	-	426,998
Employee contributions	-	757,086
Employer contribution	-	6,416,278
Miscellaneous	<u>4,500</u>	<u>-</u>
Total operating receipts	<u>137,855</u>	<u>7,600,362</u>
Operating disbursements:		
Salaries and wages	35,573	755,753
Employee pensions and benefits	10,896	-
Material and supplies	5,851	-
Contractual services	35,872	-
Rents	2,900	-
Insurance claims and expense	-	6,547,164
Administration and general	50	-
Miscellaneous	<u>13,640</u>	<u>-</u>
Total operating disbursements	<u>104,782</u>	<u>7,302,917</u>
Excess of operating receipts over operating disbursements	<u>33,073</u>	<u>297,445</u>
Nonoperating receipts (disbursements):		
Investment income	<u>-</u>	<u>70,377</u>
Excess of receipts over disbursements and nonoperating receipts	33,073	367,822
Cash and investment fund balance - beginning	<u>199,247</u>	<u>2,281,478</u>
Cash and investment fund balance - ending	<u>\$ 232,320</u>	<u>\$ 2,649,300</u>
<u>Cash and Investment Assets - December 31</u>		
Cash and investments	<u>\$ 232,320</u>	<u>\$ 2,649,300</u>
<u>Cash and Investment Fund Balance - December 31</u>		
Unrestricted	<u>\$ 232,320</u>	<u>\$ 2,649,300</u>

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

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

	<u>Pension Trust Funds</u>	<u>Private-Purpose Trust Funds</u>	<u>Agency Funds</u>
Additions:			
Contributions:			
Employer	\$ 158,907	\$ -	
Plan members	50,661	-	
Other	<u>583</u>	<u>-</u>	
Total contributions	<u>210,151</u>	<u>-</u>	
Investment earnings:			
Interest	296,745	-	
Dividends	<u>16,290</u>	<u>-</u>	
Total investment earnings	313,035	-	
Less realized loss on sale of investments	<u>(377,293)</u>	<u>-</u>	
Net investment earnings	<u>(64,258)</u>	<u>-</u>	
Total additions	<u>145,893</u>	<u>-</u>	
Deductions:			
Benefits	536,102	-	
Administrative and general	<u>161,098</u>	<u>-</u>	
Total deductions	<u>697,200</u>	<u>-</u>	
Excess (deficiency) of total additions over total deductions	(551,307)	-	
Cash and investment fund balance - beginning	<u>11,864,337</u>	<u>18,236</u>	
Cash and investment fund balance - ending	<u>\$ 11,313,030</u>	<u>\$ 18,236</u>	<u>\$ 31,456,384</u>

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

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies

A. Reporting Entity

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

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

Primary Government: Delaware County

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

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

Related Organizations

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

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

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

Fund Financial Statements

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitutes its assets, fund equity, receipts, and disbursements. Separate financial statements are provided for governmental funds, proprietary funds, 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.

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

The County reports the following major governmental funds:

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

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

The TIF allocation fund accounts for tax revenues captured for the Morrison Road TIF district.

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

The County reports the following major proprietary fund:

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

Additionally, the County reports the following fund types:

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

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

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

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

C. Measurement Focus and Basis of Accounting

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

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

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

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities are provided to people outside the government (enterprise funds) or other departments or agencies primarily within the government (internal service funds).

D. Assets and Cash and Investment Balances

1. Cash and Investments

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

2. Property Taxes

Property taxes levied are collected by the County Treasurer and are distributed to the County in June and in December. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's March 1 (lien date) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100% of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which become delinquent if not paid by May 10 and November 10, respectively. Property tax collections were delayed in 2008 due to reassessment delays resulting in the second installment for 2008 not due until January 10, 2009, and not distributed until March 31, 2009.

3. Capital Assets

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

4. Long-Term Debt

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

5. Equity Classification

Government-Wide Statements

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

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

Fund Financial Statements

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

E. Receipts and Disbursements

1. Program Receipts

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

2. Operating Receipts and Disbursements

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

F. Internal and Interfund Balances and Activities

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

Fund Financial Statements

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

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Government-Wide Financial Statements

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

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

II. Stewardship, Compliance and Accountability

Budgetary Information

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

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

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

III. Detailed Notes on All Funds

A. Deposits and Investments

1. Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. Indiana Code 5-13-8-1 allows a political subdivision of the State of Indiana to deposit public funds in a financial institution only if the financial institution is a depository eligible to receive state funds and has a principal office or branch that qualifies to receive public funds of the political subdivision. The County does not have a deposit policy for custodial credit risk. At December 31, 2008, the County had deposit balances in the amount of \$93,054,295.

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

The bank balances were insured by the Federal Deposit Insurance Corporation or the Public Deposit Insurance Fund, which covers all public funds held in approved depositories.

2. Investments

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

Investment Type	Sheriff's Retirement and Benefit Pension Plans	Emergency Medical Services Pension Plans
U.S. treasuries and securities	\$ 670,395	\$ -
U.S. agencies	1,003,553	-
Mutual funds	-	712,791
Corporate debt instruments	1,762,588	-
Corporate equity instruments	4,984,723	-
Totals	<u>\$ 8,421,259</u>	<u>\$ 712,791</u>

Statutory Authorization for Investments

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

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

Additionally, the County may enter into repurchase agreements with depositories designated by the State Board of Finance as depositories for state deposits involving the County's purchase and guaranteed resale of any interest-bearing obligations issued or fully insured or

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

guaranteed by the United States of America, a United States of America government agency, an instrumentality of the United States of America, or a federal government sponsored enterprise. The repurchase agreement is considered to have a stated final maturity of one day. This agreement must be fully collateralized by interest-bearing obligations as determined by their current market value.

The Sheriff's Pension Plan is not subject to the same investment laws as the County. The investment policy for the Sheriff's Retirement and Benefit Pension Plans was adopted by the Sheriff's Merit Board on January 15, 2003. Authorized investments include U.S. equities, international equities, fixed income bonds, managed futures, and hedge fund of funds.

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

Investment Custodial Credit Risk

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

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

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

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

Sheriff's Retirement and Benefit Pension Plans:

<u>Investment Type</u>	<u>Not in the Government's Name</u>
U.S. treasuries and securities	\$ 670,395
U.S. agencies	1,003,553
Corporate debt instruments	1,762,588
Corporate equity instruments	<u>4,984,723</u>
Total	<u>\$ 8,421,259</u>

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Emergency Medical Services Pension Plan:

Investment Type	Not in the Government's Name
Mutual funds	\$ <u>712,791</u>

Interest Rate Risk

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

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

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

Sheriff's Retirement and Benefit Pension Plans:

Investment Type	Investment Maturities (in Years)		
	Less Than 1	1-2	More Than 2
U.S. treasuries and securities	\$ 379,679	\$ -	\$ 290,716
U.S. agencies	170,783	169,512	663,258
Corporate debt instruments	269,540	126,935	1,366,113
Totals	\$ 820,002	\$ 296,447	\$ 2,320,087

Credit Risk

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

The Sheriff's Merit Board has adopted the following policy for credit risk. In general, fixed income investments are to be primarily limited to investment grade securities issued and traded in the United States, however the Pension Committee may allocate a small portion of the bond portfolio to convertible securities and recognizes that allocating funds to convertible securities will result in the purchase of some fixed income securities that are not rated or rated below investment grade.

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Sheriff's Retirement and Benefit Pension Plans:

<u>Standard and Poor's Rating</u>	<u>Moody's Rating</u>	<u>Corporate Bonds</u>	<u>Government Sponsored Enterprise</u>
AAA	Aaa	\$ 196,296	\$ 1,673,948
AA	Aa	430,210	-
A	A	687,597	-
BBB	Baa	309,858	-
BB	Ba	62,416	-
B	B	2,806	-
CCC	Caa	2,949	-
Unrated	Unrated	<u>70,456</u>	<u>-</u>
Totals		<u>\$ 1,762,588</u>	<u>\$ 1,673,948</u>

Concentration of Credit Risk

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

The Sheriff's Merit Board has adopted the following policy for the concentration of credit risk. The pension committee believes that diversification, both by and within asset classes, is a primary risk management concept.

The Emergency Medical Services Pension Board has not adopted a policy for the concentration of credit risk.

Foreign Currency Risk

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

The Sheriff's Merit Board has adopted a formal policy in regards to foreign currency. The policy states investments in international equities shall be limited to American Depository Receipts.

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

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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	\$ 159,168
TIF Allocation	Other governmental funds	561,049
Other governmental funds	General Fund	67,863
Other governmental funds	Other governmental funds	1,096,435
Total		\$ 1,884,515

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

IV. Other Information

A. Risk Management

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

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

Medical Benefits to Employees, Retirees, and Dependents

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

Job Related Illnesses or Injuries to Employees

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

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

worker's compensation coverage. The County pays an annual premium to the risk pool for its worker's compensation coverage. The risk pool is considered a self-sustaining risk pool that will provide coverage for its members for up to \$1,000,000 per insured event.

B. Holding Corporation

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

C. Subsequent Events

On May 14, 2009, the Delaware County Redevelopment Commission granted \$1,110,000 to the Muncie Redevelopment Commission for the purchase of three aerial ladder fire trucks.

On June 12, 2009, the Delaware County Redevelopment Commission entered into a development agreement with VAT-Energies, LLC for the purchase of solar and wind powered street lights and a vertical vane wind turbine at a cost of \$1,500,000.

D. Other Postemployment Benefit

Single-Employer Defined Benefit Healthcare Plan

Plan Description

Delaware County Retirees Healthcare Plan is a single-employer defined benefit healthcare plan administered by the County. The plan provides medical insurance to eligible retirees and their spouses. Ordinance 2007-009A assigns the authority to establish and amend benefit provisions to the County.

Funding Policy

The contribution requirements of plan members for the Delaware County Retirees Healthcare Plan are established by the County's County Council. The required contribution is based on projected pay-as-you-go financing requirements. For the year ended December 31, 2008, the County contributed \$590,550 to the plan. Plan members receiving benefits contributed \$153,543, or approximately 26% of the total premiums, through their required contribution of \$101.60 to \$156.30 per month for retiree-only coverage and \$270.21 to \$415.72 for retiree and spouse coverage.

E. Administration of Welfare Programs

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

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

F. Pension Plans

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

1. Public Employees' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Cost

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

2. County Police Retirement Plan

Plan Description

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

Funding Policy and Annual Pension Cost

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

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

3. County Police Benefit Plan

Plan Description

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

Funding Policy and Annual Pension Cost

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

Actuarial Information for the Above Plans

	<u>PERF</u>	<u>County Police Retirement Plan</u>	<u>County Police Benefit Plan</u>
Annual required contribution	\$ 931,616	\$ 953,120	\$ 22,836
Interest on net pension obligation	21,101	145,193	857
Adjustment to annual required contribution	<u>(24,047)</u>	<u>(382,690)</u>	<u>(2,258)</u>
Annual pension cost	928,670	715,623	21,435
Contributions made	<u>919,996</u>	<u>8,164</u>	<u>22,836</u>
Increase (decrease) in net pension obligation	8,674	707,459	(1,401)
Net pension obligation, beginning of year	<u>291,055</u>	<u>2,074,180</u>	<u>12,236</u>
Net pension obligation, end of year	<u>\$ 299,729</u>	<u>\$ 2,781,639</u>	<u>\$ 10,835</u>

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

	PERF	County Police Retirement Plan	County Police Benefit Plan
Contribution rates:			
County	6%	0%	1%
Plan members	3%	0%	0%
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
		County Police Retirement Plan	County Police Benefit Plan
Actuarial Assumptions	PERF		
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	\$ 906,937	72%	\$ 167,843
	06-30-07	866,437	86%	291,055
	06-30-08	928,670	99%	299,729
County Police Retirement Plan	12-31-06	708,667	1%	1,809,245
	12-31-07	269,463	1%	2,047,180
	12-31-08	715,623	1%	2,781,639
County Police Benefit Plan	12-31-06	23,260	100%	14,367
	12-31-07	24,341	100%	12,236
	12-31-08	21,435	100%	10,835

DELAWARE COUNTY
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF FUNDING PROGRESS

Public Employees' Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-06	\$ 15,301,307	\$ 15,744,932	\$ (443,625)	97%	\$ 14,681,323	(3%)
07-01-07	17,046,868	17,768,717	(721,849)	96%	15,107,932	(5%)
07-01-08	18,437,359	19,775,045	(1,337,686)	93%	15,997,154	(8%)

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)
01-01-04	\$ 9,536,967	\$ 9,536,967	\$ -	100%	\$ 1,476,596	0%
01-01-05	9,479,107	9,479,107	-	100%	1,512,779	0%
01-01-06	9,983,084	9,983,084	-	100%	1,629,380	0%
01-01-07	10,539,795	14,564,761	(4,024,966)	72%	1,872,517	(215%)
01-01-08	11,050,618	14,325,927	(3,275,309)	77%	1,848,612	(177%)
01-01-09	10,144,659	15,259,183	(5,114,524)	66%	1,992,837	(257%)

DELAWARE COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008

	Local Road And Street	Accident Report	Firearms Training	Health	Law Enforcement Continuing Education	Clerk's Records Perpetuation	Electronic Map Generation
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ 674,517	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Intergovernmental	598,790	-	-	237,376	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	2,983	21,930	213,401	1,272	17,187	130,289
Other	3,452	-	-	7,576	-	-	-
Total receipts	602,242	2,983	21,930	1,132,870	1,272	17,187	130,289
Disbursements:							
General government	-	-	-	-	-	6,172	135,208
Public safety	-	5,054	13,072	-	475	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	1,121,039	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Highways and streets	624,122	-	-	-	-	-	-
Health and welfare	-	-	-	8,514	-	-	-
Economic development	-	-	-	-	-	-	-
Total disbursements	624,122	5,054	13,072	1,129,553	475	6,172	135,208
Excess (deficiency) of receipts over disbursements	(21,880)	(2,071)	8,858	3,317	797	11,015	(4,919)
Other financing sources (uses):							
Net proceeds from borrowings	-	-	-	50,000	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	50,000	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(21,880)	(2,071)	8,858	53,317	797	11,015	(4,919)
Cash and investment fund balance - beginning	138,923	2,502	17,396	235,952	6,284	13,723	6,345
Cash and investment fund balance - ending	\$ 117,043	\$ 431	\$ 26,254	\$ 289,269	\$ 7,081	\$ 24,738	\$ 1,426
Cash and Investment Assets - Ending							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,426
Restricted assets:							
Cash and investments	117,043	431	26,254	289,269	7,081	24,738	-
Total cash and investment assets - ending	\$ 117,043	\$ 431	\$ 26,254	\$ 289,269	\$ 7,081	\$ 24,738	\$ 1,426
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 24,738	\$ -
Public safety	-	431	26,254	-	7,081	-	-
Highways and streets	117,043	-	-	-	-	-	-
Health and welfare	-	-	-	289,269	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	1,426
Total cash and investment fund balance - ending	\$ 117,043	\$ 431	\$ 26,254	\$ 289,269	\$ 7,081	\$ 24,738	\$ 1,426

DELAWARE COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Emergency Telephone System	Drug Free Community	Drainage Maintenance	Emergency Planning/Right To Know	Federal Surplus Property	Highway	Property Reassessment
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 212,026
Special assessments	-	-	529,464	-	-	-	-
Intergovernmental	-	-	-	29,142	-	2,843,813	21,693
Charges for services	-	-	-	-	-	-	31,051
Fines and forfeits	700,828	109,046	-	-	-	-	-
Other	10,539	-	46,195	2,480	-	85,956	42,992
Total receipts	711,367	109,046	575,659	31,622	-	2,929,769	307,762
Disbursements:							
General government	-	-	377,822	-	-	-	782,341
Public safety	721,391	126,000	-	29,778	-	-	-
Highways and streets	-	-	-	-	-	3,611,620	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	16,926
Public safety	5,516	-	-	252	-	-	-
Highways and streets	-	-	-	-	-	121,199	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Total disbursements	726,907	126,000	377,822	30,030	-	3,732,819	799,267
Excess (deficiency) of receipts over disbursements	(15,540)	(16,954)	197,837	1,592	-	(803,050)	(491,505)
Other financing sources (uses):							
Net proceeds from borrowings	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	(195,478)	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	(195,478)	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(15,540)	(16,954)	2,359	1,592	-	(803,050)	(491,505)
Cash and investment fund balance - beginning	351,489	38,113	870,190	80,701	1,255	2,185,348	1,798,427
Cash and investment fund balance - ending	<u>\$ 335,949</u>	<u>\$ 21,159</u>	<u>\$ 872,549</u>	<u>\$ 82,293</u>	<u>\$ 1,255</u>	<u>\$ 1,382,298</u>	<u>\$ 1,306,922</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ -	\$ 21,159	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	335,949	-	872,549	82,293	1,255	1,382,298	1,306,922
Total cash and investment assets - ending	<u>\$ 335,949</u>	<u>\$ 21,159</u>	<u>\$ 872,549</u>	<u>\$ 82,293</u>	<u>\$ 1,255</u>	<u>\$ 1,382,298</u>	<u>\$ 1,306,922</u>
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ -	\$ -	\$ 872,549	\$ -	\$ -	\$ -	\$ 1,306,922
Public safety	335,949	-	-	82,293	1,255	-	-
Highways and streets	-	-	-	-	-	1,382,298	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	21,159	-	-	-	-	-
Total cash and investment fund balance - ending	<u>\$ 335,949</u>	<u>\$ 21,159</u>	<u>\$ 872,549</u>	<u>\$ 82,293</u>	<u>\$ 1,255</u>	<u>\$ 1,382,298</u>	<u>\$ 1,306,922</u>

DELAWARE COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Juvenile Probation Services	Adult Probation Services	Recorder's Records Perpetuation	Health Maintenance	Community Corrections Home Detention	Pretrial Diversion	Guardian Ad Litem/Court
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Intergovernmental	-	-	-	54,504	-	-	78,002
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	8,935	232,270	154,496	-	228,865	112,797	-
Other	-	1,210	31	3,132	6,865	2	7,403
Total receipts	8,935	233,480	154,527	57,636	235,730	112,799	85,405
Disbursements:							
General government	-	-	106,184	-	-	-	183,452
Public safety	5,090	288,808	-	-	258,814	115,484	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	53,422	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	16,465
Public safety	10,874	4,062	-	-	12,528	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Total disbursements	15,964	292,870	106,184	53,422	271,342	115,484	199,917
Excess (deficiency) of receipts over disbursements	(7,029)	(59,390)	48,343	4,214	(35,612)	(2,685)	(114,512)
Other financing sources (uses):							
Net proceeds from borrowings	-	-	-	-	-	-	-
Transfers in	-	145,877	-	-	-	-	159,168
Transfers out	-	-	-	-	-	-	(67,863)
Other receipts	-	-	-	-	2,045	-	-
Total other financing sources (uses)	-	145,877	-	-	2,045	-	91,305
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(7,029)	86,487	48,343	4,214	(33,567)	(2,685)	(23,207)
Cash and investment fund balance - beginning	38,607	7,794	161,011	113,428	164,589	79,909	39,823
Cash and investment fund balance - ending	<u>\$ 31,578</u>	<u>\$ 94,281</u>	<u>\$ 209,354</u>	<u>\$ 117,642</u>	<u>\$ 131,022</u>	<u>\$ 77,224</u>	<u>\$ 16,616</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	31,578	94,281	209,354	117,642	131,022	77,224	16,616
Total cash and investment assets - ending	\$ 31,578	\$ 94,281	\$ 209,354	\$ 117,642	\$ 131,022	\$ 77,224	\$ 16,616
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ -	\$ -	\$ 209,354	\$ -	\$ -	\$ -	\$ 16,616
Public safety	31,578	94,281	-	-	131,022	77,224	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	117,642	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	-
Total cash and investment fund balance - ending	\$ 31,578	\$ 94,281	\$ 209,354	\$ 117,642	\$ 131,022	\$ 77,224	\$ 16,616

DELAWARE COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Plat Book	Misdemeanor	Supplemental Public Defender	Surveyor's Corner Perpetuation	Jury Pay	Community Service Adult	Rainy Day
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Intergovernmental	-	87,582	-	-	-	-	406,186
Charges for services	22,635	-	-	-	-	-	-
Fines and forfeits	-	-	29,317	19,025	22,932	239,834	-
Other	-	-	-	-	425	3,372	354
Total receipts	22,635	87,582	29,317	19,025	23,357	243,206	406,540
Disbursements:							
General government	19,020	-	-	35,076	-	-	28,392
Public safety	-	4,278	20,626	-	-	212,695	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
General government	1,391	-	-	-	-	-	154,466
Public safety	-	49,666	-	-	-	1,400	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Total disbursements	20,411	53,944	20,626	35,076	-	214,095	182,858
Excess (deficiency) of receipts over disbursements	2,224	33,638	8,691	(16,051)	23,357	29,111	223,682
Other financing sources (uses):							
Net proceeds from borrowings	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	(50,000)
Other receipts	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	(50,000)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,224	33,638	8,691	(16,051)	23,357	29,111	173,682
Cash and investment fund balance - beginning	189,546	295,653	27,559	37,195	25,898	95,402	1,759,063
Cash and investment fund balance - ending	<u>\$ 191,770</u>	<u>\$ 329,291</u>	<u>\$ 36,250</u>	<u>\$ 21,144</u>	<u>\$ 49,255</u>	<u>\$ 124,513</u>	<u>\$ 1,932,745</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ 49,255	\$ -	\$ 1,932,745
Restricted assets:							
Cash and investments	191,770	329,291	36,250	21,144	-	124,513	-
Total cash and investment assets - ending	<u>\$ 191,770</u>	<u>\$ 329,291</u>	<u>\$ 36,250</u>	<u>\$ 21,144</u>	<u>\$ 49,255</u>	<u>\$ 124,513</u>	<u>\$ 1,932,745</u>
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ 191,770	\$ -	\$ -	\$ 21,144	\$ -	\$ -	\$ -
Public safety	-	329,291	36,250	-	-	124,513	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	49,255	-	1,932,745
Total cash and investment fund balance - ending	<u>\$ 191,770</u>	<u>\$ 329,291</u>	<u>\$ 36,250</u>	<u>\$ 21,144</u>	<u>\$ 49,255</u>	<u>\$ 124,513</u>	<u>\$ 1,932,745</u>

DELAWARE COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Inmate Medical	Sales Disclosure	County Corrections	Community Corrections	DARE	Identification Security Protection	Children's Psychological Residential Treatment Service
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 684,481
Special assessments	-	-	-	-	-	-	-
Intergovernmental	-	-	-	728,568	-	-	75,303
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	17,807	8,960	-	-	-	52,186	-
Other	-	-	-	1,242	5,000	-	7,534
Total receipts	17,807	8,960	-	729,810	5,000	52,186	767,318
Disbursements:							
General government	-	905	-	-	-	-	-
Public safety	-	-	-	737,390	5,089	62,484	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	519,330
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Total disbursements	-	905	-	737,390	5,089	62,484	519,330
Excess (deficiency) of receipts over disbursements	17,807	8,055	-	(7,580)	(89)	(10,298)	247,988
Other financing sources (uses):							
Net proceeds from borrowings	-	-	-	-	-	-	-
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	17,807	8,055	-	(7,580)	(89)	(10,298)	247,988
Cash and investment fund balance - beginning	68,530	47,517	10	71,969	5,186	78,472	414,855
Cash and investment fund balance - ending	<u>\$ 86,337</u>	<u>\$ 55,572</u>	<u>\$ 10</u>	<u>\$ 64,389</u>	<u>\$ 5,097</u>	<u>\$ 68,174</u>	<u>\$ 662,843</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ 86,337	\$ -	\$ -	\$ -	\$ 5,097	\$ -	\$ -
Restricted assets:							
Cash and investments	-	55,572	10	64,389	-	68,174	662,843
Total cash and investment assets - ending	<u>\$ 86,337</u>	<u>\$ 55,572</u>	<u>\$ 10</u>	<u>\$ 64,389</u>	<u>\$ 5,097</u>	<u>\$ 68,174</u>	<u>\$ 662,843</u>
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ -	\$ 55,572	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	10	64,389	-	68,174	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	662,843
Culture and recreation	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	86,337	-	-	-	5,097	-	-
Total cash and investment fund balance - ending	<u>\$ 86,337</u>	<u>\$ 55,572</u>	<u>\$ 10</u>	<u>\$ 64,389</u>	<u>\$ 5,097</u>	<u>\$ 68,174</u>	<u>\$ 662,843</u>

DELAWARE COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Board of Health Unemployment	Court Alcohol & Drug Fee	Sheriff Law Enforcement	Sheriff Pension Plan	EMS Donations	Sheriff Revolving	EMA Hazardous Clean-Up
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	285,776	1,783	3,633	-	-	-
Other	-	5,719	-	-	700	2,690	3,906
Total receipts	-	291,495	1,783	3,633	700	2,690	3,906
Disbursements:							
General government	-	301,800	-	-	-	-	3,170
Public safety	-	-	1,458	-	1,854	2,690	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	1,752	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
General government	-	10,063	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Total disbursements	1,752	311,863	1,458	-	1,854	2,690	3,170
Excess (deficiency) of receipts over disbursements	(1,752)	(20,368)	325	3,633	(1,154)	-	736
Other financing sources (uses):							
Net proceeds from borrowings	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,752)	(20,368)	325	3,633	(1,154)	-	736
Cash and investment fund balance - beginning	103,877	196,610	5,117	26,631	3,021	750	75
Cash and investment fund balance - ending	<u>\$ 102,125</u>	<u>\$ 176,242</u>	<u>\$ 5,442</u>	<u>\$ 30,264</u>	<u>\$ 1,867</u>	<u>\$ 750</u>	<u>\$ 811</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ 102,125	\$ 176,242	\$ -	\$ 30,264	\$ 1,867	\$ 750	\$ 811
Restricted assets:							
Cash and investments	-	-	5,442	-	-	-	-
Total cash and investment assets - ending	<u>\$ 102,125</u>	<u>\$ 176,242</u>	<u>\$ 5,442</u>	<u>\$ 30,264</u>	<u>\$ 1,867</u>	<u>\$ 750</u>	<u>\$ 811</u>
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	5,442	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	102,125	176,242	-	30,264	1,867	750	811
Total cash and investment fund balance - ending	<u>\$ 102,125</u>	<u>\$ 176,242</u>	<u>\$ 5,442</u>	<u>\$ 30,264</u>	<u>\$ 1,867</u>	<u>\$ 750</u>	<u>\$ 811</u>

DELAWARE COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Commissary	Insurance Recovery	Emergency Management Donation	Block Grant 2004	Drug Buy & Bust	Assessor's Copy Fees	Comprehensive Plan
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	219,499	-	-	-	-	-	87,279
Fines and forfeits	-	-	-	-	-	361	-
Other	417	-	1,000	-	-	-	-
Total receipts	219,916	-	1,000	-	-	361	87,279
Disbursements:							
General government	-	36,881	-	-	-	-	74,278
Public safety	218,027	-	-	-	323	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Total disbursements	218,027	36,881	-	-	323	-	74,278
Excess (deficiency) of receipts over disbursements	1,889	(36,881)	1,000	-	(323)	361	13,001
Other financing sources (uses):							
Net proceeds from borrowings	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Other receipts	-	16,640	-	-	-	-	-
Total other financing sources (uses)	-	16,640	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,889	(20,241)	1,000	-	(323)	361	13,001
Cash and investment fund balance - beginning	10,305	84,497	100	36	324	3,477	103,378
Cash and investment fund balance - ending	<u>\$ 12,194</u>	<u>\$ 64,256</u>	<u>\$ 1,100</u>	<u>\$ 36</u>	<u>\$ 1</u>	<u>\$ 3,838</u>	<u>\$ 116,379</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ -	\$ 64,256	\$ 1,100	\$ -	\$ 1	\$ 3,838	\$ 116,379
Restricted assets:							
Cash and investments	12,194	-	-	36	-	-	-
Total cash and investment assets - ending	<u>\$ 12,194</u>	<u>\$ 64,256</u>	<u>\$ 1,100</u>	<u>\$ 36</u>	<u>\$ 1</u>	<u>\$ 3,838</u>	<u>\$ 116,379</u>
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ 36	\$ -	\$ -	\$ -
Public safety	12,194	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	64,256	1,100	-	1	3,838	116,379
Total cash and investment fund balance - ending	<u>\$ 12,194</u>	<u>\$ 64,256</u>	<u>\$ 1,100</u>	<u>\$ 36</u>	<u>\$ 1</u>	<u>\$ 3,838</u>	<u>\$ 116,379</u>

DELAWARE COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Police Equipment	GAL/CASA Users Fees	Block Grant 2005	Data Processing Fees	Family Support Impact	Delaware County Drug Free	County Council Donation
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	105,090	-	-	-	-	-	-
Fines and forfeits	-	950	-	-	-	-	-
Other	1,488	-	-	-	-	-	-
Total receipts	106,578	950	-	-	-	-	-
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	2,161	-	-	-	-	12,890	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	64,867	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Total disbursements	67,028	-	-	-	-	12,890	-
Excess (deficiency) of receipts over disbursements	39,550	950	-	-	-	(12,890)	-
Other financing sources (uses):							
Net proceeds from borrowings	-	-	-	-	-	-	-
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	39,550	950	-	-	-	(12,890)	-
Cash and investment fund balance - beginning	127,650	1,178	923	1,100	10,209	12,890	500
Cash and investment fund balance - ending	<u>\$ 167,200</u>	<u>\$ 2,128</u>	<u>\$ 923</u>	<u>\$ 1,100</u>	<u>\$ 10,209</u>	<u>\$ -</u>	<u>\$ 500</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ 167,200	\$ 2,128	\$ -	\$ 1,100	\$ 10,209	\$ -	\$ 500
Restricted assets:							
Cash and investments	-	-	923	-	-	-	-
Total cash and investment assets - ending	\$ 167,200	\$ 2,128	\$ 923	\$ 1,100	\$ 10,209	\$ -	\$ 500
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ -	\$ -	\$ 923	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	167,200	2,128	-	1,100	10,209	-	500
Total cash and investment fund balance - ending	\$ 167,200	\$ 2,128	\$ 923	\$ 1,100	\$ 10,209	\$ -	\$ 500

DELAWARE COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	EMS Pension Supplement	Sheriff Photo	Weed And Seed Grant	Emergency Gas Award	EMS Capital Improvement	Animal Welfare	Drug Court Grant
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Intergovernmental	-	-	13	-	-	-	7,370
Charges for services	237,725	377	-	-	380,360	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other	-	-	2,000	-	-	-	-
Total receipts	237,725	377	2,013	-	380,360	-	7,370
Disbursements:							
General government	-	-	-	1,117	-	-	-
Public safety	96,907	-	2,000	-	1,270	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	84,900	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Total disbursements	96,907	-	2,000	1,117	86,170	-	-
Excess (deficiency) of receipts over disbursements	140,818	377	13	(1,117)	294,190	-	7,370
Other financing sources (uses):							
Net proceeds from borrowings	-	-	-	-	-	-	-
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	140,818	377	13	(1,117)	294,190	-	7,370
Cash and investment fund balance - beginning	756,035	6,310	-	2,200	644,990	2,460	-
Cash and investment fund balance - ending	\$ 896,853	\$ 6,687	\$ 13	\$ 1,083	\$ 939,180	\$ 2,460	\$ 7,370
Cash and Investment Assets - Ending							
Cash and investments	\$ 896,853	\$ 6,687	\$ -	\$ 1,083	\$ 939,180	\$ 2,460	\$ 7,370
Restricted assets:							
Cash and investments	-	-	13	-	-	-	-
Total cash and investment assets - ending	\$ 896,853	\$ 6,687	\$ 13	\$ 1,083	\$ 939,180	\$ 2,460	\$ 7,370
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	13	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	896,853	6,687	-	1,083	939,180	2,460	7,370
Total cash and investment fund balance - ending	\$ 896,853	\$ 6,687	\$ 13	\$ 1,083	\$ 939,180	\$ 2,460	\$ 7,370

DELAWARE COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Drug Court User's Fees	Metro Planning Organization	Shots For Tots	Juvenile DUI Grant	Bullet Proof Vest Grant	EMS Ambulance Replacement	Center Township Assessor Copy
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Intergovernmental	-	-	-	46,520	1,981	-	-
Charges for services	-	-	-	-	-	104,599	-
Fines and forfeits	17,307	20	-	-	-	-	290
Other	-	-	-	-	-	-	-
Total receipts	17,307	20	-	46,520	1,981	104,599	290
Disbursements:							
General government	204	-	-	-	-	-	-
Public safety	-	-	-	43,523	3,176	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	4,422
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Total disbursements	204	-	-	43,523	3,176	-	4,422
Excess (deficiency) of receipts over disbursements	17,103	20	-	2,997	(1,195)	104,599	(4,132)
Other financing sources (uses):							
Net proceeds from borrowings	-	-	-	-	-	-	-
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	17,103	20	-	2,997	(1,195)	104,599	(4,132)
Cash and investment fund balance - beginning	8,688	60	812	1,386	1,195	203,041	4,819
Cash and investment fund balance - ending	<u>\$ 25,791</u>	<u>\$ 80</u>	<u>\$ 812</u>	<u>\$ 4,383</u>	<u>\$ -</u>	<u>\$ 307,640</u>	<u>\$ 687</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ 25,791	\$ 80	\$ 812	\$ -	\$ -	\$ 307,640	\$ 687
Restricted assets:							
Cash and investments	-	-	-	4,383	-	-	-
Total cash and investment assets - ending	\$ 25,791	\$ 80	\$ 812	\$ 4,383	\$ -	\$ 307,640	\$ 687
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	4,383	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	25,791	80	812	-	-	307,640	687
Total cash and investment fund balance - ending	\$ 25,791	\$ 80	\$ 812	\$ 4,383	\$ -	\$ 307,640	\$ 687

DELAWARE COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Community Transition Program	Sheriff Donation	Adult Probation Administration Fees	Juvenile Probation Administration Fees	Pass Thru Grant Monies	Community Correct Substance Abuse	Coroner's Copy Fees
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Intergovernmental	113,228	-	-	-	7,800	-	-
Charges for services	-	15,327	-	-	-	-	-
Fines and forfeits	-	-	5,820	7,361	-	80	258
Other	-	-	-	-	-	19	-
Total receipts	113,228	15,327	5,820	7,361	7,800	99	258
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	111,788	22,071	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Total disbursements	111,788	22,071	-	-	-	-	-
Excess (deficiency) of receipts over disbursements	1,440	(6,744)	5,820	7,361	7,800	99	258
Other financing sources (uses):							
Net proceeds from borrowings	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	(145,877)	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	(145,877)	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,440	(6,744)	(140,057)	7,361	7,800	99	258
Cash and investment fund balance - beginning	64,983	16,577	140,057	28,511	-	608	991
Cash and investment fund balance - ending	<u>\$ 66,423</u>	<u>\$ 9,833</u>	<u>\$ -</u>	<u>\$ 35,872</u>	<u>\$ 7,800</u>	<u>\$ 707</u>	<u>\$ 1,249</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ -	\$ 9,833	\$ -	\$ -	\$ 7,800	\$ 707	\$ 1,249
Restricted assets:							
Cash and investments	66,423	-	-	35,872	-	-	-
Total cash and investment assets - ending	\$ 66,423	\$ 9,833	\$ -	\$ 35,872	\$ 7,800	\$ 707	\$ 1,249
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ 35,872	\$ -	\$ -	\$ -
Public safety	66,423	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	9,833	-	-	7,800	707	1,249
Total cash and investment fund balance - ending	\$ 66,423	\$ 9,833	\$ -	\$ 35,872	\$ 7,800	\$ 707	\$ 1,249

DELAWARE COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Emergency Management Federal And State Grant	Project Hoosier Safe-T	Sex And Violent Offender	Hazard Mitigation Grant	2006 Homeland Security	J.A.G. 2006 Grant	CASA Capital Grant
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Intergovernmental	-	-	-	12,800	149,498	22,500	7,500
Charges for services	-	11,020	-	-	-	-	-
Fines and forfeits	-	-	1,785	-	-	-	-
Other	-	-	-	-	-	-	-
Total receipts	-	11,020	1,785	12,800	149,498	22,500	7,500
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	-	-	1,055	12,800	149,498	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	6,175	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Total disbursements	-	6,175	1,055	12,800	149,498	-	-
Excess (deficiency) of receipts over disbursements	-	4,845	730	-	-	22,500	7,500
Other financing sources (uses):							
Net proceeds from borrowings	-	-	-	-	-	-	-
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	-	4,845	730	-	-	22,500	7,500
Cash and investment fund balance - beginning	12,258	9,363	-	-	-	9,384	-
Cash and investment fund balance - ending	<u>\$ 12,258</u>	<u>\$ 14,208</u>	<u>\$ 730</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 31,884</u>	<u>\$ 7,500</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ -	\$ 14,208	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	12,258	-	730	-	-	31,884	7,500
Total cash and investment assets - ending	<u>\$ 12,258</u>	<u>\$ 14,208</u>	<u>\$ 730</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 31,884</u>	<u>\$ 7,500</u>
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,500
Public safety	12,258	-	730	-	-	31,884	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	14,208	-	-	-	-	-
Total cash and investment fund balance - ending	<u>\$ 12,258</u>	<u>\$ 14,208</u>	<u>\$ 730</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 31,884</u>	<u>\$ 7,500</u>

DELAWARE COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Fair & Exposition	A.C.E. Grant 2008	Childhood Obesity	Pandemic Preparedness	2006 DHS Exercise Grant	Homeland Security Grant	Sheriff Technology Radio Grant
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Intergovernmental	-	4,261	20,000	17,025	34,154	238,004	148,084
Charges for services	212,971	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other	14,761	-	-	542	-	-	-
Total receipts	227,732	4,261	20,000	17,567	34,154	238,004	148,084
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	-	3,811	-	-	26,666	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	8,000	17,567	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	125,570	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	238,004	131,963
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Total disbursements	125,570	3,811	8,000	17,567	26,666	238,004	131,963
Excess (deficiency) of receipts over disbursements	102,162	450	12,000	-	7,488	-	16,121
Other financing sources (uses):							
Net proceeds from borrowings	-	-	-	-	-	-	-
Transfers in	50,000	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total other financing sources (uses)	50,000	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	152,162	450	12,000	-	7,488	-	16,121
Cash and investment fund balance - beginning	-	-	-	-	-	-	-
Cash and investment fund balance - ending	\$ 152,162	\$ 450	\$ 12,000	\$ -	\$ 7,488	\$ -	\$ 16,121
Cash and Investment Assets - Ending							
Cash and investments	\$ 152,162	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	-	450	12,000	-	7,488	-	16,121
Total cash and investment assets - ending	\$ 152,162	\$ 450	\$ 12,000	\$ -	\$ 7,488	\$ -	\$ 16,121
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	450	-	-	7,488	-	16,121
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	12,000	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	152,162	-	-	-	-	-	-
Total cash and investment fund balance - ending	\$ 152,162	\$ 450	\$ 12,000	\$ -	\$ 7,488	\$ -	\$ 16,121

DELAWARE COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Sheriff Technology MDT Grant	Sheriff Circuit TV Grant	Whitely Trust	Redevelopment	Convention And Tourism	Civic Center Authority	County Lease Rental
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 455,224	\$ 1,711,251	\$ 1,444,045
Special assessments	-	-	-	-	-	-	-
Intergovernmental	45,000	49,994	-	-	-	-	147,190
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other	-	-	-	-	5,597	1,718	-
Total receipts	45,000	49,994	-	-	460,821	1,712,969	1,591,235
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	82,652	-	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	436,559	1,636,811	-
Debt service:	-	-	-	-	-	-	-
Principal	-	-	-	-	-	-	1,455,000
Interest	-	-	-	-	-	-	243,470
Capital outlay:	-	-	-	-	-	-	-
General government	-	-	-	-	-	-	-
Public safety	32,804	49,764	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Total disbursements	32,804	49,764	82,652	-	436,559	1,636,811	1,698,470
Excess (deficiency) of receipts over disbursements	12,196	230	(82,652)	-	24,262	76,158	(107,235)
Other financing sources (uses):							
Net proceeds from borrowings	-	-	-	-	-	-	275,500
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	275,500
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	12,196	230	(82,652)	-	24,262	76,158	168,265
Cash and investment fund balance - beginning	-	-	82,652	182	112,567	391,011	256,657
Cash and investment fund balance - ending	\$ 12,196	\$ 230	\$ -	\$ 182	\$ 136,829	\$ 467,169	\$ 424,922
Cash and Investment Assets - Ending							
Cash and investments	\$ -	\$ -	\$ -	\$ 182	\$ -	\$ -	\$ -
Restricted assets:	-	-	-	-	-	-	-
Cash and investments	12,196	230	-	-	136,829	467,169	424,922
Total cash and investment assets - ending	\$ 12,196	\$ 230	\$ -	\$ 182	\$ 136,829	\$ 467,169	\$ 424,922
Cash and Investment Fund Balance - Ending							
Restricted for:	-	-	-	-	-	-	-
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	12,196	230	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	136,829	467,169	-
Debt service	-	-	-	-	-	-	424,922
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	-	-	182	-	-	-
Total cash and investment fund balance - ending	\$ 12,196	\$ 230	\$ -	\$ 182	\$ 136,829	\$ 467,169	\$ 424,922

DELAWARE COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Mun-Del Lease	Nebo Road TIF	Daleville TIF	Park One TIF	General Obligation Bond 2004	Magna TIF Bond	Ag Park TIF
Receipts:							
Taxes	\$ -	\$ 31,539	\$ 543,017	\$ 253,573	\$ 866,927	\$ 27,728	\$ 2,933
Special assessments	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	99,820	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total receipts	-	31,539	543,017	253,573	966,747	27,728	2,933
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	288,000	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	7,265	583,846	402,461	-	251,067	-
Culture and recreation	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	130,000	-	655,000	-	-
Interest	-	-	136,469	-	60,954	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Total disbursements	-	7,265	850,315	402,461	1,003,954	251,067	-
Excess (deficiency) of receipts over disbursements	-	24,274	(307,298)	(148,888)	(37,207)	(223,339)	2,933
Other financing sources (uses):							
Net proceeds from borrowings	-	-	100,000	-	50,000	-	-
Transfers in	-	151	88,799	40,115	-	87,806	-
Transfers out	-	-	-	(130,500)	-	-	-
Other receipts	-	-	-	-	-	-	-
Total other financing sources (uses)	-	151	188,799	(90,385)	50,000	87,806	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	24,425	(118,499)	(239,273)	12,793	(135,533)	2,933
Cash and investment fund balance - beginning	131,178	1,795	3,061,601	758,805	300,916	165,030	-
Cash and investment fund balance - ending	<u>\$ 131,178</u>	<u>\$ 26,220</u>	<u>\$ 2,943,102</u>	<u>\$ 519,532</u>	<u>\$ 313,709</u>	<u>\$ 29,497</u>	<u>\$ 2,933</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	131,178	26,220	2,943,102	519,532	313,709	29,497	2,933
Total cash and investment assets - ending	<u>\$ 131,178</u>	<u>\$ 26,220</u>	<u>\$ 2,943,102</u>	<u>\$ 519,532</u>	<u>\$ 313,709</u>	<u>\$ 29,497</u>	<u>\$ 2,933</u>
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service	131,178	26,220	2,943,102	519,532	313,709	29,497	2,933
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	-
Total cash and investment fund balance - ending	<u>\$ 131,178</u>	<u>\$ 26,220</u>	<u>\$ 2,943,102</u>	<u>\$ 519,532</u>	<u>\$ 313,709</u>	<u>\$ 29,497</u>	<u>\$ 2,933</u>

DELAWARE COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	600/332 TIF	Park One Bond And Interest	Park One Reserve	Morrison Road Junior Reserve	Morrison Road Junior Debt Service	Morrison Road Reserve
Receipts:						
Taxes	\$ 1,570	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	109	2,916	3,675	-	4,995
Total receipts	1,570	109	2,916	3,675	-	4,995
Disbursements:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	30,000	-	-	80,000	-
Interest	-	100,500	-	-	100,200	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Total disbursements	-	130,500	-	-	180,200	-
Excess (deficiency) of receipts over disbursements	1,570	(130,391)	2,916	3,675	(180,200)	4,995
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	-
Transfers in	-	133,416	-	-	180,200	-
Transfers out	-	-	(2,916)	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	133,416	(2,916)	-	180,200	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,570	3,025	-	3,675	-	4,995
Cash and investment fund balance - beginning	-	4,926	170,000	236,117	-	320,980
Cash and investment fund balance - ending	\$ 1,570	\$ 7,951	\$ 170,000	\$ 239,792	\$ -	\$ 325,975
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	1,570	7,951	170,000	239,792	-	325,975
Total cash and investment assets - ending	\$ 1,570	\$ 7,951	\$ 170,000	\$ 239,792	\$ -	\$ 325,975
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	1,570	7,951	170,000	239,792	-	325,975
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - ending	\$ 1,570	\$ 7,951	\$ 170,000	\$ 239,792	\$ -	\$ 325,975

DELAWARE COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Morrison Road Bond And Interest	Magna Bond And Interest	Magna Reserve	Community Revitalization Enhancement District	Cumulative Building	General Drain Improvement
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	108,270
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	44	90,646	2,358	-	19,273
Total receipts	-	44	90,646	2,358	-	127,543
Disbursements:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	136,000	-	-	-	-	164,512
Interest	112,784	-	237	142,259	-	35,056
Capital outlay:						
General government	-	-	-	-	-	137,367
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Total disbursements	248,784	-	237	142,259	-	336,935
Excess (deficiency) of receipts over disbursements	(248,784)	44	90,409	(139,901)	-	(209,392)
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	-
Transfers in	248,784	-	-	483,858	-	195,478
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	59,649	-
Total other financing sources (uses)	248,784	-	-	483,858	59,649	195,478
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	44	90,409	343,957	59,649	(13,914)
Cash and investment fund balance - beginning	-	2,655	-	78,996	41,028	590,716
Cash and investment fund balance - ending	\$ -	\$ 2,699	\$ 90,409	\$ 422,953	\$ 100,677	\$ 576,802
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ 100,677	\$ -
Restricted assets:						
Cash and investments	-	2,699	90,409	422,953	-	576,802
Total cash and investment assets - ending	\$ -	\$ 2,699	\$ 90,409	\$ 422,953	\$ 100,677	\$ 576,802
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	2,699	90,409	422,953	-	-
Capital outlay	-	-	-	-	-	576,802
Unrestricted	-	-	-	-	100,677	-
Total cash and investment fund balance - ending	\$ -	\$ 2,699	\$ 90,409	\$ 422,953	\$ 100,677	\$ 576,802

DELAWARE COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Economic Develop Income Tax Edit	Community Revitalization Enhancement Industrial Development	Park One Capital	Morrison Road Junior Capital	Morrison Road Capital	Totals
Receipts:						
Taxes	\$ 2,030,195	\$ -	\$ -	\$ -	\$ -	\$ 8,939,026
Special assessments	-	-	-	-	-	637,734
Intergovernmental	-	299,829	-	-	-	6,633,530
Charges for services	-	-	-	-	-	1,427,933
Fines and forfeits	-	-	-	-	-	2,649,784
Other	46,934	-	458	168	1,440	449,333
Total receipts	2,077,129	299,829	458	168	1,440	20,737,340
Disbursements:						
General government	-	-	-	-	-	2,092,022
Public safety	-	-	-	-	-	3,608,496
Highways and streets	-	-	-	-	-	3,611,620
Health and welfare	-	-	-	-	-	1,803,762
Economic development	-	-	-	1,500	1,500	1,247,639
Culture and recreation	-	-	-	-	-	2,198,940
Debt service:						
Principal	1,115,411	-	-	-	-	3,765,923
Interest	252,589	-	-	-	-	1,184,518
Capital outlay:						
General government	-	-	-	-	-	341,100
Public safety	-	-	-	-	-	692,775
Highways and streets	-	-	-	-	-	745,321
Health and welfare	-	-	-	-	-	8,514
Economic development	2,066,975	-	-	-	-	2,066,975
Total disbursements	3,434,975	-	-	1,500	1,500	23,367,605
Excess (deficiency) of receipts over disbursements	(1,357,846)	299,829	458	(1,332)	(60)	(2,630,265)
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	475,500
Transfers in	-	-	-	1,500	1,500	1,816,652
Transfers out	-	(571,664)	-	-	-	(1,164,298)
Other receipts	-	-	-	-	-	78,334
Total other financing sources (uses)	-	(571,664)	-	1,500	1,500	1,206,188
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,357,846)	(271,835)	458	168	1,440	(1,424,077)
Cash and investment fund balance - beginning	2,247,950	271,835	26,521	10,827	92,500	21,433,485
Cash and investment fund balance - ending	\$ 890,104	\$ -	\$ 26,979	\$ 10,995	\$ 93,940	\$ 20,009,408
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,250,250
Restricted assets:						
Cash and investments	890,104	-	26,979	10,995	93,940	14,759,158
Total cash and investment assets - ending	\$ 890,104	\$ -	\$ 26,979	\$ 10,995	\$ 93,940	\$ 20,009,408
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,742,996
Public safety	-	-	-	-	-	1,579,807
Highways and streets	-	-	-	-	-	1,499,341
Health and welfare	-	-	-	-	-	1,081,754
Culture and recreation	-	-	-	-	-	603,998
Debt service	-	-	-	-	-	5,652,442
Capital outlay	890,104	-	26,979	10,995	93,940	1,598,820
Unrestricted	-	-	-	-	-	5,250,250
Total cash and investment fund balance - ending	\$ 890,104	\$ -	\$ 26,979	\$ 10,995	\$ 93,940	\$ 20,009,408

DELAWARE COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 INTERNAL SERVICE FUNDS
 As of and for the Year Ended December 31, 2008

	Health Care Expenses	Employee Longevity	Totals
Operating receipts:			
Insurance proceeds	\$ 426,998	\$ -	\$ 426,998
Employee contributions	757,086	-	757,086
Employer contributions	<u>5,790,078</u>	<u>626,200</u>	<u>6,416,278</u>
Total operating receipts	<u>6,974,162</u>	<u>626,200</u>	<u>7,600,362</u>
Operating disbursements:			
Salaries and wages	-	755,753	755,753
Insurance claims and expense	<u>6,547,164</u>	<u>-</u>	<u>6,547,164</u>
Total operating disbursements	<u>6,547,164</u>	<u>755,753</u>	<u>7,302,917</u>
Excess (deficiency) of receipts over disbursements	<u>426,998</u>	<u>(129,553)</u>	<u>297,445</u>
Nonoperating receipts (disbursements):			
Investment earnings	<u>15,028</u>	<u>55,349</u>	<u>70,377</u>
Total nonoperating receipts (disbursements)	<u>15,028</u>	<u>55,349</u>	<u>70,377</u>
Excess (deficiency) of receipts over disbursements and nonoperating receipts (disbursements)	442,026	(74,204)	367,822
Cash and investment fund balance - beginning	<u>835,715</u>	<u>1,445,763</u>	<u>2,281,478</u>
Cash and investment fund balance - ending	<u>\$ 1,277,741</u>	<u>\$ 1,371,559</u>	<u>\$ 2,649,300</u>
<u>Cash and Investment Assets - December 31</u>			
Cash and investments	<u>\$ 1,277,741</u>	<u>\$ 1,371,559</u>	<u>\$ 2,649,300</u>
<u>Cash and Investment Fund Balance - December 31</u>			
Unrestricted	<u>\$ 1,277,741</u>	<u>\$ 1,371,559</u>	<u>\$ 2,649,300</u>

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

	EMS Pension Trust	Sheriff Pension	Totals
	<u> </u>	<u> </u>	<u> </u>
Additions:			
Contributions:			
Employer	\$ 96,907	\$ 62,000	\$ 158,907
Plan members	50,661	-	50,661
Miscellaneous	-	583	583
	<u> </u>	<u> </u>	<u> </u>
Total contributions	147,568	62,583	210,151
Investment receipts:			
Interest	5,227	291,518	296,745
Dividends	16,290	-	16,290
	<u> </u>	<u> </u>	<u> </u>
Total investment receipts	21,517	291,518	313,035
Less realized loss on sale of investments	-	(377,293)	(377,293)
	<u> </u>	<u> </u>	<u> </u>
Net investment receipts	21,517	(85,775)	(64,258)
	<u> </u>	<u> </u>	<u> </u>
Total additions	169,085	(23,192)	145,893
Deductions:			
Benefits	58,551	477,551	536,102
Administrative and general	15,034	146,064	161,098
	<u> </u>	<u> </u>	<u> </u>
Total deductions	73,585	623,615	697,200
Excess (deficiency) of total additions over total deductions			
	95,500	(646,807)	(551,307)
Cash and investment fund balance - beginning			
	<u>990,695</u>	<u>10,873,642</u>	<u>11,864,337</u>
Cash and investment fund balance - ending			
	<u>\$ 1,086,195</u>	<u>\$ 10,226,835</u>	<u>\$ 11,313,030</u>

DELAWARE 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 Costs	Congressional School Interest	Weed Cutting	Surplus Tax Sale	Tax Sale Redemption	Surplus Tax	State Fines And Forfeitures
Additions:							
Agency fund additions	\$ 18,710	\$ 702	\$ 18,041	\$ 1,677,256	\$ 382,987	\$ 296,920	\$ 240,832
Deductions:							
Agency fund deductions	-	365	18,041	1,613,126	379,037	519,320	389,659
Excess (deficiency) of total additions over total deductions	18,710	337	-	64,130	3,950	(222,400)	(148,827)
Cash and investment fund balance - beginning	16,549	7,258	-	526,238	3,273	983,313	179,757
Cash and investment fund balance - ending	<u>\$ 35,259</u>	<u>\$ 7,595</u>	<u>\$ -</u>	<u>\$ 590,368</u>	<u>\$ 7,223</u>	<u>\$ 760,913</u>	<u>\$ 30,930</u>

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

	Sewage Collections	Overweight Vehicle Fines	Infraction Judgements	Inheritance Tax	Payroll	Riverboat	Convention And Tourism
Additions:							
Agency fund additions	\$ 1,012,110	\$ 17,120	\$ 333,072	\$ 2,460,725	\$ 29,304,216	\$ 745,045	\$ 455,224
Deductions:							
Agency fund deductions	938,723	9,713	151,881	2,804,760	29,347,305	745,045	455,224
Excess (deficiency) of total additions over total deductions	73,387	7,407	181,191	(344,035)	(43,089)	-	-
Cash and investment fund balance - beginning	-	2,520	23,069	910,025	367,110	-	-
Cash and investment fund balance - ending	<u>\$ 73,387</u>	<u>\$ 9,927</u>	<u>\$ 204,260</u>	<u>\$ 565,990</u>	<u>\$ 324,021</u>	<u>-</u>	<u>-</u>

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

	Special Death Benefit	Education Plate Fees Agency	Financial Institution Tax	COIT Agency	Child Restraint Violations Fines	CVET Agency	Welfare Trust
Additions:							
Agency fund additions	\$ 8,155	\$ 7,388	\$ 905,332	\$ 10,887,503	\$ 2,500	\$ 1,112,244	\$ 23,675
Deductions:							
Agency fund deductions	4,985	4,950	905,332	10,887,503	1,125	1,112,244	38,491
Excess (deficiency) of total additions over total deductions	3,170	2,438	-	-	1,375	-	(14,816)
Cash and investment fund balance - beginning	790	150	-	-	175	-	14,816
Cash and investment fund balance - ending	<u>\$ 3,960</u>	<u>\$ 2,588</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,550</u>	<u>\$ -</u>	<u>\$ -</u>

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

	CEDIT Homestead Credit	Tax Distribution	After Settlement Collections	Barrett Law	Tax Sale Administration	Coroner's Education Fee	Storm Water Fees
Additions:							
Agency fund additions	\$ 4,472,115	\$ 110,502,001	\$ -	\$ 12,963	\$ 112,525	\$ 16,019	\$ 545,708
Deductions:							
Agency fund deductions	4,458,590	83,071,023	2,315,794	12,963	44,070	8,069	499,186
Excess (deficiency) of total additions over total deductions	13,525	27,430,978	(2,315,794)	-	68,455	7,950	46,522
Cash and investment fund balance - beginning	98,079	-	2,315,794	778	-	959	-
Cash and investment fund balance - ending	<u>\$ 111,604</u>	<u>\$ 27,430,978</u>	<u>\$ -</u>	<u>\$ 778</u>	<u>\$ 68,455</u>	<u>\$ 8,909</u>	<u>\$ 46,522</u>

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

	Interstate Compact Fee	Sheriff's Trust	Inmate Trust	County Clerk	State Mortgage	TMA Audit	Security Deposits
Additions:							
Agency fund additions	\$ 338	\$ 2,001,335	\$ 424,013	\$ 7,560,010	\$ 9,337	\$ -	\$ -
Deductions:							
Agency fund deductions	75	2,044,720	430,806	7,368,380	4,630	-	-
Excess (deficiency) of total additions over total deductions	263	(43,385)	(6,793)	191,630	4,707	-	-
Cash and investment fund balance - beginning	-	73,842	12,709	757,952	788	22,069	22,599
Cash and investment fund balance - ending	<u>\$ 263</u>	<u>\$ 30,457</u>	<u>\$ 5,916</u>	<u>\$ 949,582</u>	<u>\$ 5,495</u>	<u>\$ 22,069</u>	<u>\$ 22,599</u>

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

	Attorney Recovery Fees	State Sales Disclosure Fees	Edit Clearing	Homestead Credit Refund	Probation Trust	HEA 1001-2008 State	Totals
Additions:							
Agency fund additions	\$ 10,070	\$ 9,135	\$ 4,137,638	\$ 92,596	\$ 180	\$ 10,717,378	\$ 190,533,118
Deductions:							
Agency fund deductions	-	4,438	4,137,638	5,251,993	1,315	10,664,024	170,644,543
Excess (deficiency) of total additions over total deductions	10,070	4,697	-	(5,159,397)	(1,135)	53,354	19,888,575
Cash and investment fund balance - beginning	220	720	-	5,222,412	3,845	-	11,567,809
Cash and investment fund balance - ending	<u>\$ 10,290</u>	<u>\$ 5,417</u>	<u>\$ -</u>	<u>\$ 63,015</u>	<u>\$ 2,710</u>	<u>\$ 53,354</u>	<u>\$ 31,456,384</u>

DELAWARE 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	\$ 2,523,523
Infrastructure	342,091,894
Buildings	45,867,801
Improvements other than buildings	440,135
Machinery and equipment	13,697,090
Construction in progress	<u>1,549,026</u>
 Total governmental activities, capital assets not being depreciated	 <u>\$ 406,169,469</u>

DELAWARE 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:		
Justice Center	\$ 4,185,845	\$ 1,698,470
YOC	1,175,000	288,000
YOC, Yorktown, and Daleville Improvements	3,965,122	1,080,000
Fairgrounds	192,500	13,750
Claims and judgments		
Notes and loans payable	3,460,769	3,301,713
Bonds payable:		
General obligation bonds:		
Daleville TIF Bonds	1,920,000	267,187
Park One TIF Bonds	1,660,000	148,100
Morrison Road TIF Bonds	2,060,000	249,364
Morrison Road TIF Bonds Junior Issue	1,630,000	175,400
Magna TIF Bond	2,025,000	141,750
2006 General Obligation Bonds	897,559	706,174
Revenue bonds:		
Sports Complex	995,000	82,021
Total governmental activities debt	\$ 24,166,795	\$ 8,151,929

DELAWARE 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 Health Department
County Probation Department
County Building Commission
Convention and Tourism Commission
County Assessor
County Auditor
Board of County Commissioners
Civic Center Authority
County Emergency Medical Services
County Council
Storm Water Utility
County Drainage Board
County Redevelopment Commission

SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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

TO: THE OFFICIALS OF DELAWARE COUNTY, INDIANA

Compliance

We have audited the compliance of Delaware County (County) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended December 31, 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.

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

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

STATE BOARD OF ACCOUNTS

October 22, 2009

DELAWARE 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 JUSTICE</u>			
Direct Grants			
Community Capacity Development Office	16.595	2008-WS-QX-0235	\$ 2,000
Bulletproof Vest Partnership Program	16.607	2007 BVP	3,176
Public Safety Partnership and Community Policing Grants	16.710	2006-CK-WX-0304 2006-CK-WX-0759	32,471 131,963
Total for program			164,434
Pass-Through Indiana Criminal Justice Institute Edward Byrne Memorial Justice Assistance Grant Program	16.738	07-DJ-082	3,811
Total for federal grantor agency			173,421
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Pass-Through Indiana Department of Transportation			
Highway Planning and Construction	20.205		
Metropolitan Planning Funds			210,316
Surface Transportation Program			240,890
Geographic Information System			246,592
Congestion Mitigation Air Quality			49,745
Delaware County Railroad Route Location Study			16,863
Total for program			764,406
State and Community Highway Safety	20.600	PT-07-04-01-02 PT-08-04-01-02 PT-09-04-01-02	17,351 18,450 8,839
Total for program			44,640
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	C44P-9-227A	19,600
Total for federal grantor agency			828,646
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana Department of Health			
Public Health Emergency Preparedness	93.069	A70-8-0535174	17,025
Pass-Through Indiana Family and Social Services Administration			
Child Support Services	93.563		
Prosecutor			318,821
Clerk			69,659

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

DELAWARE COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended December 31, 2008
(Continued)

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 HEALTH AND HUMAN SERVICES (continued)</u>			
Pass-Through Indiana Family and Social Services Administration (continued)			
Court Costs			164,626
Indirect Costs			73,450
Incentive Payments			<u>139,805</u>
Total for program			<u>766,361</u>
Pass-Through Indiana Department of Health			
Preventive Health and Health Service Block Grant	93.991	A70-8-197002	<u>8,000</u>
Total for federal grantor agency			<u>774,361</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Homeland Security			
Hazard Mitigation Grant	97.039	FEMA-DR-1573-IN	<u>12,800</u>
Emergency Management Performance Grants	97.042	449-8-227A	<u>65,179</u>
State Homeland Security Program (SHSP)	97.073	Delaware-2006 C44P-7-422 C44P-8-020A	26,666 149,498 <u>7,488</u>
Total for program			<u>183,652</u>
Law Enforcement Terrorism Prevention Program (LETPP)	97.074	C44P-8-0205A	<u>238,004</u>
Total for federal grantor agency			<u>499,635</u>
Total federal awards expended			<u>\$ 2,293,088</u>

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

DELAWARE 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 the Delaware County (County) and is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Accordingly, the amount of federal awards expended is based on when the activity related to the award occurs. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

DELAWARE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Qualified

Internal control over financial reporting:

Material weaknesses identified?	yes
Significant deficiencies identified that are not considered to be material weaknesses?	none reported

Noncompliance material to financial statements noted? no

Federal Awards:

Internal control over major programs:

Material weaknesses identified?	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
93.563	Child Support Services
97.073	State Homeland Security Program (SHSP)
97.074	Law Enforcement Terrorism Prevention Program (LETPP)

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

Auditee qualified as low-risk auditee? no

Section II – Financial Statement Findings

FINDING 2008-1, INTERNAL CONTROL – TAX SYSTEM

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

Output Balancing and Reconciliation

To help ensure reports are complete and correct, reports should be, but are not balanced to control totals produced during original entry of information into the system. The following deficiencies exist where generated reports are not reconciled: There are no system-generated reports from the tax

DELAWARE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

system. However, the computer department constructs some reports at year end. The 2005 beginning billable amount in the Ditch Reconstruction Fund did not match the prior year's ending balance. The assessments on the tax duplicates did not agree to the abstract.

Audit Trails

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

Input Controls

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

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

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

The Board of County Commissioners should establish internal controls over the property tax computer system that will provide a proper internal control structure.

FINDING 2008-2, INTERNAL CONTROL DELAWARE COUNTY
2007 EMPLOYEE HEALTH BENEFITS TRUST

In 2007, Delaware County's Board of County Commissioners agreed to establish a separate trust for employee health benefits under the laws of the state of Delaware. The County could not provide documentation to determine the proper reporting of its relationship with the Employee Health Benefits Trust in its financial statements.

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

DELAWARE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Without these internal controls the County cannot properly present fairly their financial position and activity.

Information should be obtained to determine the proper reporting of the trust.

FINDING 2008-3, DEFICIENCY IN INTERNAL CONTROLS – SEGREGATION OF DUTIES

Due to the lack of employees, the Civic Center Authority and the Storm Water Utility have not separated incompatible activities related to all areas of the financial statements

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

Failure to establish these controls could enable material misstatements to be undetected.

The Board of County Commissioners should establish internal controls that will provide a proper internal control structure.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.



**DELAWARE
COUNTY
COMMISSIONERS**

Donald H. Dunnuck
District #1

Todd R. Donati
District #2

Larry W. Bledsoe, Jr.
District #3

Patricia Lackey
Office Manager

100 West Main Street
Room 309 County Building
Muncie, Indiana 47305
Telephone 765.747.7730
Fax 765.747.7899

An Equal Opportunity Employer

May 27, 2009

Mike Wade
Indianan State Board of Accounts
100 W. Main Street
Muncie, IN 47305

RE: U.S. Dept. of Housing & Urban Development
Grant B-04-SP-IN-0254

Dear Mr. Wade:

Per your request as to the action taken having to do with the "*Corrective Action Plan*" outlined in the September 3, 2008 letter from then Commissioner John H. Brooke, Delaware County Commissioners submit the following:

- 1) Finding No. 2007-2 – Cash Management:
Personnel, at that time, were not aware of the Federal Guidelines and how the internal bookkeeping system for Federal Grants was to be handled. Present personnel contacted Mr. Frank McNally, US Dept. of Housing & Urban Development, who walked her through the drawdown disbursements, and personally approved all of her drawdown requests. An understanding of grant drawdown's and disbursements now exist in the County Commissioner's office.

- 2) Finding No. 2007-3 – Reporting
Personnel in the County Commissioner's Office has contacted Mr. Frank McNally, US Dept. of Housing & Urban Development, and requested a *Final Report Packet*. The forms are not available online. When received the report will be processed immediately.

Mike Wade
Indiana State Board of Accounts
May 27, 2009
Page 2

3) Finding No. 2007-4 Davis Bacon Act

The County Commissioners will implement new internal controls to oversee that there is conformity to common construction wage laws. For Future public work projects awarded by county, per IC 5 16 7 and IC 36 12 15 a, county or awarding agency will require proof of wages paid on the project before final payments are made to the contractor. The Board of Commissioners, when preparing plans and specifications describing public works projects, will include this request of information requirements in the bid process.

I believe this letter addresses the "Findings" you brought before the County Commissioners having to do with the Economic Development Initiative-Special Project, Neighborhood Initiative & Miscellaneous Grants – B-04-SP-IN-0254. If there are any additional questions please do not hesitate to contact the Commissioner's Office.

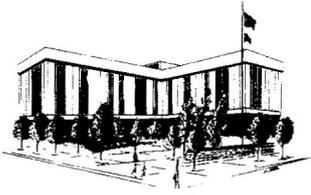
Respectfully,



Larry Bledsoe, Vice-President

LB/pl

PC: Commissioner Todd Donati
Commissioner Don Dunnuck
Mike Quirk, Attorney



**DELAWARE
COUNTY
COMMISSIONERS**

Donald H. Dunnuck
District #1

Todd R. Donati
District #2

Larry W. Bledsoe, Jr.
District #3

Patricia Lackey
Office Manager

100 West Main Street
Room 309 County Building
Muncie, Indiana 47305
Telephone 765.747.7730
Fax 765.747.7899

An Equal Opportunity Employer

November 18, 2009

Indiana State Board of Accounts
302 W. Washington St
Room E 418
Indianapolis, IN 46204

RE: Delaware County Federal Findings Corrective Action Plan

To Whom It May Concern:

Pursuant to the exit interview with the State Board of Accounts auditors, Delaware County was requested to prepare a response and corrective action plan to some of the items identified in the notes. Delaware County is grateful to the State Board of Accounts for the review of the various departments within County Government.

With respect to items identified in the Schedule of "*Federal Findings*" Delaware County would submit the following with respect to its "Corrective Action Plan";

1. Finding: Deficiencies noted during the review of the County's property tax computer system.
 - a. Response: Delaware County would contend there were issues with respect to deficiencies concerning their former tax system. The county has implemented a new taxing system, in 2009, and this finding should not be an issue during the next audit.

2. Finding: Internal Control of Delaware County 2007 Employee Health Benefits Trust.
 - a. Response: Commissioner, Don Dunnuck, and I were new to the commissioner's office beginning January 1, 2009. Although we were aware of the Employee Health Benefit Trust, it was not something of serious interest until it was learned that the trust was eating up the budget line item requested by the previous commissioners. At this point, the commissioners grasped the process of the trust and began to evaluate the process and expectations and now feel that we have a complete understanding of the effectiveness and benefit.

It was determined that there was very little communication between the previous commissioners to other departments or council in regards of actual funding needs. This Trust expires at the end of June 2010 and the commissioners are already planning the exit plans from the trust to the 654 account.

3. Finding: Stormwater accounting should have more oversight by the county of the bill paying for the Stormwater Management Department
 - a. Response: The County takes note that there may be issues with some deficiencies in procedures which the county commissioners are looking into and discussing with their legal counsel.

I trust that this letter addresses all of the issues that were identified and provides a reasonable correction to the points raised. If there are any questions, please do not hesitate to contact the County Commissioners' Office.

Respectfully,

A handwritten signature in black ink, appearing to read 'Todd Donati', with a large, sweeping flourish extending to the right.

Todd Donati, President
County Commissioners
Delaware County Indiana

DELAWARE COUNTY
EXIT CONFERENCE

The contents of this report were discussed on October 22, 2009, with Judy Rust, Auditor; Christopher Matchett, President of the County Council; and Pattie Lackey, Secretary of the Commissioners. Our audit disclosed no material items that warrant comment at this time.