

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

ANNUAL FINANCIAL REPORT

2009

JAY COUNTY, INDIANA



FILED

07/12/2010

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Nancy J. Culy	01-01-08 to 12-31-10
Treasurer	Robin Alberson	01-01-09 to 12-31-12
Clerk	Ellen Coats	01-01-09 to 12-31-12
Sheriff	Larry R. Newton, Jr.	01-01-07 to 12-31-10
Recorder	Betty St. Myers	01-01-08 to 12-31-10
President of the Board of County Commissioners	Milo M. Miller, Jr.	01-01-09 to 12-31-10
President of the County Council	Gerald Kirby	01-01-09 to 12-31-10



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 JAY COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Jay County (County), as of and for the year ended December 31, 2009, which collectively comprise the County's basic financial statements as listed in the Table of Contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

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

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

In our opinion, except that the omission of the component units of the County referred to in the preceding paragraph results in incomplete presentation, the financial statements referred to above present fairly, in all material respects, the respective cash and investment balances of the governmental activities, each major fund, and the aggregate remaining fund information of the County as of December 31, 2009, 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 May 17, 2010, 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.

Included in the financial statements are the receipts and disbursements activity from emergency telephone system fees (IC 36-8-16) and enhanced wireless emergency telephone fees (IC 36-8-16.5). In accordance with IC 36-8-16-14 and IC 36-8-16.5-41 these fees have been subjected to an annual examination performed by State Board of Accounts and, in our opinion, are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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

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

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

STATE BOARD OF ACCOUNTS

May 17, 2010



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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 JAY COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Jay County (County), as of and for the year ended December 31, 2009, which collectively comprise the County's basic financial statements and have issued our report thereon dated May 17, 2010. The opinions to the financial statements were qualified due to the omission of some component units. 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.

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. 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.

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, the Board of 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

May 17, 2010

JAY COUNTY
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS
For The Year Ended December 31, 2009

<u>Functions/Programs</u>	<u>Disbursements</u>	Program Receipts		<u>Net Receipts (Disbursements) and Changes in Net Assets</u>
		Charges for Services	Operating Grants and Contributions	
Primary government:				
Governmental activities:				
General government	\$ 7,135,240	\$ 1,273,501	\$ 137,477	\$ (5,724,262)
Public safety	4,176,145	255,101	57,115	(3,863,929)
Highways and streets	4,465,760	442,165	1,783,153	(2,240,442)
Health and welfare	675,939	340,855	60,285	(274,799)
Economic development	561,671	-	-	(561,671)
	<u>17,014,755</u>	<u>2,311,622</u>	<u>2,038,030</u>	<u>(12,665,103)</u>
Total primary government				
General receipts:				
				4,936,904
				1,373,774
				2,020,252
				767,296
				1,491,645
				203,997
				<u>(1,871,235)</u>
				(1,871,235)
				<u>12,543,072</u>
				<u>\$ 10,671,837</u>
Net assets - beginning				
Net assets - ending				
Total net assets				
Total net assets				
				<u>\$ 10,671,837</u>
Total net assets				
				<u>\$ 10,671,837</u>
Total net assets				
				<u>\$ 10,671,837</u>

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

JAY 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, 2009

	General	Highway	Rainy Day	Other Governmental Funds	Totals
Receipts:					
Taxes	\$ 4,230,229	\$ 130,456	\$ -	\$ 2,080,449	\$ 6,441,134
Special assessments	7,972	-	-	433,012	440,984
Licenses and permits	39,837	6,000	-	42,060	87,897
Intergovernmental	674,562	1,988,529	71,899	2,798,800	5,533,790
Charges for services	389,467	56,821	-	1,166,779	1,613,067
Fines and forfeits	78,606	-	-	89,017	167,623
Other	367,339	20,734	4,736	466,216	859,025
Total receipts	5,788,012	2,202,540	76,635	7,076,333	15,143,520
Disbursements:					
General government	3,934,427	-	-	2,595,623	6,530,050
Public safety	1,865,292	-	-	2,121,980	3,987,272
Highways and streets	-	1,996,484	-	932,483	2,928,967
Health and welfare	346,009	-	-	321,930	667,939
Economic development	-	-	-	310,135	310,135
Capital outlay:					
General government	77,350	-	-	527,840	605,190
Public safety	78,983	-	-	109,890	188,873
Highways and streets	-	110,511	-	1,426,282	1,536,793
Health and welfare	6,900	-	-	1,100	8,000
Economic development	-	-	-	251,536	251,536
Total disbursements	6,308,961	2,106,995	-	8,598,799	17,014,755
Excess (deficiency) of receipts over disbursements	(520,949)	95,545	76,635	(1,522,466)	(1,871,235)
Other financing sources (uses):					
Transfers in	1,930,053	-	2,486,970	1,259,883	5,676,906
Transfers out	(1,679,998)	-	(1,502,452)	(2,494,456)	(5,676,906)
Total other financing sources (uses)	250,055	-	984,518	(1,234,573)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(270,894)	95,545	1,061,153	(2,757,039)	(1,871,235)
Cash and investment fund balance - beginning	1,168,796	1,150,799	1,191,795	9,031,682	12,543,072
Cash and investment fund balance - ending	<u>\$ 897,902</u>	<u>\$ 1,246,344</u>	<u>\$ 2,252,948</u>	<u>\$ 6,274,643</u>	<u>\$ 10,671,837</u>
Cash and Investment Assets - Ending					
Cash and investments	\$ 897,902	\$ -	\$ 2,252,948	\$ 3,939,054	\$ 7,089,904
Restricted assets:					
Cash and investments	-	1,246,344	-	2,335,589	3,581,933
Total cash and investment assets - ending	<u>\$ 897,902</u>	<u>\$ 1,246,344</u>	<u>\$ 2,252,948</u>	<u>\$ 6,274,643</u>	<u>\$ 10,671,837</u>
Cash and Investment Fund Balance - Ending					
Restricted for:					
General government	\$ -	\$ -	\$ -	\$ 428,677	\$ 428,677
Public safety	-	-	-	292,010	292,010
Highways and streets	-	1,246,344	-	139,557	1,385,901
Health and welfare	-	-	-	148,451	148,451
Capital outlay	-	-	-	1,326,894	1,326,894
Unrestricted	897,902	-	2,252,948	3,939,054	7,089,904
Total cash and investment fund balance - ending	<u>\$ 897,902</u>	<u>\$ 1,246,344</u>	<u>\$ 2,252,948</u>	<u>\$ 6,274,643</u>	<u>\$ 10,671,837</u>

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

JAY COUNTY
STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
FIDUCIARY FUNDS
For The Year Ended December 31, 2009

	Pension Trust Fund	Private-Purpose Trust Fund	Agency Funds
Additions:			
Contributions:			
Employer	\$ 131,204	\$ -	
Plan members	13,031	-	
	144,235	-	
Total contributions			
Investment earnings:			
Dividends	36,021	-	
Less net realized loss on sale of investments	(55,623)	-	
	(19,602)	-	
Net investment earnings			
Total additions	124,633	-	
Deductions:			
Benefits	45,717	-	
Administrative and general	33,027	-	
	78,744	-	
Total deductions			
Excess of total additions over total deductions	45,889	-	
Cash and investment fund balance - beginning	1,701,595	22,822	
Cash and investment fund balance - ending	\$ 1,747,484	\$ 22,822	\$ 2,027,286

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

JAY 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: Jay County

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

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

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

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

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 county highway fund receives funds from state motor vehicle highway distributions and general property taxes. This fund is used primarily for the construction and maintenance of county highways.

JAY COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

The rainy day fund is used to account for transfers of unused and unencumbered funds under Indiana Code 36-1-8-5. The rainy day funds may be used solely for the operation of the County and its various departments, including, but not limited to, salaries and wages, costs of services, supplies, equipment, capital improvements, repairs and similar expenditures.

Additionally, the County reports the following fund types:

The pension trust fund accounts for the activities of the Sheriff's Pension Fund, which accumulates resources for pension benefit payments.

The private-purpose trust fund accounts for the activities of the Congressional School Principal Fund, which holds assets from which interest earnings are used to help finance public education.

Agency funds account for assets held as an agent for various governmental and other entities.

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.

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 proprietary funds.

When both restricted and unrestricted resources are available for use, the County's policy is to use restricted resources first, then unrestricted resources as they are needed.

JAY COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

D. Assets and Cash and Investment Balances

1. Restricted Assets

All restricted assets, as presented in the accompanying financial statements, are restricted due to enabling legislation.

2. 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.

3. Property Taxes

Normally, 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 may 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.

4. 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.

5. Long-Term Debt

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

6. 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."

JAY COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

F. Internal and Interfund 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 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.
4. Interfund loans – Flow of assets from one fund to another where repayment is expected is reported as interfund loans.

Government-Wide Financial Statements

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

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

JAY 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. Prior to November 1, 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. IC 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, 2009, the County had deposit balances in the amount of \$12,609,894.

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, 2009, the County and the Sheriff's Retirement and Benefit Plan had the following investments:

JAY COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Investment Type	Sheriffs Retirement and Benefit Pension Plans
U.S. treasuries and securities	\$ 237,195
U.S. agencies	117,488
Mutual funds	193,560
Corporate bonds	234,826
Corporate stock	1,038,430
Total	\$ 1,821,499

Statutory Authorization for Investments

IC 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 must have a stated final maturity of one day.

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

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

JAY COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Investment Custodial Credit Risk

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. The County's investment policy for custodial credit risk is that all investments must be backed by the full faith and credit of the United States Treasury.

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

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.

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	\$ 105,242	\$ 26,009	\$ 105,944
U.S. agencies	-	13,033	104,455
Corporate bonds	-	9,593	225,233
Totals	<u>\$ 105,242</u>	<u>\$ 48,635</u>	<u>\$ 435,632</u>

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	Corporate Bonds
AAA	\$ 11,067
AA	72,306
A	121,887
BBB	<u>29,566</u>
Totals	<u>\$ 234,826</u>

JAY COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Concentration of Credit Risk

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

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

The County and the Sheriff's Retirement and Benefit Pension Plan held no investments that were exposed to 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 not adopted a formal policy in regards to foreign currency risk.

The County and the Sheriff's Retirement and Benefit Pension Plan held no investments that were exposed to foreign currency risk.

B. Interfund Transfers

Interfund transfers for the year ended December 31, 2009, were as follows:

<u>Transfer From</u>	<u>Transfer To</u>	<u>2009</u>
General Fund	Rainy Day Fund	\$ 1,646,728
	Other governmental funds	33,270
Rainy Day Fund	General Fund	1,500,000
	Other governmental funds	2,452
Other governmental funds	General Fund	430,053
	Rainy Day Fund	840,242
	Other governmental funds	<u>1,224,161</u>
Total		<u>\$ 5,676,906</u>

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

IV. Other Information

A. Risk Management

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

JAY COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

The risks of torts; theft of, damage to, and destruction of assets; errors and omissions; medical benefits to employees, and dependents; and natural disasters are covered by commercial insurance from independent third parties.

Settled claims from risks covered by commercial insurance have not exceeded commercial insurance coverage for the past three years. There were no significant reductions in insurance by major category of risk.

Job Related Illnesses or Injuries to Employees

During 1992, the County joined with other governmental entities to form the Indiana Public Employer's Plan, a public entity risk pool currently operating as a common risk management and insurance program for approximately 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 workers compensation claims. The County pays an annual premium to the risk pool for its 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 Jay County Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the County. The lessor has been determined to be a related party of the County. Lease payments do not start until the year 2010.

C. Receipts Pledged

The County has pledged a portion of property taxes on an industrial development site to repay \$12,220,000 in tax increment bonds issued in 2008 to finance infrastructure improvements for new ethanol plant. The bonds are payable from revenue generated by property taxes.

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.

JAY COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

The contribution requirements of plan members for PERF are established by the Board of Trustees of PERF. The total contributions made to PERF by the County during the period were \$271,656.

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

The contribution requirements of plan members for the County Police Retirement Plan are established by state statute. The contributions made by the County during the period were \$124,898.

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

The contribution requirements of plan members for the County Police Benefit Plan are established by state statute. The contributions made by the County during the period were \$6,306.

JAY 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	\$ 3,623,712	\$ 4,074,882	\$ (451,170)	89%	\$ 3,389,672	(13%)
07-01-07	3,925,075	4,258,147	(333,072)	92%	3,567,524	(9%)
07-01-08	4,160,062	4,454,362	(294,300)	93%	3,480,743	(8%)

County Police Pension Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-05	\$ 1,047,588	\$ 1,326,700	\$ (279,112)	79%	\$ 400,944	(70%)
07-01-06	1,234,272	1,534,156	(299,884)	80%	409,143	(73%)
07-01-07	1,432,777	1,715,005	(282,228)	84%	396,075	(71%)
07-01-08	1,660,986	2,114,554	(453,568)	79%	411,362	(110%)
07-01-09	1,696,589	2,314,918	(618,329)	73%	414,282	(149%)
07-01-10	1,870,126	2,465,638	(595,512)	76%	415,860	(143%)

County Police Benefit Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Excess of Assets Over AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Excess AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-05	\$ 59,456	\$ 59,456	\$ -	100%	\$ 400,944	0%
07-01-06	70,862	70,862	-	100%	409,143	0%
07-01-07	84,446	84,446	-	100%	396,075	0%
07-01-08	95,871	95,871	-	100%	411,362	0%
07-01-09	85,403	85,403	-	100%	414,282	0%
07-01-10	94,855	94,855	-	100%	415,860	0%

JAY 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, 2009

	Local Road and Street	Accident Report	Firearms Training	Health	Emergency Medical Services	Clerk's Records Perpetuation	Electronic Map Generation
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ 167,359	\$ 393,785	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	7,060	-	-	-	-
Intergovernmental	185,703	-	-	12,826	30,178	-	-
Charges for services	-	1,024	-	36,922	345,219	-	92
Fines and forfeits	-	-	-	-	-	2,396	-
Other	-	-	-	164	4,364	860	-
Total receipts	185,703	1,024	7,060	217,271	773,546	3,256	92
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	923,843	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	199,375	-	-	-
Economic development	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	9,050	6,004	-	10,522	-	-
Highways and streets	150,148	-	-	-	-	-	-
Health and welfare	-	-	-	1,100	-	-	-
Economic development	-	-	-	-	-	-	-
Total disbursements	150,148	9,050	6,004	200,475	934,365	-	-
Excess (deficiency) of receipts over disbursements	35,555	(8,026)	1,056	16,796	(160,819)	3,256	92
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	(6,829)	(42,232)	-	-
Total other financing sources (uses)	-	-	-	(6,829)	(42,232)	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	35,555	(8,026)	1,056	9,967	(203,051)	3,256	92
Cash and investment fund balance - beginning	103,998	8,667	9,462	138,484	307,578	20,502	3,688
Cash and investment fund balance - ending	<u>\$ 139,553</u>	<u>\$ 641</u>	<u>\$ 10,518</u>	<u>\$ 148,451</u>	<u>\$ 104,527</u>	<u>\$ 23,758</u>	<u>\$ 3,780</u>
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ 104,527	\$ -	\$ 3,780
Restricted assets:							
Cash and investments	139,553	641	10,518	148,451	-	23,758	-
Total cash and investment assets - ending	\$ 139,553	\$ 641	\$ 10,518	\$ 148,451	\$ 104,527	\$ 23,758	\$ 3,780
<u>Cash and Investment Fund Balance - Ending</u>							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 23,758	\$ -
Public safety	-	641	10,518	-	-	-	-
Highways and streets	139,553	-	-	-	-	-	-
Health and welfare	-	-	-	148,451	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	104,527	-	3,780
Total cash and investment fund balance - ending	\$ 139,553	\$ 641	\$ 10,518	\$ 148,451	\$ 104,527	\$ 23,758	\$ 3,780

JAY 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, 2009
 (Continued)

	Deferral Program	Emergency Telephone System	Drug Free Community	Drainage Maintenance	Emergency Planning/ Right to Know	Convention And Tourism	Property Reassessment
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 93,145
Special assessments	-	-	-	433,012	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	7,710	-	-	-	-	7,139
Charges for services	-	159,499	-	-	-	-	-
Fines and forfeits	-	-	15,809	-	-	-	-
Other	11,990	5,971	-	-	620	70,709	3,294
Total receipts	11,990	173,180	15,809	433,012	620	70,709	103,578
Disbursements:							
General government	-	-	-	253,760	-	-	164,601
Public safety	3,318	318,551	14,360	-	5,683	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	59,841	-
Capital outlay:							
General government	-	-	-	-	-	-	13,024
Public safety	6,083	43,884	-	-	849	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Total disbursements	9,401	362,435	14,360	253,760	6,532	59,841	177,625
Excess (deficiency) of receipts over disbursements	2,589	(189,255)	1,449	179,252	(5,912)	10,868	(74,047)
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	(15,000)	-	-	(269,526)	-	-	-
Total other financing sources (uses)	(15,000)	-	-	(269,526)	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(12,411)	(189,255)	1,449	(90,274)	(5,912)	10,868	(74,047)
Cash and investment fund balance - beginning	31,512	263,867	14,361	556,293	9,710	59,841	285,087
Cash and investment fund balance - ending	\$ 19,101	\$ 74,612	\$ 15,810	\$ 466,019	\$ 3,798	\$ 70,709	\$ 211,040
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ 19,101	\$ -	\$ -	\$ 466,019	\$ 3,798	\$ 70,709	\$ -
Restricted assets:							
Cash and investments	-	74,612	15,810	-	-	-	211,040
Total cash and investment assets - ending	\$ 19,101	\$ 74,612	\$ 15,810	\$ 466,019	\$ 3,798	\$ 70,709	\$ 211,040
<u>Cash and Investment Fund Balance - Ending</u>							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 211,040
Public safety	-	74,612	15,810	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	19,101	-	-	466,019	3,798	70,709	-
Total cash and investment fund balance - ending	\$ 19,101	\$ 74,612	\$ 15,810	\$ 466,019	\$ 3,798	\$ 70,709	\$ 211,040

JAY 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, 2009
 (Continued)

	Prosecutor Title IV-D	Extradition	Probation Users Fees	Recorder's Records Perpetuation	Cannabis/ Marijuana Eradication	Family and Children	Health Maintenance
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	33,139
Charges for services	-	-	2,896	29,004	-	-	6,841
Fines and forfeits	-	-	39,341	-	-	-	-
Other	1,215	-	-	1,554	-	10,680	357
Total receipts	1,215	-	42,237	30,558	-	10,680	40,337
Disbursements:							
General government	-	-	-	18,931	-	-	-
Public safety	-	-	25,002	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	7,112	-	-	-	-	44,017	40,465
Economic development	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	-	5,443	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Total disbursements	7,112	-	30,445	18,931	-	44,017	40,465
Excess (deficiency) of receipts over disbursements	(5,897)	-	11,792	11,627	-	(33,337)	(128)
Other financing sources (uses):							
Transfers in	-	-	1,883	-	-	-	-
Transfers out	-	-	-	-	-	(784,027)	-
Total other financing sources (uses)	-	-	1,883	-	-	(784,027)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(5,897)	-	13,675	11,627	-	(817,364)	(128)
Cash and investment fund balance - beginning	36,700	3,428	255,242	171,745	829	817,364	27,459
Cash and investment fund balance - ending	<u>\$ 30,803</u>	<u>\$ 3,428</u>	<u>\$ 268,917</u>	<u>\$ 183,372</u>	<u>\$ 829</u>	<u>\$ -</u>	<u>\$ 27,331</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ 30,803	\$ 3,428	\$ 268,917	\$ -	\$ 829	\$ -	\$ 27,331
Restricted assets:							
Cash and investments	-	-	-	183,372	-	-	-
Total cash and investment assets - ending	<u>\$ 30,803</u>	<u>\$ 3,428</u>	<u>\$ 268,917</u>	<u>\$ 183,372</u>	<u>\$ 829</u>	<u>\$ -</u>	<u>\$ 27,331</u>
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ 183,372	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	30,803	3,428	268,917	-	829	-	27,331
Total cash and investment fund balance - ending	<u>\$ 30,803</u>	<u>\$ 3,428</u>	<u>\$ 268,917</u>	<u>\$ 183,372</u>	<u>\$ 829</u>	<u>\$ -</u>	<u>\$ 27,331</u>

JAY 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, 2009
 (Continued)

	Community Corrections Home Detention	Pretrial Diversion	Plat Book	Supplemental Public Defender	Clerk Title IV-D	Surveyor's Corner Perpetuation	Sheriff's Continuing Education
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	119,311	-	4,890	-	-	3,765	-
Fines and forfeits	-	3,012	-	4,041	-	-	818
Other	-	-	-	-	422	-	-
Total receipts	119,311	3,012	4,890	4,041	422	3,765	818
Disbursements:							
General government	-	-	-	-	-	31,904	-
Public safety	109,518	3,900	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	2,655	-	-
Economic development	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	19,099	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Total disbursements	128,617	3,900	-	-	2,655	31,904	-
Excess (deficiency) of receipts over disbursements	(9,306)	(888)	4,890	4,041	(2,233)	(28,139)	818
Other financing sources (uses):							
Transfers in	-	-	-	-	10,118	3,517	36
Transfers out	(5,539)	-	-	-	-	-	-
Total other financing sources (uses)	(5,539)	-	-	-	10,118	3,517	36
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(14,845)	(888)	4,890	4,041	7,885	(24,622)	854
Cash and investment fund balance - beginning	173,750	7,690	70,681	7,637	40,462	35,031	1,334
Cash and investment fund balance - ending	<u>\$ 158,905</u>	<u>\$ 6,802</u>	<u>\$ 75,571</u>	<u>\$ 11,678</u>	<u>\$ 48,347</u>	<u>\$ 10,409</u>	<u>\$ 2,188</u>
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ -	\$ -	\$ 75,571	\$ 11,678	\$ 48,347	\$ -	\$ 2,188
Restricted assets:							
Cash and investments	158,905	6,802	-	-	-	10,409	-
Total cash and investment assets - ending	\$ 158,905	\$ 6,802	\$ 75,571	\$ 11,678	\$ 48,347	\$ 10,409	\$ 2,188
<u>Cash and Investment Fund Balance - Ending</u>							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,409	\$ -
Public safety	158,905	6,802	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	-	75,571	11,678	48,347	-	2,188
Total cash and investment fund balance - ending	\$ 158,905	\$ 6,802	\$ 75,571	\$ 11,678	\$ 48,347	\$ 10,409	\$ 2,188

JAY 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, 2009
 (Continued)

	Jury Pay	Sheriffs Commissary	County Corrections	Community Corrections Grant 2009-10	Tobacco Settlement	Operation Pullover	Children's Psychological Services
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	57,524	17,365	2,900	-
Charges for services	-	-	15,646	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other	-	84,673	-	-	500	-	-
Total receipts	-	84,673	15,646	57,524	17,865	2,900	-
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	-	83,602	15,500	82,876	-	3,112	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	15,931	-	2,387
Economic development	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Total disbursements	-	83,602	15,500	82,876	15,931	3,112	2,387
Excess (deficiency) of receipts over disbursements	-	1,071	146	(25,352)	1,934	(212)	(2,387)
Other financing sources (uses):							
Transfers in	-	-	-	5,542	-	-	-
Transfers out	-	-	-	(5,774)	-	-	(73,588)
Total other financing sources (uses)	-	-	-	(232)	-	-	(73,588)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	1,071	146	(25,584)	1,934	(212)	(75,975)
Cash and investment fund balance - beginning	98	8,790	18,911	25,584	37,719	1,016	75,975
Cash and investment fund balance - ending	<u>\$ 98</u>	<u>\$ 9,861</u>	<u>\$ 19,057</u>	<u>\$ -</u>	<u>\$ 39,653</u>	<u>\$ 804</u>	<u>\$ -</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ -	\$ 9,861	\$ 19,057	\$ -	\$ 39,653	\$ -	\$ -
Restricted assets:							
Cash and investments	98	-	-	-	-	804	-
Total cash and investment assets - ending	<u>\$ 98</u>	<u>\$ 9,861</u>	<u>\$ 19,057</u>	<u>\$ -</u>	<u>\$ 39,653</u>	<u>\$ 804</u>	<u>\$ -</u>
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ 98	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	804	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	9,861	19,057	-	39,653	-	-
Total cash and investment fund balance - ending	<u>\$ 98</u>	<u>\$ 9,861</u>	<u>\$ 19,057</u>	<u>\$ -</u>	<u>\$ 39,653</u>	<u>\$ 804</u>	<u>\$ -</u>

JAY 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, 2009
 (Continued)

	Homeland Security	Court Interpreters	Probation User Fee - Administrative	Juvenile Probation Services	Excess Levy	Redacting Fee	County Home Donations
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	750	-	-	-	-	-
Charges for services	-	-	-	-	-	6,592	-
Fines and forfeits	-	50	-	739	-	-	-
Other	-	-	-	-	22,139	-	14,590
Total receipts	-	800	-	739	22,139	6,592	14,590
Disbursements:							
General government	-	200	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Total disbursements	-	200	-	-	-	-	-
Excess (deficiency) of receipts over disbursements	-	600	-	739	22,139	6,592	14,590
Other financing sources (uses):							
Transfers in	-	-	-	-	857,615	-	-
Transfers out	-	-	-	-	(879,565)	-	-
Total other financing sources (uses)	-	-	-	-	(21,950)	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	600	-	739	189	6,592	14,590
Cash and investment fund balance - beginning	59	2,076	75	8,883	7,662	3,854	136
Cash and investment fund balance - ending	\$ 59	\$ 2,676	\$ 75	\$ 9,622	\$ 7,851	\$ 10,446	\$ 14,726
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ 59	\$ 2,676	\$ 75	\$ 9,622	\$ 7,851	\$ 10,446	\$ 14,726
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 59	\$ 2,676	\$ 75	\$ 9,622	\$ 7,851	\$ 10,446	\$ 14,726
<u>Cash and Investment Fund Balance - Ending</u>							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	59	2,676	75	9,622	7,851	10,446	14,726
Total cash and investment fund balance - ending	\$ 59	\$ 2,676	\$ 75	\$ 9,622	\$ 7,851	\$ 10,446	\$ 14,726

JAY 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, 2009
 (Continued)

	Court ASAA&E	Sex and Violent Offenders Administration	County Forfeiture Fund	Community Transition Program	Backhoe Repair and Replacement	Jury Fees	Ambulance Replacement
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	8,603	-	-	-
Charges for services	950	-	-	-	-	-	-
Fines and forfeits	18,731	-	-	-	-	4,080	-
Other	-	1,715	-	-	-	-	-
Total receipts	19,681	1,715	-	8,603	-	4,080	-
Disbursements:							
General government	27,230	-	-	5,351	5,709	14,141	-
Public safety	-	1,715	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	47,319	-	-
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Total disbursements	27,230	1,715	-	5,351	53,028	14,141	-
Excess (deficiency) of receipts over disbursements	(7,549)	-	-	3,252	(53,028)	(10,061)	-
Other financing sources (uses):							
Transfers in	-	-	-	-	64,473	-	31,863
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	64,473	-	31,863
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(7,549)	-	-	3,252	11,445	(10,061)	31,863
Cash and investment fund balance - beginning	14,680	200	2,720	836	88,012	10,323	146,080
Cash and investment fund balance - ending	<u>\$ 7,131</u>	<u>\$ 200</u>	<u>\$ 2,720</u>	<u>\$ 4,088</u>	<u>\$ 99,457</u>	<u>\$ 262</u>	<u>\$ 177,943</u>
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ 7,131	\$ 200	\$ 2,720	\$ 4,088	\$ 99,457	\$ 262	\$ 177,943
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 7,131	\$ 200	\$ 2,720	\$ 4,088	\$ 99,457	\$ 262	\$ 177,943
<u>Cash and Investment Fund Balance - Ending</u>							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	7,131	200	2,720	4,088	99,457	262	177,943
Total cash and investment fund balance - ending	\$ 7,131	\$ 200	\$ 2,720	\$ 4,088	\$ 99,457	\$ 262	\$ 177,943

JAY 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, 2009
 (Continued)

	VIN Checks	Medical Care for Inmates	Drug Free Sheriff	Rainy Day Surplus EDIT	Economic Development Income Tax	Victim Assistance Grant	CER Team Subgrant
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	560,938	22,361	-
Charges for services	850	3,043	-	-	4,669	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other	-	-	3,680	1,593	194,911	-	-
Total receipts	850	3,043	3,680	1,593	760,518	22,361	-
Disbursements:							
General government	-	-	-	-	538,215	-	-
Public safety	-	-	-	-	-	23,837	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	9,988	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Capital outlay:							
General government	3,025	-	6,025	-	130,605	-	-
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Total disbursements	3,025	9,988	6,025	-	668,820	23,837	-
Excess (deficiency) of receipts over disbursements	(2,175)	(6,945)	(2,345)	1,593	91,698	(1,476)	-
Other financing sources (uses):							
Transfers in	-	-	-	-	-	15,000	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	15,000	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,175)	(6,945)	(2,345)	1,593	91,698	13,524	-
Cash and investment fund balance - beginning	3,046	8,160	3,235	129,267	639,484	(5,009)	2
Cash and investment fund balance - ending	<u>\$ 871</u>	<u>\$ 1,215</u>	<u>\$ 890</u>	<u>\$ 130,860</u>	<u>\$ 731,182</u>	<u>\$ 8,515</u>	<u>\$ 2</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ 871	\$ 1,215	\$ 890	\$ 130,860	\$ 731,182	\$ 8,515	\$ 2
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 871</u>	<u>\$ 1,215</u>	<u>\$ 890</u>	<u>\$ 130,860</u>	<u>\$ 731,182</u>	<u>\$ 8,515</u>	<u>\$ 2</u>
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	871	1,215	890	130,860	731,182	8,515	2
Total cash and investment fund balance - ending	<u>\$ 871</u>	<u>\$ 1,215</u>	<u>\$ 890</u>	<u>\$ 130,860</u>	<u>\$ 731,182</u>	<u>\$ 8,515</u>	<u>\$ 2</u>

JAY 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, 2009
 (Continued)

	Rural Transportation Grant	Bioterrorism Grant	Bulletproof Vests	Host Fees Infrastructure	Infrastructure	Community Corrections Grant 2008-09
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	35,000	-
Intergovernmental	926,964	-	-	-	-	37,676
Charges for services	-	34,864	-	19,267	366,077	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	-	-	11,280	-
Total receipts	926,964	34,864	-	19,267	412,357	37,676
Disbursements:						
General government	-	-	-	-	768,793	-
Public safety	-	13,905	-	-	225,780	44,194
Highways and streets	926,964	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	8,956	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Total disbursements	926,964	22,861	-	-	994,573	44,194
Excess (deficiency) of receipts over disbursements	-	12,003	-	19,267	(582,216)	(6,518)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	7,447
Transfers out	-	-	-	-	-	(1,675)
Total other financing sources (uses)	-	-	-	-	-	5,772
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	12,003	-	19,267	(582,216)	(746)
Cash and investment fund balance - beginning	4	11,915	2,915	73,871	1,010,624	746
Cash and investment fund balance - ending	<u>\$ 4</u>	<u>\$ 23,918</u>	<u>\$ 2,915</u>	<u>\$ 93,138</u>	<u>\$ 428,408</u>	<u>\$ -</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ -	\$ 2,915	\$ 93,138	\$ 428,408	\$ -
Restricted assets:						
Cash and investments	4	23,918	-	-	-	-
Total cash and investment assets - ending	\$ 4	\$ 23,918	\$ 2,915	\$ 93,138	\$ 428,408	\$ -
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	23,918	-	-	-	-
Highways and streets	4	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	2,915	93,138	428,408	-
Total cash and investment fund balance - ending	\$ 4	\$ 23,918	\$ 2,915	\$ 93,138	\$ 428,408	\$ -

JAY 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, 2009
 (Continued)

	County Disclosure Fees	Public Safety	County Redevelopment TIF District	EMS Base/ Dunkirk Fire Dept. Grant	Sheriff Buy Money	LOIT Operating Levy Freeze Stabilization
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	142,552	-	66,028	-	386,740
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	2,060	-	-	-	-	-
Total receipts	2,060	142,552	-	66,028	-	386,740
Disbursements:						
General government	4,757	-	147,237	-	-	407,498
Public safety	-	144,304	-	78,605	375	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Total disbursements	4,757	144,304	147,237	78,605	375	407,498
Excess (deficiency) of receipts over disbursements	(2,697)	(1,752)	(147,237)	(12,577)	(375)	(20,758)
Other financing sources (uses):						
Transfers in	-	6,233	-	-	-	56,520
Transfers out	-	-	-	-	-	(365,982)
Total other financing sources (uses)	-	6,233	-	-	-	(309,462)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,697)	4,481	(147,237)	(12,577)	(375)	(330,220)
Cash and investment fund balance - beginning	3,831	77,765	147,237	34,759	4,545	349,956
Cash and investment fund balance - ending	\$ 1,134	\$ 82,246	\$ -	\$ 22,182	\$ 4,170	\$ 19,736
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 1,134	\$ 82,246	\$ -	\$ 22,182	\$ 4,170	\$ 19,736
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 1,134	\$ 82,246	\$ -	\$ 22,182	\$ 4,170	\$ 19,736
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	1,134	82,246	-	22,182	4,170	19,736
Total cash and investment fund balance - ending	\$ 1,134	\$ 82,246	\$ -	\$ 22,182	\$ 4,170	\$ 19,736

JAY 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, 2009
 (Continued)

	Tile Inventory	Premier Ethanol	PSIC Grant	RACES	District Radio	Drug Testing
Receipts:						
Taxes	\$ -	\$ 799,133	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	131,590	-	29,538	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	491	-	-	106
Total receipts	-	799,133	132,081	-	29,538	106
Disbursements:						
General government	38,755	26,614	-	2,453	29,538	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Capital outlay:						
General government	-	-	131,590	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Total disbursements	38,755	26,614	131,590	2,453	29,538	-
Excess (deficiency) of receipts over disbursements	(38,755)	772,519	491	(2,453)	-	106
Other financing sources (uses):						
Transfers in	51,854	-	-	2,453	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	51,854	-	-	2,453	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	13,099	772,519	491	-	-	106
Cash and investment fund balance - beginning	-	-	-	-	-	-
Cash and investment fund balance - ending	\$ 13,099	\$ 772,519	\$ 491	\$ -	\$ -	\$ 106
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 13,099	\$ 772,519	\$ 491	\$ -	\$ -	\$ 106
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 13,099	\$ 772,519	\$ 491	\$ -	\$ -	\$ 106
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	13,099	772,519	491	-	-	106
Total cash and investment fund balance - ending	\$ 13,099	\$ 772,519	\$ 491	\$ -	\$ -	\$ 106

JAY 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, 2009
 (Continued)

	Emergency Telephone Wireless	Cumulative Capital Development	Redevelopment Capital	Cumulative Bridge	General Drain Improvement	Totals
Receipts:						
Taxes	\$ -	\$ 172,660	\$ -	\$ 454,367	\$ -	\$ 2,080,449
Special assessments	-	-	-	-	-	433,012
Licenses and permits	-	-	-	-	-	42,060
Intergovernmental	82,522	13,232	-	34,822	-	2,798,800
Charges for services	-	-	-	5,358	-	1,166,779
Fines and forfeits	-	-	-	-	-	89,017
Other	-	-	15,984	-	294	466,216
Total receipts	82,522	185,892	15,984	494,547	294	7,076,333
Disbursements:						
General government	-	-	-	-	109,936	2,595,623
Public safety	-	-	-	-	-	2,121,980
Highways and streets	-	-	-	5,519	-	932,483
Health and welfare	-	-	-	-	-	321,930
Economic development	-	-	250,294	-	-	310,135
Capital outlay:						
General government	-	196,252	-	-	-	527,840
Public safety	-	-	-	-	-	109,890
Highways and streets	-	-	-	1,276,134	-	1,426,282
Health and welfare	-	-	-	-	-	1,100
Economic development	-	-	251,536	-	-	251,536
Total disbursements	-	196,252	501,830	1,281,653	109,936	8,598,799
Excess (deficiency) of receipts over disbursements	82,522	(10,360)	(485,846)	(787,106)	(109,642)	(1,522,466)
Other financing sources (uses):						
Transfers in	-	-	-	-	145,329	1,259,883
Transfers out	-	-	-	-	(44,719)	(2,494,456)
Total other financing sources (uses)	-	-	-	-	100,610	(1,234,573)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	82,522	(10,360)	(485,846)	(787,106)	(9,032)	(2,757,039)
Cash and investment fund balance - beginning	-	85,260	799,423	1,685,235	49,320	9,031,682
Cash and investment fund balance - ending	\$ 82,522	\$ 74,900	\$ 313,577	\$ 898,129	\$ 40,288	\$ 6,274,643
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 82,522	\$ -	\$ -	\$ -	\$ -	\$ 3,939,054
Restricted assets:						
Cash and investments	-	74,900	313,577	898,129	40,288	2,335,589
Total cash and investment assets - ending	\$ 82,522	\$ 74,900	\$ 313,577	\$ 898,129	\$ 40,288	\$ 6,274,643
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 428,677
Public safety	-	-	-	-	-	292,010
Highways and streets	-	-	-	-	-	139,557
Health and welfare	-	-	-	-	-	148,451
Capital outlay	-	74,900	313,577	898,129	40,288	1,326,894
Unrestricted	82,522	-	-	-	-	3,939,054
Total cash and investment fund balance - ending	\$ 82,522	\$ 74,900	\$ 313,577	\$ 898,129	\$ 40,288	\$ 6,274,643

JAY COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2009

	City and Town Court Costs	Congressional School Interest	Clerk's Cash	Surplus Tax Sale	Tax Sale Redemption	Surplus Tax	State Fines and Forfeitures
Additions:							
Agency fund additions	\$ 3,250	\$ 828	\$ 1,657,727	\$ 27,067	\$ 8,356	\$ 29,428	\$ 23,924
Deductions:							
Agency fund deductions	-	913	1,684,525	6,422	8,356	29,379	23,762
Excess (deficiency) of total additions over total deductions	3,250	(85)	(26,798)	20,645	-	49	162
Cash and investment fund balance - beginning	66,688	11,026	108,195	23,369	-	46	2,949
Cash and investment fund balance - ending	<u>\$ 69,938</u>	<u>\$ 10,941</u>	<u>\$ 81,397</u>	<u>\$ 44,014</u>	<u>\$ -</u>	<u>\$ 95</u>	<u>\$ 3,111</u>

JAY COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2009
 (Continued)

	State Sales Disclosure Fee	Overweight Vehicle Fines	Infraction Judgements	Inheritance Tax	PTRC and Homestead Credit	Payroll
Additions:						
Agency fund additions	\$ 2,060	\$ 2,060	\$ 36,783	\$ 395,997	\$ 743,925	\$ 5,411,549
Deductions:						
Agency fund deductions	2,055	2,362	36,565	154,020	743,925	5,382,851
Excess (deficiency) of total additions over total deductions	5	(302)	218	241,977	-	28,698
Cash and investment fund balance - beginning	215	302	2,308	38,972	-	97,675
Cash and investment fund balance - ending	<u>\$ 220</u>	<u>\$ -</u>	<u>\$ 2,526</u>	<u>\$ 280,949</u>	<u>\$ -</u>	<u>\$ 126,373</u>

JAY COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2009
 (Continued)

	Sheriff's Inmate Trust	Other Insurance	Special Death Benefit	Financial Institution Tax	Wheel Tax	Surtax
Additions:						
Agency fund additions	\$ 99,140	\$ 29	\$ 2,330	\$ 88,040	\$ 160,737	\$ 252,795
Deductions:						
Agency fund deductions	99,126	-	2,370	88,040	160,577	252,795
Excess (deficiency) of total additions over total deductions	14	29	(40)	-	160	-
Cash and investment fund balance - beginning	420	-	185	-	600	-
Cash and investment fund balance - ending	<u>\$ 434</u>	<u>\$ 29</u>	<u>\$ 145</u>	<u>\$ -</u>	<u>\$ 760</u>	<u>\$ -</u>

JAY COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2009
 (Continued)

	Child Restraint Violations	Interstate Compact	Certified Shares	Riverboat Tax Distribution	User Fees	Welfare Trust
Additions:						
Agency fund additions	\$ 200	\$ 544	\$ 2,231,772	\$ 136,463	\$ 897	\$ -
Deductions:						
Agency fund deductions	225	394	2,231,772	136,463	734	164
Excess (deficiency) of total additions over total deductions	(25)	150	-	-	163	(164)
Cash and investment fund balance - beginning	25	-	-	-	8,370	164
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 150</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,533</u>	<u>\$ -</u>

JAY COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2009
 (Continued)

	County Home Welfare Trust	Homestead Credit Rebate	Tax Distribution	After Settlement Collections	Mortgage Recording Fee	CEDIT Homestead Credits
Additions:						
Agency fund additions	\$ 245,413	\$ -	\$ 15,152,975	\$ 281,161	\$ 2,115	\$ 934,896
Deductions:						
Agency fund deductions	241,291	4,238	15,152,975	237,808	2,247	931,522
Excess (deficiency) of total additions over total deductions	4,122	(4,238)	-	43,353	(132)	3,374
Cash and investment fund balance - beginning	8,471	6,656	-	238,308	287	13,223
Cash and investment fund balance - ending	<u>\$ 12,593</u>	<u>\$ 2,418</u>	<u>\$ -</u>	<u>\$ 281,661</u>	<u>\$ 155</u>	<u>\$ 16,597</u>

JAY COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2009
 (Continued)

	Coroner Education	Commercial Vehicle Excise Tax	Dental and Vision Insurance	Educational Plate Fees	Recorder's Cash	Prosecuting Attorney Cash
Additions:						
Agency fund additions	\$ 1,670	\$ 90,295	\$ 1,095	\$ 469	\$ 86,070	\$ 10,113
Deductions:						
Agency fund deductions	1,829	90,295	1,127	469	86,070	10,113
Excess (deficiency) of total additions over total deductions	(159)	-	(32)	-	-	-
Cash and investment fund balance - beginning	285	-	32	-	50	-
Cash and investment fund balance - ending	<u>\$ 126</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 50</u>	<u>\$ -</u>

JAY COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2009
 (Continued)

	Sheriffs Cash	PPAATC	Conservation Officers Fish & Wildlife	State Share of Delinquent Tax & Penalty	HEA 1001-2008 State Homestead
Additions:					
Agency fund additions	\$ 644,496	\$ 7,522	\$ 500	\$ 154,198	\$ 228,394
Deductions:					
Agency fund deductions	643,185	-	500	154,198	542,573
Excess (deficiency) of total additions over total deductions	1,311	7,522	-	-	(314,179)
Cash and investment fund balance - beginning	1,689	33,467	-	-	508,385
Cash and investment fund balance - ending	<u>\$ 3,000</u>	<u>\$ 40,989</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 194,206</u>

JAY COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2009
 (Continued)

	LOIT Operating Levy Freeze	Residential PTRC for 2007-08 Tax	Portland Redevelopment TIF District	Excess CAGIT and CEDIT	Totals
Additions:					
Agency fund additions	\$ 1,190,279	\$ 1,487,849	\$ 262,333	\$ 76,476	\$ 32,174,220
Deductions:					
Agency fund deductions	386,740	1,478,537	262,333	76,476	31,352,321
Excess (deficiency) of total additions over total deductions	803,539	9,312	-	-	821,899
Cash and investment fund balance - beginning	-	33,025	-	-	1,205,387
Cash and investment fund balance - ending	<u>\$ 803,539</u>	<u>\$ 42,337</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,027,286</u>

JAY COUNTY
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS
 December 31, 2009

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 (roads and bridges) are included in improvements other than buildings, 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.

	Ending Balance
Governmental activities:	
Capital assets, not being depreciated:	
Land	\$ 779,685
Buildings	5,796,880
Improvements other than buildings	14,991,641
Machinery and equipment	5,507,005
 Total governmental activities, capital assets not being depreciated	 \$ 27,075,211

JAY COUNTY
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT
 December 31, 2009

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:		
Capital leases:		
Surveyor's excavator	\$ 48,854	\$ 12,915
Jail expansion and renovation	9,820,000	365,777
Bonds payable:		
Revenue bonds:		
TIF District	<u>1,220,000</u>	<u>116,807</u>
Total governmental activities debt	<u>\$ 11,088,854</u>	<u>\$ 495,499</u>

SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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

TO: THE OFFICIALS OF JAY COUNTY, INDIANA

Compliance

We have audited the compliance of the Jay 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, 2009. 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, 2009.

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, the Board of 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

May 17, 2010

JAY COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended December 31, 2009

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	C44P-9-389A	\$ <u>131,590</u>
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>			
Pass-Through Indiana Office of Community and Rural Affairs Community Development Block Grants/States Program	14.228	CF-07-209	<u>78,605</u>
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Pass-Through Indiana Criminal Justice Institute Crime Victim Assistance	16.575	08VA060 09VA060	11,995 <u>11,841</u>
Total for grantor agency			<u>23,836</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Pass-Through Indiana Department of Transportation ARRA - Formula Grants For Other Than Urbanized Areas	20.509	1802644O 1802744O	192,783 <u>734,181</u>
Total for program			<u>926,964</u>
Pass-Through Indiana Criminal Justice Institute State and Community Highway Safety Operation Pullover	20.600		<u>3,112</u>
Total for federal grantor agency			<u>930,076</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana State Department of Health Public Health Emergency Preparedness	93.069	BPRS-137-2	<u>22,861</u>
Pass-Through Indiana Family and Social Services Administration Child Support Enforcement	93.563		
ARRA funds			1,202
Circuit Court Clerk's Expenditures			38,777
County Prosecutor's Expenditures			63,163
Collection Incentives			38,930
Earned Indirect Costs			<u>27,200</u>
Total for program			<u>169,272</u>
Total for federal grantor agency			<u>192,133</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Homeland Security State Homeland Security Program (SHSP)	97.073	C44P-278A	<u>2,452</u>
Total federal awards expended			<u>\$ 1,358,692</u>

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

JAY 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 Jay County (County) and is presented in accordance with the cash and investment basis of accounting used in the preparation of the financial statements. Accordingly, the amount of federal awards expended is based on when the disbursement related to the award occurs except when the federal award is received on a reimbursement basis. In these instances the federal awards are considered expended when the reimbursement is received.

JAY COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Qualified

Internal control over financial reporting:

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

Noncompliance material to financial statements noted?	no
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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
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Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
20.509	Formula Grants For Other Than Urbanized Areas

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

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

Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

JAY COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

JAY COUNTY
EXIT CONFERENCE

The contents of this report were discussed on May 17, 2010, with Nancy J. Culy, Auditor; Milo M. Miller, Jr.; President of the Board of County Commissioners; and Gerald Kirby, President of the County Council. Our audit disclosed no material items that warrant comment at this time.