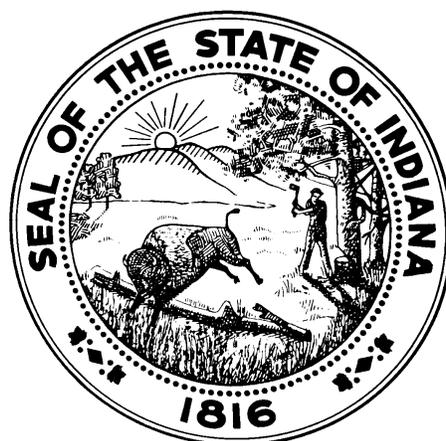


STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769

ANNUAL FINANCIAL REPORT

2008

DEKALB COUNTY, INDIANA



FILED

12/09/2009

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	John Fetters	01-01-07 to 12-31-10
Treasurer	Susan Bauermeister Holly Albright	01-01-05 to 12-31-08 01-01-09 to 12-31-12
Clerk	Jacqueline Rowan Martha Grimm	01-01-05 to 12-31-08 01-01-09 to 12-31-12
Sheriff	John Dennis	01-01-07 to 12-31-10
Recorder	Burtie Rynearson Jacqueline Rowan	01-01-05 to 12-31-08 01-01-09 to 12-31-12
President of the Board of County Commissioners	William Ort	01-01-08 to 12-31-09
President of the County Council	Benjamin Smaltz	01-01-08 to 12-31-09



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

TO: THE OFFICIALS OF DEKALB COUNTY, INDIANA

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

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

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective cash and investment balances of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County as of December 31, 2008, and the respective cash receipts and cash disbursements during the year then ended on the basis of accounting described in Note I.

In accordance with Government Auditing Standards, we have also issued a report dated November 9, 2009, on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

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

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

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

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

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

STATE BOARD OF ACCOUNTS

November 9, 2009



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

TO: THE OFFICIALS OF DEKALB COUNTY, INDIANA

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of DeKalb County (County), as of and for the year ended December 31, 2008, which collectively comprise the County's basic financial statements and have issued our report thereon dated November 9, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

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

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

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

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

Compliance and Other Matters

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

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

STATE BOARD OF ACCOUNTS

November 9, 2009

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

<u>Functions/Programs</u>	<u>Disbursements</u>	<u>Program Receipts</u>			<u>Net (Disbursement) Receipt and Changes in Net Assets</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Primary Government</u>
					<u>Governmental Activities</u>
Primary government:					
Governmental activities:					
General government	\$ 10,924,968	\$ 1,090,828	\$ -	\$ -	\$ (9,834,140)
Public safety	5,005,240	401,712	-	368,222	(4,235,306)
Highways and streets	4,099,907	-	2,517,581	-	(1,582,326)
Health and welfare	4,040,387	975	-	-	(4,039,412)
Economic development	10,665,031	-	-	-	(10,665,031)
Interest on long-term debt	91,565	-	-	-	(91,565)
	<u>\$ 34,827,098</u>	<u>\$ 1,493,515</u>	<u>\$ 2,517,581</u>	<u>\$ 368,222</u>	<u>(30,447,780)</u>
		General receipts:			
					14,474,198
					8,596,691
					6,268,055
					717,003
					30,055,947
					(391,833)
					24,266,101
					\$ 23,874,268
 <u>Assets</u>					
Cash and investments					\$ 9,949,737
Restricted assets:					
Cash and investments					13,924,531
Total assets					\$ 23,874,268
 <u>Net Assets</u>					
Restricted for:					
Public safety					\$ 485,224
Highways and streets					1,573,371
Health and welfare					877,420
Debt service					22,777
Capital outlay					4,973,727
Other purposes					5,423,669
Unrestricted					10,518,080
Total net assets					\$ 23,874,268

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

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

	General	Redevelopment Commission	Other Governmental Funds	Totals
Receipts:				
Taxes	\$ 9,255,443	\$ 8,251,278	\$ 5,891,942	\$ 23,398,663
Special assessments	-	-	847,443	847,443
Intergovernmental	150,369	-	5,959,238	6,109,607
Charges for services	610,701	-	513,966	1,124,667
Fines and forfeits	231,997	-	-	231,997
Other	2,270,924	-	396,235	2,667,159
Total receipts	12,519,434	8,251,278	13,608,824	34,379,536
Disbursements:				
General government	7,641,816	-	2,161,893	9,803,709
Public safety	3,898,035	-	1,107,205	5,005,240
Highways and streets	-	-	2,931,202	2,931,202
Health and welfare	166,235	-	3,874,152	4,040,387
Urban redevelopment and housing	-	152,780	-	152,780
Debt service:				
Principal	-	10,394,626	605,595	11,000,221
Interest	-	-	91,565	91,565
Capital outlay:				
Highways and streets	-	-	1,168,705	1,168,705
General government	-	-	259,877	259,877
Total disbursements	11,706,086	10,547,406	12,200,194	34,453,686
Excess (deficiency) of receipts over disbursements	813,348	(2,296,128)	1,408,630	(74,150)
Other financing sources (uses):				
Interfund loans	-	-	1,550,000	1,550,000
Interfund loans repaid	(1,350,000)	-	(200,000)	(1,550,000)
Total other financing sources (uses)	(1,350,000)	-	1,350,000	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(536,652)	(2,296,128)	2,758,630	(74,150)
Cash and investment fund balance - beginning	4,073,112	8,144,428	12,155,509	24,373,049
Cash and investment fund balance - ending	<u>\$ 3,536,460</u>	<u>\$ 5,848,300</u>	<u>\$ 14,914,139</u>	<u>24,298,899</u>
Amounts reported for governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis are different because:				
Internal services funds are used by management to charge the costs of certain services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis.				
				(424,631)
Net assets of governmental activities				<u>\$ 23,874,268</u>
Cash and Investment Assets - December 31				
Cash and investments	\$ 3,536,460	\$ -	\$ 6,981,620	\$ 10,518,080
Restricted assets:				
Cash and investments	-	5,848,300	7,932,519	13,780,819
Total cash and investment assets - December 31	\$ 3,536,460	\$ 5,848,300	\$ 14,914,139	\$ 24,298,899
Cash and Investment Fund Balance - December 31				
Restricted for:				
Public safety	\$ -	\$ -	\$ 485,224	\$ 485,224
Highways and streets	-	-	1,573,371	1,573,371
Health and welfare	-	-	877,420	877,420
Debt service	-	-	22,777	22,777
Capital outlay	-	-	4,973,727	4,973,727
Other purposes	-	5,848,300	-	5,848,300
Unrestricted	3,536,460	-	6,981,620	10,518,080
Total cash and investment fund balance - December 31	\$ 3,536,460	\$ 5,848,300	\$ 14,914,139	\$ 24,298,899

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

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

	Internal Service Funds
Operating receipts:	
Miscellaneous	\$ 1,454,549
Operating disbursements:	
Insurance claims and expenses	1,827,961
Deficiency of operating receipts over operating disbursements	(373,412)
Nonoperating receipts:	
Interest and investment receipts	5,356
Deficiency of receipts over disbursements and nonoperating receipts	(368,056)
Transfers in	100,000
Transfers out	(100,000)
Deficiency of receipts and transfers in over disbursements and transfers out	(368,056)
Cash and investment fund balance - beginning	(56,575)
Cash and investment fund balance - ending	\$ (424,631)
<u>Cash and Investment Assets - December 31</u>	
Cash and investments	\$ (424,631)
<u>Cash and Investment Fund Balance - December 31</u>	
Unrestricted	\$ (424,631)

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

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

	<u>Pension Trust Funds</u>	<u>Agency Funds</u>
Additions:		
Contributions:		
Plan members	\$ 24,555	\$ -
Investment earnings:		
Net (decrease) in fair value of investments	(886,278)	-
Interest	<u>114,345</u>	<u>-</u>
Net investment earnings	<u>(771,933)</u>	<u>-</u>
Agency fund additions	<u>-</u>	<u>97,097,537</u>
Total additions	<u>(747,378)</u>	<u>97,097,537</u>
Deductions:		
Benefits	62,909	-
Administrative and general	71,429	-
Agency fund deductions	<u>-</u>	<u>98,258,317</u>
Total deductions	<u>134,338</u>	<u>98,258,317</u>
Excess (deficiency) of total additions over total deductions	(881,716)	(1,160,780)
Cash and investment fund balance - beginning	<u>4,237,492</u>	<u>3,123,840</u>
Cash and investment fund balance - ending	<u>\$ 3,355,776</u>	<u>\$ 1,963,060</u>

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

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies

A. Reporting Entity

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

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

Primary Government: DeKalb County

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

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

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

Fund Financial Statements

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

The County reports the following major governmental funds:

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

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

Additionally, the County reports the following fund types:

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

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

C. Measurement Focus and Basis of Accounting

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

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

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

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

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

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities are provided to people outside the government (enterprise funds) or other departments or agencies primarily within the government (internal service funds). The County does not have any enterprise funds.

D. Assets and Cash and Investment Balances

1. Cash and Investments

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

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

2. Property Taxes

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

3. Capital Assets

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

4. Long-Term Debt

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

5. Equity Classification

Government-Wide Statements

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

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

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

Fund Financial Statements

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

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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. They also include all receipts and disbursements not related to capital and related financing, noncapital financing, or investing activities.

F. Internal and Interfund Balances and Activities

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

Fund Financial Statements

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

Government-Wide Financial Statements

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

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

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

II. Stewardship, Compliance and Accountability

A. Budgetary Information

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

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

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

B. Cash and Investment Balance Deficits

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

Fund	2008
Aviation Lease Rental	\$ (6,034)
Fire District #3	(843)
Self-Insurance	(443,997)
Life Insurance	(12)

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

III. Detailed Notes on All Funds

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

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

receive public funds of the political subdivision. The County does not have a deposit policy for custodial credit risk. At December 31, 2008, the bank balance held at Morgan Stanley for the Sheriff's Retirement and Benefit Pension Plans in the amount of \$141,786 was uncollateralized. The remaining bank balances were insured by the Federal Deposit Insurance Corporation or the Public Deposit Insurance Fund, which covers all public funds held in approved depositories.

2. Investments

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

Investment Type	Sheriff's Retirement and Benefit Pension Plans
U.S. treasuries and securities	\$ 857,455
U.S. agencies	476,060
Corporate bonds	373,088
Corporate stock	1,507,387
Total	\$ 3,213,990

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.

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

Investment Custodial Credit Risk

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

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

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

Sheriff's Retirement and Benefit Pension Plans:

Investment Type	Not in the Government's Name
U.S. treasuries and securities	\$ 857,455
U.S. agencies	476,060
Corporate bonds	373,088
Corporate stocks	1,507,387
Total	\$ 3,213,990

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The County must follow state statute and limit the stated final maturities of the investments to no more than two years. The County does not have a formal investment policy for interest rate risk for investments.

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

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Sheriff's Retirement and Benefit Pension Plans:

Investment Type	Investment Maturities (in Years)		
	Less Than 5	5-15	More Than 15
U.S. treasuries and securities	\$ 689,834	\$ 98,339	\$ 69,282
U.S. agencies	382,188	93,872	-
Corporate bonds	152,002	123,178	97,908
Corporate stocks	1,507,387	-	-
Totals	\$ 2,731,411	\$ 315,389	\$ 167,190

Credit Risk

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

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

Sheriff's Retirement and Benefit Pension Plans:

Standard and Poor's Rating	Moody's Rating	Corporate Bonds	Government Sponsored Enterprise
AAA	Aaa	\$ -	\$ 476,060
AA	Aa	79,269	-
A	A	150,902	-
BBB	Baa	34,830	-
BB	Ba	12,854	-
B	B	3,066	-
CCC	Caa	-	-
Unrated	Unrated	92,167	-
Totals		\$ 373,088	\$ 476,060

Concentration of Credit Risk

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

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

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

Sheriff's Retirement and Benefit Pension Plans:

Issuer	2008
Federal Home Loan Mortgage Corporation	\$ 251,876
Federal National Mortgage Association	<u>224,184</u>
Total	<u>\$ 476,060</u>

IV. Other Information

A. Risk Management

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

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

Medical Benefits to Employees

The County has chosen to establish a risk financing fund for risks associated with health insurance. The risk financing fund is accounted for in the Self-Insurance Fund, an internal service fund, where assets are set aside for claim settlements. An excess policy through commercial insurance covers individual claims in excess of \$50,000 per year individually and \$1,000,000 per year in aggregate. Settled claims resulting from this risk did not exceed commercial insurance coverage in the past three years. Premiums are paid by the employee and the General Fund based upon the type of plan the employee carries.

B. Holding Corporations

The County has entered into capital leases with DeKalb County Redevelopment Authority and DeKalb County Airport Building Corporation (the lessors). The lessors were organized as not-for-profit corporations pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the County. The lessors have been determined to be a related party of the County. Lease payments during the year totaled \$10,394,626 and \$494,100, respectively.

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

C. Administration of Welfare Programs

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

D. Pension Plans

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

1. Public Employees' Retirement Fund

Plan Description

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

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

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

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

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

disability benefits to plan members and beneficiaries. The trustee issues a publicly available financial report that includes financial statements and required supplementary information of the plan. The report may be obtained by contacting the county sheriff.

Funding Policy and Annual Pension Cost

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

3. County Police Benefit Plan

Plan Description

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

Funding Policy and Annual Pension Cost

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

Actuarial Information for the Above Plans

	PERF	County Police Retirement Plan	County Police Benefit Plan
Annual required contribution	\$ 328,883	\$ 117,693	\$ 4,131
Interest on net pension obligation	(15,508)	1,405	-
Adjustment to annual required contribution	17,672	(2,405)	-
Annual pension cost	331,047	116,693	4,131
Contributions made	339,044	118,060	4,131
Decrease in net pension obligation	(7,997)	(1,367)	-
Net pension obligation, beginning of year	(213,898)	18,735	-
Net pension obligation, end of year	\$ (221,895)	\$ 17,368	\$ -

DEKALB COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

	PERF	County Police Retirement Plan	County Police Benefit Plan
Contribution rates:			
County	6.5%	13.7%	0.5%
Plan members	3%	3%	None
Actuarial valuation date	07-01-08	01-01-09	01-01-09
Actuarial cost method	Entry age	Frozen Initial Liability	Aggregate
Amortization method	Level percentage of projected payroll, closed	Level percentage of projected payroll, closed	*
Amortization period	30 years	30 years	*
Amortization period (from date)	07-01-97	12-31-97	*
Asset valuation method	75% of expected actuarial value plus 25% of actual market value	75% of expected actuarial value plus 25% of actual market value	75% of expected actuarial value plus 25% of actual market value

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

Actuarial Assumptions	PERF	County Police Retirement Plan	County Police Benefit Plan
Investment rate of return	7.25%	7.5%	7.5%
Projected future salary increases:			
Total	5%	5%	5%
Attributed to inflation	4%	4%	4%
Attributed to merit/seniority	1%	1%	1%
Cost-of-living adjustments	2%	2%	0%

Three Year Trend Information

	Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
PERF	06-30-06	\$ 307,727	82%	\$ (237,049)
	06-30-07	304,401	92%	(213,898)
	06-30-08	331,047	102%	(221,895)
County Police Retirement Plan	12-31-05	187,642	100%	19,792
	12-31-06	158,203	100%	18,735
	12-31-07	117,693	100%	17,368
County Police Benefit Plan	12-31-05	3,745	100%	-
	12-31-06	3,812	100%	-
	12-31-07	4,131	100%	-

DEKALB COUNTY
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF FUNDING PROGRESS

Public Employees' Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Excess of Assets Over (Unfunded) AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Excess (Unfunded) AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-06	\$ 4,879,833	\$ 5,320,872	\$ (441,039)	92%	\$ 4,559,146	(10%)
07-01-07	5,459,745	5,772,566	(312,821)	95%	5,070,495	(6%)
07-01-08	5,725,771	6,224,197	(498,426)	92%	5,364,505	(9%)

County Police Pension Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Excess of Assets Over (Unfunded) AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Excess (Unfunded) AAL as a Percentage of Covered Payroll ((a-b)/c)
01-01-04	\$ 2,740,280	\$ 2,781,458	\$ (41,178)	99%	\$ 719,144	(6%)
01-01-05	3,082,191	3,122,296	(40,105)	99%	740,966	(5%)
01-01-06	3,473,941	3,473,941	-	100%	831,066	0%
01-01-07	3,864,014	3,864,014	-	100%	842,926	0%
01-01-08	4,222,648	4,250,296	(27,648)	99%	858,416	(3%)
01-01-09	4,093,947	4,238,023	(144,076)	97%	859,892	(17%)

County Police Benefit Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Excess of Assets Over (Unfunded) AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Excess (Unfunded) AAL as a Percentage of Covered Payroll ((a-b)/c)
01-01-04	\$ 79,104	\$ 79,104	\$ -	100%	\$ 719,144	0%
01-01-05	84,780	84,780	-	100%	740,966	0%
01-01-06	90,219	90,219	-	100%	831,066	0%
01-01-07	95,859	95,859	-	100%	842,926	0%
01-01-08	101,618	101,618	-	100%	858,416	0%
01-01-09	87,590	87,590	-	100%	859,892	0%

DEKALB COUNTY
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULES OF CONTRIBUTIONS FROM THE
 EMPLOYER AND OTHER CONTRIBUTING ENTITIES

County Police Retirement Plan		
Year Ending	Annual Required Contribution (ARC)	Percentage of ARC Contributed County
12-31-05	\$ 187,642	100%
12-31-06	158,203	100%
12-31-07	117,693	100%

County Police Benefit Plan		
Year Ending	Annual Required Contribution (ARC)	Percentage of ARC Contributed County
12-31-05	\$ 3,745	100%
12-31-06	3,812	100%
12-31-07	4,131	100%

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

	Local Road & Street	Covered Bridge	Highway	Plat Book	Sales Disclosure	Aviation Grant	Drainage Maintenance
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	634,090
Intergovernmental	382,815	1,850	2,132,916	-	-	-	-
Charges for services	-	-	-	13,425	5,300	-	-
Other	137,182	-	25,327	-	-	-	-
Total receipts	519,997	1,850	2,158,243	13,425	5,300	-	634,090
Disbursements:							
General government	-	-	-	4,961	-	-	614,704
Public safety	-	-	-	-	-	-	-
Highways and streets	240,621	-	2,690,581	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
Highways and streets	242,369	-	-	-	-	-	-
General government	-	-	-	-	-	-	-
Total disbursements	482,990	-	2,690,581	4,961	-	-	614,704
Excess (deficiency) of receipts over disbursements	37,007	1,850	(532,338)	8,464	5,300	-	19,386
Other financing sources (uses):							
Interfund loans repaid	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	37,007	1,850	(532,338)	8,464	5,300	-	19,386
Cash and investment fund balance - beginning	1,029,489	19,952	1,039,213	60,728	73,895	11,528	1,967,477
Cash and investment fund balance - ending	\$ 1,066,496	\$ 21,802	\$ 506,875	\$ 69,192	\$ 79,195	\$ 11,528	\$ 1,986,863
Cash and Investment Assets - December 31							
Cash and investments	\$ -	\$ 21,802	\$ -	\$ 69,192	\$ 79,195	\$ -	\$ 1,986,863
Restricted assets:							
Cash and investments	1,066,496	-	506,875	-	-	11,528	-
Total cash and investment assets - December 31	\$ 1,066,496	\$ 21,802	\$ 506,875	\$ 69,192	\$ 79,195	\$ 11,528	\$ 1,986,863
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	1,066,496	-	506,875	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	11,528	-
Unrestricted	-	21,802	-	69,192	79,195	-	1,986,863
Total cash and investment fund balance - December 31	\$ 1,066,496	\$ 21,802	\$ 506,875	\$ 69,192	\$ 79,195	\$ 11,528	\$ 1,986,863

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

	Family & Children	Surveyor's Corner Perpetuation	Children's Psych Res Treatment Services	Recorder's Records Perpetuation	Identification Security Protection	Homeland Security	Clerks Records Perpetuation
Receipts:							
Taxes	\$ 2,863,836	\$ -	\$ 72,085	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Intergovernmental	953,944	-	-	-	-	36,363	-
Charges for services	-	8,105	-	51,702	14,798	-	11,705
Other	-	-	-	-	-	-	-
Total receipts	<u>3,817,780</u>	<u>8,105</u>	<u>72,085</u>	<u>51,702</u>	<u>14,798</u>	<u>36,363</u>	<u>11,705</u>
Disbursements:							
General government	-	9,117	-	28,728	-	-	7,367
Public safety	-	-	-	-	-	40,397	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	3,425,651	-	105,681	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
Highways and streets	-	-	-	-	-	-	-
General government	-	-	-	-	-	-	-
Total disbursements	<u>3,425,651</u>	<u>9,117</u>	<u>105,681</u>	<u>28,728</u>	<u>-</u>	<u>40,397</u>	<u>7,367</u>
Excess (deficiency) of receipts over disbursements	<u>392,129</u>	<u>(1,012)</u>	<u>(33,596)</u>	<u>22,974</u>	<u>14,798</u>	<u>(4,034)</u>	<u>4,338</u>
Other financing sources (uses):							
Interfund loans repaid	-	-	-	-	-	-	-
Interfund loans	(200,000)	-	-	-	-	-	-
Total other financing sources (uses)	<u>(200,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>192,129</u>	<u>(1,012)</u>	<u>(33,596)</u>	<u>22,974</u>	<u>14,798</u>	<u>(4,034)</u>	<u>4,338</u>
Cash and investment fund balance - beginning	<u>361,068</u>	<u>3,201</u>	<u>37,828</u>	<u>45,823</u>	<u>9,946</u>	<u>16,097</u>	<u>10,662</u>
Cash and investment fund balance - ending	<u>\$ 553,197</u>	<u>\$ 2,189</u>	<u>\$ 4,232</u>	<u>\$ 68,797</u>	<u>\$ 24,744</u>	<u>\$ 12,063</u>	<u>\$ 15,000</u>
<u>Cash and Investment Assets - December 31</u>							
Cash and investments	\$ -	\$ 2,189	\$ 4,232	\$ 68,797	\$ 24,744	\$ 12,063	\$ 15,000
Restricted assets:							
Cash and investments	<u>553,197</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total cash and investment assets - December 31	<u>\$ 553,197</u>	<u>\$ 2,189</u>	<u>\$ 4,232</u>	<u>\$ 68,797</u>	<u>\$ 24,744</u>	<u>\$ 12,063</u>	<u>\$ 15,000</u>
<u>Cash and Investment Fund Balance - December 31</u>							
Restricted for:							
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-	-
Health and welfare	553,197	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	<u>-</u>	<u>2,189</u>	<u>4,232</u>	<u>68,797</u>	<u>24,744</u>	<u>12,063</u>	<u>15,000</u>
Total cash and investment fund balance - December 31	<u>\$ 553,197</u>	<u>\$ 2,189</u>	<u>\$ 4,232</u>	<u>\$ 68,797</u>	<u>\$ 24,744</u>	<u>\$ 12,063</u>	<u>\$ 15,000</u>

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

	COPS Fast Grant	Disaster Mitigation	Memorial	Health	Health Maintenance	Tobacco Settlement	Public Health Bio-Terrorism
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ 243,803	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Intergovernmental	135,143	6,000	-	-	24,854	23,639	45,000
Charges for services	-	-	-	-	-	-	-
Other	-	-	-	34,731	-	-	-
Total receipts	135,143	6,000	-	278,534	24,854	23,639	45,000
Disbursements:							
General government	-	8,080	-	-	-	-	-
Public safety	135,143	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	230,558	33,070	14,589	64,451
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
Highways and streets	-	-	-	-	-	-	-
General government	-	-	-	-	-	-	-
Total disbursements	135,143	8,080	-	230,558	33,070	14,589	64,451
Excess (deficiency) of receipts over disbursements	-	(2,080)	-	47,976	(8,216)	9,050	(19,451)
Other financing sources (uses):							
Interfund loans repaid	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(2,080)	-	47,976	(8,216)	9,050	(19,451)
Cash and investment fund balance - beginning	-	2,080	240	179,041	55,486	38,521	21,816
Cash and investment fund balance - ending	\$ -	\$ -	\$ 240	\$ 227,017	\$ 47,270	\$ 47,571	\$ 2,365
<u>Cash and Investment Assets - December 31</u>							
Cash and investments	\$ -	\$ -	\$ 240	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	-	-	-	227,017	47,270	47,571	2,365
Total cash and investment assets - December 31	\$ -	\$ -	\$ 240	\$ 227,017	\$ 47,270	\$ 47,571	\$ 2,365
<u>Cash and Investment Fund Balance - December 31</u>							
Restricted for:							
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	227,017	47,270	47,571	2,365
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	-	240	-	-	-	-
Total cash and investment fund balance - December 31	\$ -	\$ -	\$ 240	\$ 227,017	\$ 47,270	\$ 47,571	\$ 2,365

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

	Aviation	Aviation #2	County CEDIT Capital Improvement Plan	Rainy Day	Property Reassessment	Emergency Telephone	Drug Free Community
Receipts:							
Taxes	\$ 222,180	\$ -	\$ -	\$ -	\$ 260,712	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Intergovernmental	-	-	1,534,413	-	-	391,630	-
Charges for services	-	-	-	-	-	-	28,825
Other	110,142	75,147	-	-	-	-	-
Total receipts	332,322	75,147	1,534,413	-	260,712	391,630	28,825
Disbursements:							
General government	225,510	-	-	-	388,490	-	-
Public safety	-	-	-	-	-	304,721	24,594
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service:							
Principal	-	52,970	-	-	-	-	-
Interest	-	32,465	-	-	-	-	-
Capital outlay:							
Highways and streets	-	-	414,939	-	-	-	-
General government	-	-	-	-	-	-	-
Total disbursements	225,510	85,435	414,939	-	388,490	304,721	24,594
Excess (deficiency) of receipts over disbursements	106,812	(10,288)	1,119,474	-	(127,778)	86,909	4,231
Other financing sources (uses):							
Interfund loans repaid	-	-	-	450,000	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	450,000	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	106,812	(10,288)	1,119,474	450,000	(127,778)	86,909	4,231
Cash and investment fund balance - beginning	196,724	30,564	568,721	137,709	1,187,229	277,010	29,056
Cash and investment fund balance - ending	\$ 303,536	\$ 20,276	\$ 1,688,195	\$ 587,709	\$ 1,059,451	\$ 363,919	\$ 33,287
Cash and Investment Assets - December 31							
Cash and investments	\$ 303,536	\$ -	\$ 1,688,195	\$ 587,709	\$ 1,059,451	\$ -	\$ 33,287
Restricted assets:							
Cash and investments	-	20,276	-	-	-	363,919	-
Total cash and investment assets - December 31	\$ 303,536	\$ 20,276	\$ 1,688,195	\$ 587,709	\$ 1,059,451	\$ 363,919	\$ 33,287
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 363,919	\$ -
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service	-	20,276	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	303,536	-	1,688,195	587,709	1,059,451	-	33,287
Total cash and investment fund balance - December 31	\$ 303,536	\$ 20,276	\$ 1,688,195	\$ 587,709	\$ 1,059,451	\$ 363,919	\$ 33,287

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

	Accident Report	Pretrial Diversion	Extradition	Home Detention	Community Services	Adult Probation Services	Adult Probation #2
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	4,660	38,690	1,200	30,583	5,160	122,072	29,650
Other	-	-	-	-	-	-	-
Total receipts	4,660	38,690	1,200	30,583	5,160	122,072	29,650
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	2,771	94,395	29	33,787	1,458	97,812	26,140
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
Highways and streets	-	-	-	-	-	-	-
General government	-	-	-	-	-	-	-
Total disbursements	2,771	94,395	29	33,787	1,458	97,812	26,140
Excess (deficiency) of receipts over disbursements	1,889	(55,705)	1,171	(3,204)	3,702	24,260	3,510
Other financing sources (uses):							
Interfund loans repaid	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,889	(55,705)	1,171	(3,204)	3,702	24,260	3,510
Cash and investment fund balance - beginning	9,640	234,389	134	53,781	26,170	254,469	24,035
Cash and investment fund balance - ending	\$ 11,529	\$ 178,684	\$ 1,305	\$ 50,577	\$ 29,872	\$ 278,729	\$ 27,545
Cash and Investment Assets - December 31							
Cash and investments	\$ 11,529	\$ 178,684	\$ 1,305	\$ 50,577	\$ 29,872	\$ 278,729	\$ 27,545
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - December 31	\$ 11,529	\$ 178,684	\$ 1,305	\$ 50,577	\$ 29,872	\$ 278,729	\$ 27,545
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	11,529	178,684	1,305	50,577	29,872	278,729	27,545
Total cash and investment fund balance - December 31	\$ 11,529	\$ 178,684	\$ 1,305	\$ 50,577	\$ 29,872	\$ 278,729	\$ 27,545

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

	Juvenile Probation Services	Juvenile Probation #2	User Fee	Supplemental Public Defender Serv	K-9	Sheriffs Continuing Education	Inmate Medical
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	5,647	1,345	11,404	-	-	2,692	975
Other	-	-	-	-	-	-	-
Total receipts	5,647	1,345	11,404	-	-	2,692	975
Disbursements:							
General government	-	-	57	-	-	-	-
Public safety	9,118	2,078	-	464	-	24,903	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
Highways and streets	-	-	-	-	-	-	-
General government	-	-	-	-	-	-	-
Total disbursements	9,118	2,078	57	464	-	24,903	-
Excess (deficiency) of receipts over disbursements	(3,471)	(733)	11,347	(464)	-	(22,211)	975
Other financing sources (uses):							
Interfund loans repaid	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(3,471)	(733)	11,347	(464)	-	(22,211)	975
Cash and investment fund balance - beginning	35,820	2,063	136,382	10,033	846	29,153	12,755
Cash and investment fund balance - ending	\$ 32,349	\$ 1,330	\$ 147,729	\$ 9,569	\$ 846	\$ 6,942	\$ 13,730
Cash and Investment Assets - December 31							
Cash and investments	\$ 32,349	\$ 1,330	\$ 147,729	\$ 9,569	\$ 846	\$ 6,942	\$ 13,730
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - December 31	\$ 32,349	\$ 1,330	\$ 147,729	\$ 9,569	\$ 846	\$ 6,942	\$ 13,730
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	32,349	1,330	147,729	9,569	846	6,942	13,730
Total cash and investment fund balance - December 31	\$ 32,349	\$ 1,330	\$ 147,729	\$ 9,569	\$ 846	\$ 6,942	\$ 13,730

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

	Misdemeanant	Law Enforcement	DARE	Jail Lease Rental	Aviation Lease Rental	CDBG Loan	Cumulative Bridge
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 252,238	\$ -	\$ 440,513
Special assessments	-	-	-	-	-	-	-
Intergovernmental	26,432	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Other	-	-	-	-	-	5,062	5,591
Total receipts	26,432	-	-	-	252,238	5,062	446,104
Disbursements:							
General government	-	-	-	-	-	-	6,326
Public safety	15,427	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	435,000	-	-
Interest	-	-	-	-	59,100	-	-
Capital outlay:							
Highways and streets	-	-	-	-	-	-	511,397
General government	-	-	-	-	-	-	-
Total disbursements	15,427	-	-	-	494,100	-	517,723
Excess (deficiency) of receipts over disbursements	11,005	-	-	-	(241,862)	5,062	(71,619)
Other financing sources (uses):							
Interfund loans repaid	-	-	-	-	-	-	450,000
Interfund loans	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	450,000
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	11,005	-	-	-	(241,862)	5,062	378,381
Cash and investment fund balance - beginning	45,180	616	168	9,378	235,828	52,187	1,189,327
Cash and investment fund balance - ending	\$ 56,185	\$ 616	\$ 168	\$ 9,378	\$ (6,034)	\$ 57,249	\$ 1,567,708
Cash and Investment Assets - December 31							
Cash and investments	\$ 56,185	\$ 616	\$ 168	\$ -	\$ -	\$ 57,249	\$ -
Restricted assets:							
Cash and investments	-	-	-	9,378	(6,034)	-	1,567,708
Total cash and investment assets - December 31	\$ 56,185	\$ 616	\$ 168	\$ 9,378	\$ (6,034)	\$ 57,249	\$ 1,567,708
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service	-	-	-	9,378	(6,034)	-	-
Capital outlay	-	-	-	-	-	-	1,567,708
Unrestricted	56,185	616	168	-	-	57,249	-
Total cash and investment fund balance - December 31	\$ 56,185	\$ 616	\$ 168	\$ 9,378	\$ (6,034)	\$ 57,249	\$ 1,567,708

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

	Cumulative Jail	Cumulative Capital Development	General Drain Improvement	Aviation Project	Local Planning Grant	Historical Guide Publication Grant	USDA Infrastructure Grant
Receipts:							
Taxes	\$ -	\$ 447,392	\$ -	\$ 581,658	\$ -	\$ -	\$ -
Special assessments	-	-	213,353	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Other	-	1,389	-	-	-	-	-
Total receipts	-	448,781	213,353	581,658	-	-	-
Disbursements:							
General government	-	476,214	380,057	-	-	-	-
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
Highways and streets	-	-	-	-	-	-	-
General government	-	-	-	259,877	-	-	-
Total disbursements	-	476,214	380,057	259,877	-	-	-
Excess (deficiency) of receipts over disbursements	-	(27,433)	(166,704)	321,781	-	-	-
Other financing sources (uses):							
Interfund loans repaid	-	650,000	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total other financing sources (uses)	-	650,000	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	622,567	(166,704)	321,781	-	-	-
Cash and investment fund balance - beginning	920	1,013,175	1,136,313	20,569	5,763	1,532	2,300
Cash and investment fund balance - ending	\$ 920	\$ 1,635,742	\$ 969,609	\$ 342,350	\$ 5,763	\$ 1,532	\$ 2,300
<u>Cash and Investment Assets - December 31</u>							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ 5,763	\$ 1,532	\$ 2,300
Restricted assets:							
Cash and investments	920	1,635,742	969,609	342,350	-	-	-
Total cash and investment assets - December 31	\$ 920	\$ 1,635,742	\$ 969,609	\$ 342,350	\$ 5,763	\$ 1,532	\$ 2,300
<u>Cash and Investment Fund Balance - December 31</u>							
Restricted for:							
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	920	1,635,742	969,609	342,350	-	-	-
Unrestricted	-	-	-	-	5,763	1,532	2,300
Total cash and investment fund balance - December 31	\$ 920	\$ 1,635,742	\$ 969,609	\$ 342,350	\$ 5,763	\$ 1,532	\$ 2,300

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

	LEPC Right to Know	Access Indiana Grant	Handgun Application	Sheriff's Pension Service of Process	Fire District #3	American Heritage Village TIF	Alternate Dispute Resolution
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Intergovernmental	8,314	-	-	-	187,757	15,091	-
Charges for services	-	-	15,020	33,711	-	-	4,943
Other	1,124	-	-	-	540	-	-
Total receipts	9,438	-	15,020	33,711	188,297	15,091	4,943
Disbursements:							
General government	12,282	-	-	-	-	-	-
Public safety	-	-	15,170	-	189,155	-	1,690
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
Highways and streets	-	-	-	-	-	-	-
General government	-	-	-	-	-	-	-
Total disbursements	12,282	-	15,170	-	189,155	-	1,690
Excess (deficiency) of receipts over disbursements	(2,844)	-	(150)	33,711	(858)	15,091	3,253
Other financing sources (uses):							
Interfund loans repaid	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,844)	-	(150)	33,711	(858)	15,091	3,253
Cash and investment fund balance - beginning	11,934	1,389	17,902	12,710	15	39,666	1,250
Cash and investment fund balance - ending	\$ 9,090	\$ 1,389	\$ 17,752	\$ 46,421	\$ (843)	\$ 54,757	\$ 4,503
Cash and Investment Assets - December 31							
Cash and investments	\$ 9,090	\$ 1,389	\$ 17,752	\$ -	\$ -	\$ 54,757	\$ 4,503
Restricted assets:							
Cash and investments	-	-	-	46,421	(843)	-	-
Total cash and investment assets - December 31	\$ 9,090	\$ 1,389	\$ 17,752	\$ 46,421	\$ (843)	\$ 54,757	\$ 4,503
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ -	\$ -	\$ -	\$ 46,421	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Debt service	-	-	-	-	(843)	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	9,090	1,389	17,752	-	-	54,757	4,503
Total cash and investment fund balance - December 31	\$ 9,090	\$ 1,389	\$ 17,752	\$ 46,421	\$ (843)	\$ 54,757	\$ 4,503

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

	Sheriff's Commissary	New Millennium Infrastructure	State Homeland Security Grant #2	Emergency Disaster	Ambulance/ EMS Agency	Private Collection	Totals
Receipts:							
Taxes	\$ -	\$ 507,525	\$ -	\$ -	\$ -	\$ -	\$ 5,891,942
Special assessments	-	-	-	-	-	-	847,443
Intergovernmental	-	-	8,918	2,959	41,200	-	5,959,238
Charges for services	71,873	-	-	-	-	481	513,966
Other	-	-	-	-	-	-	396,235
Total receipts	71,873	507,525	8,918	2,959	41,200	481	13,608,824
Disbursements:							
General government	-	-	-	-	-	-	2,161,893
Public safety	62,892	-	8,263	109	16,689	-	1,107,205
Highways and streets	-	-	-	-	-	-	2,931,202
Health and welfare	-	-	-	-	-	152	3,874,152
Debt service:							
Principal	-	117,625	-	-	-	-	605,595
Interest	-	-	-	-	-	-	91,565
Capital outlay:							
Highways and streets	-	-	-	-	-	-	1,168,705
General government	-	-	-	-	-	-	259,877
Total disbursements	62,892	117,625	8,263	109	16,689	152	12,200,194
Excess (deficiency) of receipts over disbursements	8,981	389,900	655	2,850	24,511	329	1,408,630
Other financing sources (uses):							
Interfund loans repaid	-	-	-	-	-	-	1,550,000
Interfund loans	-	-	-	-	-	-	(200,000)
Total other financing sources (uses)	-	-	-	-	-	-	1,350,000
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	8,981	389,900	655	2,850	24,511	329	2,758,630
Cash and investment fund balance - beginning	10,270	55,970	-	-	50,373	-	12,155,509
Cash and investment fund balance - ending	\$ 19,251	\$ 445,870	\$ 655	\$ 2,850	\$ 74,884	\$ 329	\$ 14,914,139
Cash and Investment Assets - December 31							
Cash and investments	\$ 19,251	\$ -	\$ 655	\$ 2,850	\$ -	\$ 329	\$ 6,981,620
Restricted assets:							
Cash and investments	-	445,870	-	-	74,884	-	7,932,519
Total cash and investment assets - December 31	\$ 19,251	\$ 445,870	\$ 655	\$ 2,850	\$ 74,884	\$ 329	\$ 14,914,139
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ -	\$ -	\$ -	\$ -	\$ 74,884	\$ -	\$ 485,224
Highways and streets	-	-	-	-	-	-	1,573,371
Health and welfare	-	-	-	-	-	-	877,420
Debt service	-	-	-	-	-	-	22,777
Capital outlay	-	445,870	-	-	-	-	4,973,727
Unrestricted	19,251	-	655	2,850	-	329	6,981,620
Total cash and investment fund balance - December 31	\$ 19,251	\$ 445,870	\$ 655	\$ 2,850	\$ 74,884	\$ 329	\$ 14,914,139

DEKALB COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 INTERNAL SERVICE FUNDS
 As Of And For The Year Ended December 31, 2008

	Self-Insurance Fund	Self-Insurance Plus Fund	Totals
Operating receipts:			
Miscellaneous	\$ 1,454,549	\$ -	\$ 1,454,549
Operating disbursements:			
Insurance claims and expenses	1,827,961	-	1,827,961
Deficiency of receipts over disbursements	(373,412)	-	(373,412)
Nonoperating receipts:			
Interest and investment receipts	-	5,356	5,356
Excess (deficiency) of receipts over disbursements and nonoperating receipts	(373,412)	5,356	(368,056)
Transfers in	100,000	-	100,000
Transfers out	-	(100,000)	(100,000)
Deficiency of receipts and transfers in over disbursements and transfers out	(273,412)	(94,644)	(368,056)
Cash and investment fund balance - beginning	(170,585)	114,010	(56,575)
Cash and investment fund balance - ending	<u>\$ (443,997)</u>	<u>\$ 19,366</u>	<u>\$ (424,631)</u>
<u>Cash and Investment Assets - December 31</u>			
Cash and investments	<u>\$ (443,997)</u>	<u>\$ 19,366</u>	<u>\$ (424,631)</u>
<u>Cash and Investment Fund Balance - December 31</u>			
Unrestricted	<u>\$ (443,997)</u>	<u>\$ 19,366</u>	<u>\$ (424,631)</u>

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

	PERF	Police Pension	Deferred Compensation	Health Insurance	Credit Union	Wage Garnishment	Withholdings- United Way
Additions:							
Agency fund additions	\$ 182,961	\$ 25,007	\$ 36,060	\$ 267,207	\$ 146,346	\$ 1,920	\$ 871
Deductions:							
Agency fund deductions	183,007	25,007	36,060	267,207	146,346	1,920	871
Excess (deficiency) of total additions over total deductions	(46)	-	-	-	-	-	-
Cash and investment fund balance - beginning	225	62	-	51	-	-	-
Cash and investment fund balance - ending	<u>\$ 179</u>	<u>\$ 62</u>	<u>\$ -</u>	<u>\$ 51</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Withholdings- Other	Life Insurance	Withholdings- Medicare	Withholdings- State	Withholdings- Local Tax	Withholdings- Federal	Insurance- Other
Additions:							
Agency fund additions	\$ 20,113	\$ 27,221	\$ 527,163	\$ 239,382	\$ 98,823	\$ 726,475	\$ 71,014
Deductions:							
Agency fund deductions	20,113	27,221	527,163	238,977	98,625	726,475	71,014
Excess (deficiency) of total additions over total deductions	-	-	-	405	198	-	-
Cash and investment fund balance - beginning	-	(12)	-	19,801	8,204	-	31
Cash and investment fund balance - ending	\$ -	\$ (12)	\$ -	\$ 20,206	\$ 8,402	\$ -	\$ 31

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

	Insurance- Other #2	Mortgage Fees- State	City and Town Court Costs	Welfare Trust	Congressional School Interest	Innkeepers Tax	Surplus Tax
Additions:							
Agency fund additions	\$ 4,047	\$ 5,028	\$ 10,063	\$ 12,121	\$ 656	\$ 259,031	\$ 45,005
Deductions:							
Agency fund deductions	16,137	5,138	9,909	20,017	18,467	259,031	52,845
Excess (deficiency) of total additions over total deductions	(12,090)	(110)	154	(7,896)	(17,811)	-	(7,840)
Cash and investment fund balance - beginning	13,876	430	4,900	7,896	17,811	-	89,411
Cash and investment fund balance - ending	<u>\$ 1,786</u>	<u>\$ 320</u>	<u>\$ 5,054</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 81,571</u>

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

	<u>Tax Sale Redemption</u>	<u>Surplus Tax Sale</u>	<u>Inheritance Tax</u>	<u>Overweight Vehicle Fines</u>	<u>Infraction Judgements</u>	<u>Special Death Benefit</u>	<u>Interstate Compact</u>
Additions:							
Agency fund additions	\$ -	\$ -	\$ 1,204,437	\$ 1,380	\$ 183,643	\$ 5,310	\$ 263
Deductions:							
Agency fund deductions	-	91,657	1,177,629	530	185,788	5,245	225
Excess (deficiency) of total additions over total deductions	-	(91,657)	26,808	850	(2,145)	65	38
Cash and investment fund balance - beginning	43	110,056	200,557	-	13,107	465	-
Cash and investment fund balance - ending	<u>\$ 43</u>	<u>\$ 18,399</u>	<u>\$ 227,365</u>	<u>\$ 850</u>	<u>\$ 10,962</u>	<u>\$ 530</u>	<u>\$ 38</u>

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

	Sheriff Response Team	Congressional School Principal	Late Surrender Fees	Surplus Dog Tax	Coroners Education	Tax Distribution	County Treasurer
Additions:							
Agency fund additions	\$ 1,000	\$ -	\$ 4,400	\$ -	\$ 3,491	\$ 24,582,662	\$ 64,533,021
Deductions:							
Agency fund deductions	2,597	17,684	-	-	3,230	26,050,576	63,938,011
Excess (deficiency) of total additions over total deductions	(1,597)	(17,684)	4,400	-	261	(1,467,914)	595,010
Cash and investment fund balance - beginning	1,969	17,684	63,850	50	243	1,775,292	483,425
Cash and investment fund balance - ending	<u>\$ 372</u>	<u>\$ -</u>	<u>\$ 68,250</u>	<u>\$ 50</u>	<u>\$ 504</u>	<u>\$ 307,378</u>	<u>\$ 1,078,435</u>

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

	Sheriff Donation (Drug Enforcement)	Ditch Surplus	Clerk	County Home Trust	Withholdings- YMCA	Totals
Additions:						
Agency fund additions	\$ -	\$ -	\$ 3,708,761	\$ 160,326	\$ 2,329	\$ 97,097,537
Deductions:						
Agency fund deductions	-	-	3,870,213	161,053	2,329	98,258,317
Excess (deficiency) of total additions over total deductions	-	-	(161,452)	(727)	-	(1,160,780)
Cash and investment fund balance - beginning	1,975	639	285,315	6,484	-	3,123,840
Cash and investment fund balance - ending	<u>\$ 1,975</u>	<u>\$ 639</u>	<u>\$ 123,863</u>	<u>\$ 5,757</u>	<u>\$ -</u>	<u>\$ 1,963,060</u>

DEKALB 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	\$ 3,851,686
Infrastructure	78,284,711
Buildings	12,339,463
Improvements other than buildings	6,858,336
Machinery and equipment	<u>6,766,955</u>
 Total governmental activities, capital assets not being depreciated	 <u><u>\$ 108,101,151</u></u>

DEKALB 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:		
2002 Aviation Lease	\$ 1,150,000	\$ 486,600
Notes and loans payable:		
2002 Aviation Loan	47,595	13,448
2004 Aviation Loan	<u>521,269</u>	<u>59,960</u>
Total governmental activities debt	<u>\$ 1,718,864</u>	<u>\$ 560,008</u>

DEKALB COUNTY
OTHER REPORT

The annual report presented herein was prepared in addition to another official report prepared for the individual County office listed below:

County Highway Department

SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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

TO: THE OFFICIALS OF DEKALB COUNTY, INDIANA

Compliance

We have audited the compliance of DeKalb County (County) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended December 31, 2008. The County's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

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

In our opinion, the County complied in all material respects with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2008.

Internal Control Over Compliance

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

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

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

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

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

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

STATE BOARD OF ACCOUNTS

November 9, 2009

DEKALB 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 COMMERCE</u>			
Pass-Through Indiana Department of Homeland Security Public Safety Interoperable Communications Grant Program	11.555	FY 2007	\$ <u>82,309</u>
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Direct grant Public Safety Partnership and Community Policing Grants	16.710	2006-CKWX-0692	<u>135,143</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Direct grant Airport Improvement Program	20.106		
Environmental Assessment for South Development Area		3-18-0004-11	20,681
Install Perimeter Fencing (Design)		3-18-0004-14	54,566
Install Perimeter Fencing (Construction)		3-18-0004-15	<u>889,077</u>
Total for program			<u>964,324</u>
Pass-Through Indiana Department of Transportation Formula Grants For Other Than Urbanized Areas	20.509	18026650	<u>80,700</u>
Pass-Through Indiana Department of Homeland Security Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	C44P-9-226A	<u>2,726</u>
Total for federal grantor agency			<u>1,182,893</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana Department of Child Services Child Support Enforcement	93.563		
County Prosecutor's Expenditures			144,925
County Clerk of the Circuit Court Expenditures			28,695
Indirect Cost			76,814
Incentives			<u>52,584</u>
Total for federal grantor agency			<u>303,018</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Homeland Security Disaster Grants - Public Assistance (Presidentially Declared Disasters) Flood Emergency 1740	97.036		<u>184,672</u>
Emergency Management Performance Grants	97.042		
		EMPG -2007	24,977
		EMPG -2008	32,906
		EMPG -2006	<u>5,498</u>
Total for program			<u>63,381</u>
Total for federal grantor agency			<u>248,053</u>
Total federal awards expended			<u>\$ 1,816,273</u>

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

DEKALB COUNTY
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

I. Basis of Presentation

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

II. Subrecipients

Of the federal expenditures presented in the schedule, the County provided federal awards to subrecipients as follows for the year ended December 31, 2008:

Program Title	Federal CFDA Number	2008
Public Safety Partnership and Community Policing Grants	16.710	\$ 135,143
Formula Grants For Other Than Urbanized Areas	20.509	80,700

DEKALB COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

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

Noncompliance material to financial statements noted? no

Federal Awards:

Internal control over major programs:

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

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

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

Identification of Major Programs:

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

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

Auditee qualified as low-risk auditee? no

Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

DEKALB COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

DEKALB COUNTY
EXIT CONFERENCE

The contents of this report were discussed on November 9, 2009, with John Fetters, Auditor; William Ort, President of the Board of County Commissioners; and Benjamin Smaltz, President of County Council. Our audit disclosed no material items that warrant comment at this time.