

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

ANNUAL FINANCIAL REPORT

2009

MARSHALL COUNTY, INDIANA



FILED

07/12/2010

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Penny Lukenbill	01-01-08 to 12-31-11
Treasurer	Deborah VanDeMark	01-01-08 to 12-31-11
Clerk	Julie Fox	01-01-08 to 12-31-11
Sheriff	Jon E. VanVactor	01-01-07 to 12-31-10
Recorder	Betty Engel	01-01-07 to 12-31-10
President of the Board of County Commissioners	Kevin Overmyer	01-01-09 to 12-31-10
President of the County Council	Matthew Hassel	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 MARSHALL COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Marshall 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 1, the financial statements referred to above do not include a component unit 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 unit 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 5, 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 integral part of 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 subject to an annual audit 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 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 5, 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 MARSHALL COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Marshall 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 5, 2010. 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, 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 5, 2010

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

<u>Functions/Programs</u>	Program Receipts				Net (Disbursement) Receipt and Changes in Net Assets
	Disbursements	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Primary government:					
Governmental activities:					
General government	\$ 10,044,376	\$ 974,854	\$ 92,213	\$ -	\$ (8,977,309)
Public safety	4,730,243	1,325,155	93,364	-	(3,311,724)
Highways and streets	5,602,769	-	2,604,972	417,028	(2,580,769)
Health and welfare	1,341,093	18,029	294,212	-	(1,028,852)
Culture and recreation	393,703	-	-	-	(393,703)
Principal and interest on indebtedness	1,216,350	-	-	-	(1,216,350)
Total primary government	\$ 23,328,534	\$ 2,318,038	\$ 3,084,761	\$ 417,028	(17,508,707)
General receipts:					
Property taxes					7,907,753
Income taxes					3,353,842
Intergovernmental					1,026,961
Other local sources					6,594,486
Investment earnings					125,620
Total general receipts					19,008,662
Change in net assets					1,499,955
Net assets - beginning					20,441,739
Net assets - ending					\$ 21,941,694
<u>Assets</u>					
Cash and investments					\$ 18,123,110
Restricted assets:					
Cash and investments					3,818,584
Total assets					\$ 21,941,694
<u>Net Assets</u>					
Restricted for:					
Public safety					\$ 353,814
Highways and streets					1,078,711
Health and welfare					400,569
Capital outlay					1,985,490
Unrestricted					18,123,110
Total net assets					\$ 21,941,694

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

MARSHALL 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	Correctional Facility CAGIT	Other Governmental Funds	Totals
Receipts:						
Taxes	\$ 8,857,463	\$ -	\$ 168,746	\$ 3,185,096	\$ 2,431,035	\$ 14,642,340
Special assessments	-	-	-	-	700,742	700,742
Licenses and permits	8,300	-	-	-	34,610	42,910
Intergovernmental	793,493	2,402,373	-	-	1,332,884	4,528,750
Charges for services	221,789	-	-	-	95,523	317,312
Fines and forfeits	250,341	-	-	-	917,643	1,167,984
Other	1,292,497	249,908	-	1,483	513,994	2,057,882
Total receipts	11,423,883	2,652,281	168,746	3,186,579	6,026,431	23,457,920
Disbursements:						
General government	6,337,600	-	337,000	895,532	2,096,464	9,666,596
Public safety	3,737,522	-	-	-	848,807	4,586,329
Highways and streets	-	2,451,903	-	-	838,386	3,290,289
Health and welfare	-	-	-	-	1,339,994	1,339,994
Culture and recreation	113,738	-	-	-	277,973	391,711
Debt service:						
Principal	4,350	-	-	1,212,000	-	1,216,350
Capital outlay:						
General government	82,116	-	-	90,000	117,832	289,948
Public safety	138,131	-	-	-	5,783	143,914
Highways and streets	-	1,446,462	-	-	866,018	2,312,480
Health and welfare	-	-	-	-	1,099	1,099
Culture and recreation	1,992	-	-	-	-	1,992
Total disbursements	10,415,449	3,898,365	337,000	2,197,532	6,392,356	23,240,702
Excess (deficiency) of receipts over disbursements	1,008,434	(1,246,084)	(168,254)	989,047	(365,925)	217,218
Other financing sources (uses):						
Transfers in	100,873	-	1,255,266	-	24,215	1,380,354
Transfers out	-	-	-	-	(1,380,354)	(1,380,354)
Other receipts	554,865	162,813	-	-	566,806	1,284,484
Total other financing sources (uses)	655,738	162,813	1,255,266	-	(789,333)	1,284,484
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,664,172	(1,083,271)	1,087,012	989,047	(1,155,258)	1,501,702
Cash and investment fund balance - beginning	3,598,854	1,882,506	2,642,077	2,914,147	9,361,991	20,399,575
Cash and investment fund balance - ending	<u>\$ 5,263,026</u>	<u>\$ 799,235</u>	<u>\$ 3,729,089</u>	<u>\$ 3,903,194</u>	<u>\$ 8,206,733</u>	21,901,277

Amounts reported for governmental activities in the Statement of Activities and Net Assets- Cash and Investment Basis are different because:
Internal service fund is used by management to charge the costs of certain services to individual funds. The assets of the Internal service fund is included in governmental activities in the Statement of Activities and Net Assets- Cash and Investment Basis.

40,417

\$ 21,941,694

Cash and Investment Assets - Ending

Cash and investments	\$ 5,263,026	\$ -	\$ 3,729,089	\$ 3,903,194	\$ 5,187,384	\$ 18,082,693
Restricted assets:						
Cash and investments	-	799,235	-	-	3,019,349	3,818,584
Total cash and investment assets - ending	<u>\$ 5,263,026</u>	<u>\$ 799,235</u>	<u>\$ 3,729,089</u>	<u>\$ 3,903,194</u>	<u>\$ 8,206,733</u>	<u>\$ 21,901,277</u>

Cash and Investment Fund Balance - Ending

Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ 353,814	\$ 353,814
Highways and streets	-	799,235	-	-	279,476	1,078,711
Health and welfare	-	-	-	-	400,569	400,569
Capital outlay	-	-	-	-	1,985,490	1,985,490
Unrestricted	5,263,026	-	3,729,089	3,903,194	5,187,384	18,082,693
Total cash and investment fund balance - ending	<u>\$ 5,263,026</u>	<u>\$ 799,235</u>	<u>\$ 3,729,089</u>	<u>\$ 3,903,194</u>	<u>\$ 8,206,733</u>	<u>\$ 21,901,277</u>

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

MARSHALL 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, 2009

	Internal Service Fund
Operating receipts:	
Charges for services	\$ 86,085
Operating disbursements:	
General government	87,832
Deficiency of receipts over disbursements	(1,747)
Cash and investment fund balance - January 1	42,164
Total cash and investment assets - December 31	\$ 40,417
<u>Cash and Investment Fund Balance - December 31</u>	
Unrestricted	\$ 40,417

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

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

	<u>Pension Trust Funds</u>	<u>Private-Purpose Trust Funds</u>	<u>Agency Funds</u>
Additions:			
Contributions:			
Employer	\$ 243,941	\$ -	
Plan members	<u>31,080</u>	<u>-</u>	
Total contributions	<u>275,021</u>	<u>-</u>	
Investment earnings:			
Interest	<u>213,840</u>	<u>-</u>	
Total additions	<u>488,861</u>	<u>-</u>	
Deductions:			
Benefits	234,609	-	
Administrative and general	<u>233,719</u>	<u>-</u>	
Total deductions	<u>468,328</u>	<u>-</u>	
Excess of total additions over total deductions	20,533	-	
Cash and investment fund balance - beginning	<u>4,735,614</u>	<u>21,223</u>	
Cash and investment fund balance - ending	<u>\$ 4,756,147</u>	<u>\$ 21,223</u>	<u>\$ 3,502,776</u>

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

MARSHALL 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: Marshall County
Blended Component Unit: Marshall County Solid Waste Management District

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

Management has chosen to omit from these financial statements the Marshall County Solid Waste Management District, a component unit, which has a significant operational or financial relationship with the County. 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.

MARSHALL 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.

The correctional facility CAGIT fund accounts for financial resources and expenditures for the bond/lease payments and maintenance of the County Jail.

Additionally, the County reports the following fund types:

The internal service fund accounts for dental health benefits provided to county employees and dependents.

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

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

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

C. Measurement Focus and Basis of Accounting

The government-wide, governmental fund, 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 enterprise 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.

MARSHALL 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. 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."

MARSHALL 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

1. Program Receipts

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

2. Operating Receipts and Disbursements

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

F. Internal and Interfund 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.

Government-Wide Financial Statements

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

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

MARSHALL COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

II. Stewardship, Compliance and Accountability

Budgetary Information

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

Prior to the first required publication, the fiscal officer of the County submits to the governing board a proposed operating budget for the year commencing the following January 1. Prior to adoption, the budget is advertised and public hearings are conducted by the governing board to obtain taxpayer comments. 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 \$34,881,546.

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

MARSHALL COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Investment Type	Sheriff's Retirement and Benefit Pension Plans
U.S. treasuries and securities	\$ 4,320,736
Corporate bonds	418,107
Total	<u>\$ 4,738,843</u>

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 has 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.

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

The following investments held by the County 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	\$ 4,320,736
Corporate bonds	<u>418,107</u>
Total	<u>\$ 4,738,843</u>

Interest Rate Risk

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

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

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	\$ 360,877	\$ 2,286,424	\$ 1,673,435
Corporate bonds	<u>-</u>	<u>46,000</u>	<u>372,107</u>
Totals	<u>\$ 360,877</u>	<u>\$ 2,332,424</u>	<u>\$ 2,045,542</u>

MARSHALL COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The distribution of securities with credit ratings is summarized below. The Sheriff's Merit Board has not adopted a policy for credit risk.

Sheriff's Retirement and Benefit Pension Plans:

Standard and Poor's Rating	Moody's Rating	County's Investments
		Corporate Bonds
AA	Aa	\$ 99,808
A	A	170,608
BBB	Baa	147,691
Total		\$ 418,107

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. 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.

At December 31, 2009, the County and the Sheriff's Retirement and Benefit Pension Plan had no investments that were exposed to concentration of credit risk because no individual investment represented more than 3% of the total investment for the Plan.

B. Interfund Transfers

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

Transfer From	Transfer To	2009
Other governmental funds	General Fund	\$ 100,873
Other governmental funds	Rainy Day	1,255,266
Other governmental funds	Other governmental funds	24,215
Total		\$ 1,380,354

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

MARSHALL COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

\$771,492 from the Family and Children Fund and \$483,774 from the Children's Psychiatric Residential Treatment Services Fund were transferred to the Rainy Day Fund to distribute excess balances.

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; dental benefits to employees and dependents (excluding postemployment benefits); and natural disasters.

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.

Dental Benefits to Employees and Dependents

The County has chosen to establish a risk financing fund for risks associated with dental health. The risk financing fund is accounted for in the Dental Reimbursement Fund, an internal service fund, where assets are set aside for claim settlements. Amounts are paid into the fund by all funds with payrolls and are available to pay claims, claim reserves, and administrative costs of the program. Interfund premiums are based upon an overall premium percentage which is applied to each fund's gross wages, and are reported as quasi-external interfund transactions.

Job Related Illnesses or Injuries to Employees

During 1992, the County joined together with other governmental entities to form the Indiana Public Employers Plan, a public entity risk pool currently operating as a common risk management and insurance program for several member governmental entities. The purpose of the risk pool is to provide a medium for the funding and administration of claims for job related illnesses or injuries to employees. The County pays an annual premium to the risk pool. 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 Marshall County Holding Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the County. The lessor has been determined to be a related party of the County. Lease payments during the year 2009 totaled \$1,212,000.

MARSHALL COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

C. Pension Plan

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

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 \$363,692.

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 \$243,941.

MARSHALL COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

3. County Police Benefit Plan

Plan Description

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

Funding Policy

The contribution requirements of plan members for the County Police Benefit Plan are established by state statute.

MARSHALL 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 AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Excess AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-07	\$ 6,552,083	\$ 6,297,422	\$ 254,661	104%	\$ 5,405,556	5%
07-01-08	7,142,973	7,073,320	69,653	101%	5,766,240	1%
07-01-09	6,465,177	7,231,346	(766,169)	89%	6,426,143	(12%)

County Police Retirement Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
01-01-05	\$ 3,556,769	\$ 3,929,458	\$ (372,689)	91%	\$ 789,460	(47%)
01-01-06	3,770,988	4,209,214	(438,226)	90%	827,478	(53%)
01-01-07	4,182,751	4,617,434	(434,683)	91%	810,687	(54%)
01-01-08	4,628,956	4,977,943	(348,987)	93%	847,573	(41%)
01-01-09	4,338,261	5,155,564	(817,303)	84%	964,657	(85%)
01-01-10	4,742,816	5,333,880	(591,064)	89%	966,314	(61%)

MARSHALL 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	County Law Enforcement Continuing Education	Clerk's Records Perpetuation	Electronic Map Generation
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ 306,831	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	34,610	-	-	-
Intergovernmental	417,028	-	-	46,775	-	-	-
Charges for services	-	4,321	-	15,054	-	-	-
Fines and forfeits	-	-	-	-	8,116	17,001	400
Other	-	-	26,641	23,137	-	-	-
Total receipts	417,028	4,321	26,641	426,407	8,116	17,001	400
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	-	10,469	2,563	-	6,656	-	-
Highways and streets	383,990	-	-	-	-	-	-
Health and welfare	-	-	-	330,306	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	9,591	-
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	1,099	-	-	-
Total disbursements	383,990	10,469	2,563	331,405	6,656	9,591	-
Excess (deficiency) of receipts over disbursements	33,038	(6,148)	24,078	95,002	1,460	7,410	400
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	33,038	(6,148)	24,078	95,002	1,460	7,410	400
Cash and investment fund balance - beginning	246,438	8,647	48,002	305,567	24,813	42,819	2,670
Cash and investment fund balance - ending	<u>\$ 279,476</u>	<u>\$ 2,499</u>	<u>\$ 72,080</u>	<u>\$ 400,569</u>	<u>\$ 26,273</u>	<u>\$ 50,229</u>	<u>\$ 3,070</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ -	\$ 2,499	\$ 72,080	\$ -	\$ 26,273	\$ 50,229	\$ 3,070
Restricted assets:							
Cash and investments	279,476	-	-	400,569	-	-	-
Total cash and investment assets - ending	\$ 279,476	\$ 2,499	\$ 72,080	\$ 400,569	\$ 26,273	\$ 50,229	\$ 3,070
Cash and Investment Fund Balance - Ending							
Restricted for:							
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	279,476	-	-	-	-	-	-
Health and welfare	-	-	-	400,569	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	2,499	72,080	-	26,273	50,229	3,070
Total cash and investment fund balance - ending	\$ 279,476	\$ 2,499	\$ 72,080	\$ 400,569	\$ 26,273	\$ 50,229	\$ 3,070

MARSHALL 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 System	County Drug Free Community	Drain Maintenance	Emergency Planning and Right to Know	Convention and Visitors Bureau	2006 Property Reassessment	Prosecutor Title IV-D No. 1
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 163,257	\$ 300,260	\$ -
Special assessments	-	-	587,911	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	41,468	-	6,265	-	28,156	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other	345,208	-	-	-	-	4,147	-
Total receipts	345,208	41,468	587,911	6,265	163,257	332,563	-
Disbursements:							
General government	-	-	327,638	-	-	373,446	-
Public safety	444,637	52,978	-	22,876	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	40,719
Culture and recreation	-	-	-	-	277,973	-	-
Capital outlay:							
General government	-	-	-	-	-	7,404	-
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Total disbursements	444,637	52,978	327,638	22,876	277,973	380,850	40,719
Excess (deficiency) of receipts over disbursements	(99,429)	(11,510)	260,273	(16,611)	(114,716)	(48,287)	(40,719)
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	(24,215)	-	-	-	-
Other receipts	-	-	8,498	-	-	-	69,520
Total other financing sources (uses)	-	-	(15,717)	-	-	-	69,520
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(99,429)	(11,510)	244,556	(16,611)	(114,716)	(48,287)	28,801
Cash and investment fund balance - beginning	453,218	89,815	1,471,780	59,290	123,185	1,036,341	120,526
Cash and investment fund balance - ending	<u>\$ 353,789</u>	<u>\$ 78,305</u>	<u>\$ 1,716,336</u>	<u>\$ 42,679</u>	<u>\$ 8,469</u>	<u>\$ 988,054</u>	<u>\$ 149,327</u>
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ -	\$ 78,305	\$ 1,716,336	\$ 42,679	\$ 8,469	\$ 988,054	\$ 149,327
Restricted assets:							
Cash and investments	353,789	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 353,789</u>	<u>\$ 78,305</u>	<u>\$ 1,716,336</u>	<u>\$ 42,679</u>	<u>\$ 8,469</u>	<u>\$ 988,054</u>	<u>\$ 149,327</u>
<u>Cash and Investment Fund Balance - Ending</u>							
Restricted for:							
Public safety	\$ 353,789	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	78,305	1,716,336	42,679	8,469	988,054	149,327
Total cash and investment fund balance - ending	<u>\$ 353,789</u>	<u>\$ 78,305</u>	<u>\$ 1,716,336</u>	<u>\$ 42,679</u>	<u>\$ 8,469</u>	<u>\$ 988,054</u>	<u>\$ 149,327</u>

MARSHALL 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 Extradition	Juvenile Probation Services	Probation User Fees	Recorder's Records Perpetuation	County User Fees	Family and Children	Local Health Maintenance
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 422,634	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	58,284	33,139
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	65,727	50,913	18,407	-	-
Other	11,365	-	-	-	-	2,388	-
Total receipts	11,365	-	65,727	50,913	18,407	483,306	33,139
Disbursements:							
General government	-	-	-	98,951	17,695	-	-
Public safety	1,240	-	4,301	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	716,593	25,574
Culture and recreation	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Total disbursements	1,240	-	4,301	98,951	17,695	716,593	25,574
Excess (deficiency) of receipts over disbursements	10,125	-	61,426	(48,038)	712	(233,287)	7,565
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	(65,873)	-	-	(771,492)	-
Other receipts	-	-	20	-	-	265,295	-
Total other financing sources (uses)	-	-	(65,853)	-	-	(506,197)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	10,125	-	(4,427)	(48,038)	712	(739,484)	7,565
Cash and investment fund balance - beginning	118,260	3,309	468,914	81,575	36,779	739,484	21,626
Cash and investment fund balance - ending	<u>\$ 128,385</u>	<u>\$ 3,309</u>	<u>\$ 464,487</u>	<u>\$ 33,537</u>	<u>\$ 37,491</u>	<u>\$ -</u>	<u>\$ 29,191</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ 128,385	\$ 3,309	\$ 464,487	\$ 33,537	\$ 37,491	\$ -	\$ 29,191
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 128,385</u>	<u>\$ 3,309</u>	<u>\$ 464,487</u>	<u>\$ 33,537</u>	<u>\$ 37,491</u>	<u>\$ -</u>	<u>\$ 29,191</u>
Cash and Investment Fund Balance - Ending							
Restricted for:							
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	128,385	3,309	464,487	33,537	37,491	-	29,191
Total cash and investment fund balance - ending	<u>\$ 128,385</u>	<u>\$ 3,309</u>	<u>\$ 464,487</u>	<u>\$ 33,537</u>	<u>\$ 37,491</u>	<u>\$ -</u>	<u>\$ 29,191</u>

MARSHALL 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	Court Appointed Special Advocate	Plat Book	County Corrections- Misdemeanant	Supplemental Public Defender Services
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	24,925	-	35,049	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	92,015	-	10,540	-	-
Other	-	-	-	-	-	2,580
Total receipts	-	92,015	24,925	10,540	35,049	2,580
Disbursements:						
General government	-	-	11,458	5,488	-	-
Public safety	-	68,091	-	-	13,868	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	1,916	-	-	3,867	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Total disbursements	-	70,007	11,458	5,488	17,735	-
Excess (deficiency) of receipts over disbursements	-	22,008	13,467	5,052	17,314	2,580
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	22,008	13,467	5,052	17,314	2,580
Cash and investment fund balance - beginning	200	58,277	71,898	45,701	150,421	23,136
Cash and investment fund balance - ending	<u>\$ 200</u>	<u>\$ 80,285</u>	<u>\$ 85,365</u>	<u>\$ 50,753</u>	<u>\$ 167,735</u>	<u>\$ 25,716</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 200	\$ 80,285	\$ 85,365	\$ 50,753	\$ 167,735	\$ 25,716
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 200	\$ 80,285	\$ 85,365	\$ 50,753	\$ 167,735	\$ 25,716
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	200	80,285	85,365	50,753	167,735	25,716
Total cash and investment fund balance - ending	\$ 200	\$ 80,285	\$ 85,365	\$ 50,753	\$ 167,735	\$ 25,716

MARSHALL 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)

	Prior Clerk Title IV-D	Surveyor's Corner Perpetuation	Sales Disclosure	Sheriff's Commissary	DARE Grant	Surplus Dog Tax
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	75,853	-	-
Fines and forfeits	-	7,695	4,080	-	-	-
Other	-	-	-	-	7,849	-
Total receipts	-	7,695	4,080	75,853	7,849	-
Disbursements:						
General government	-	8,399	7,923	-	-	-
Public safety	-	-	-	77,257	10,852	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Total disbursements	-	8,399	7,923	77,257	10,852	-
Excess (deficiency) of receipts over disbursements	-	(704)	(3,843)	(1,404)	(3,003)	-
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(704)	(3,843)	(1,404)	(3,003)	-
Cash and investment fund balance - beginning	5,550	13,463	39,158	18,933	32,385	26
Cash and investment fund balance - ending	<u>\$ 5,550</u>	<u>\$ 12,759</u>	<u>\$ 35,315</u>	<u>\$ 17,529</u>	<u>\$ 29,382</u>	<u>\$ 26</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 5,550	\$ 12,759	\$ 35,315	\$ 17,529	\$ 29,382	\$ 26
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 5,550</u>	<u>\$ 12,759</u>	<u>\$ 35,315</u>	<u>\$ 17,529</u>	<u>\$ 29,382</u>	<u>\$ 26</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	5,550	12,759	35,315	17,529	29,382	26
Total cash and investment fund balance - ending	<u>\$ 5,550</u>	<u>\$ 12,759</u>	<u>\$ 35,315</u>	<u>\$ 17,529</u>	<u>\$ 29,382</u>	<u>\$ 26</u>

MARSHALL 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)

	Identification Security Protection	Operation Pullover	Clerk Title IV-D No. 2	Multi-County Drug Task Force No. 1	Multi-County Drug Task Force No. 2	Campaign Enforcement
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	6,001	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	16,152	-	-	18	-	-
Other	-	-	-	739	-	-
Total receipts	16,152	6,001	-	757	-	-
Disbursements:						
General government	-	-	-	-	-	-
Public safety	-	6,066	-	1,525	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	15,588	-	-	-
Culture and recreation	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Total disbursements	-	6,066	15,588	1,525	-	-
Excess (deficiency) of receipts over disbursements	16,152	(65)	(15,588)	(768)	-	-
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	46,710	-	-	-
Total other financing sources (uses)	-	-	46,710	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	16,152	(65)	31,122	(768)	-	-
Cash and investment fund balance - beginning	44	90	33,605	28,018	488	842
Cash and investment fund balance - ending	\$ 16,196	\$ 25	\$ 64,727	\$ 27,250	\$ 488	\$ 842
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 16,196	\$ -	\$ 64,727	\$ 27,250	\$ 488	\$ 842
Restricted assets:						
Cash and investments	-	25	-	-	-	-
Total cash and investment assets - ending	\$ 16,196	\$ 25	\$ 64,727	\$ 27,250	\$ 488	\$ 842
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Public safety	\$ -	\$ 25	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	16,196	-	64,727	27,250	488	842
Total cash and investment fund balance - ending	\$ 16,196	\$ 25	\$ 64,727	\$ 27,250	\$ 488	\$ 842

MARSHALL 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 Management Assistance Grants	DFC- CPRTS	Road Cut Bonds	Interstate Compact Fees	Administrative Probation Fees	EPICS Fund
Receipts:						
Taxes	\$ -	\$ 25,276	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	4,581	3,486	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	113	41,311	-
Other	-	-	5,000	-	-	6,487
Total receipts	4,581	28,762	5,000	113	41,311	6,487
Disbursements:						
General government	-	15,563	5,000	113	-	6,550
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Capital outlay:						
General government	4,581	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Total disbursements	4,581	15,563	5,000	113	-	6,550
Excess (deficiency) of receipts over disbursements	-	13,199	-	-	41,311	(63)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	(483,774)	-	-	(35,000)	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	(483,774)	-	-	(35,000)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(470,575)	-	-	6,311	(63)
Cash and investment fund balance - beginning	3,276	470,575	15,200	-	2,177	254
Cash and investment fund balance - ending	<u>\$ 3,276</u>	<u>\$ -</u>	<u>\$ 15,200</u>	<u>\$ -</u>	<u>\$ 8,488</u>	<u>\$ 191</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 3,276	\$ -	\$ 15,200	\$ -	\$ 8,488	\$ 191
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 3,276</u>	<u>\$ -</u>	<u>\$ 15,200</u>	<u>\$ -</u>	<u>\$ 8,488</u>	<u>\$ 191</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	3,276	-	15,200	-	8,488	191
Total cash and investment fund balance - ending	<u>\$ 3,276</u>	<u>\$ -</u>	<u>\$ 15,200</u>	<u>\$ -</u>	<u>\$ 8,488</u>	<u>\$ 191</u>

MARSHALL 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 Alcohol and Drug Program	Tobacco Cessation	Prosecutor Continuing Education	WIC No. 1	Victim Assistance No. 2	Victim Impact
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	25,243	-	140,139	5,345	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	<u>-</u>	<u>25,243</u>	<u>-</u>	<u>140,139</u>	<u>5,345</u>	<u>-</u>
Disbursements:						
General government	-	33,972	-	150,485	-	6,913
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>33,972</u>	<u>-</u>	<u>150,485</u>	<u>-</u>	<u>6,913</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>(8,729)</u>	<u>-</u>	<u>(10,346)</u>	<u>5,345</u>	<u>(6,913)</u>
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	<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>-</u>	<u>(8,729)</u>	<u>-</u>	<u>(10,346)</u>	<u>5,345</u>	<u>(6,913)</u>
Cash and investment fund balance - beginning	<u>253</u>	<u>88,994</u>	<u>476</u>	<u>(12,562)</u>	<u>6,011</u>	<u>9,259</u>
Cash and investment fund balance - ending	<u>\$ 253</u>	<u>\$ 80,265</u>	<u>\$ 476</u>	<u>\$ (22,908)</u>	<u>\$ 11,356</u>	<u>\$ 2,346</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 253	\$ 80,265	\$ 476	\$ (22,908)	\$ 11,356	\$ 2,346
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 253</u>	<u>\$ 80,265</u>	<u>\$ 476</u>	<u>\$ (22,908)</u>	<u>\$ 11,356</u>	<u>\$ 2,346</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	<u>253</u>	<u>80,265</u>	<u>476</u>	<u>(22,908)</u>	<u>11,356</u>	<u>2,346</u>
Total cash and investment fund balance - ending	<u>\$ 253</u>	<u>\$ 80,265</u>	<u>\$ 476</u>	<u>\$ (22,908)</u>	<u>\$ 11,356</u>	<u>\$ 2,346</u>

MARSHALL 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 Police Equipment	Sheriff's Pretrial Diversion	Crossroads Project	Personal Property Judgements	Wireless 9-1-1	Sex Offender Registration Fees
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	92,213	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	318	162,670	2,138
Other	-	-	2,792	-	-	-
Total receipts	-	-	95,005	318	162,670	2,138
Disbursements:						
General government	2,000	-	89,017	318	-	-
Public safety	-	-	-	-	124,893	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Capital outlay:						
General government	-	5,926	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Total disbursements	2,000	5,926	89,017	318	124,893	-
Excess (deficiency) of receipts over disbursements	(2,000)	(5,926)	5,988	-	37,777	2,138
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,000)	(5,926)	5,988	-	37,777	2,138
Cash and investment fund balance - beginning	2,000	9,981	(5,988)	3,065	319,586	2,299
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 4,055</u>	<u>\$ -</u>	<u>\$ 3,065</u>	<u>\$ 357,363</u>	<u>\$ 4,437</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ 4,055	\$ -	\$ 3,065	\$ 357,363	\$ 4,437
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ -</u>	<u>\$ 4,055</u>	<u>\$ -</u>	<u>\$ 3,065</u>	<u>\$ 357,363</u>	<u>\$ 4,437</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	4,055	-	3,065	357,363	4,437
Total cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 4,055</u>	<u>\$ -</u>	<u>\$ 3,065</u>	<u>\$ 357,363</u>	<u>\$ 4,437</u>

MARSHALL 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)

	Sex Offender Registration Fees- State	GIS Data Enhanced Access	Older Adult Services Grant	Alcohol and Drug Services - MCDAP Program	Public Health Emergency Response	Intrastate Compact Fees
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	202,599	-	47,589	-
Charges for services	-	295	-	-	-	-
Fines and forfeits	237	-	-	418,244	-	485
Other	-	-	-	67	-	-
Total receipts	237	295	202,599	418,311	47,589	485
Disbursements:						
General government	-	-	-	444,554	14,108	-
Public safety	535	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	202,599	-	-	-
Culture and recreation	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	919	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Total disbursements	535	-	202,599	445,473	14,108	-
Excess (deficiency) of receipts over disbursements	(298)	295	-	(27,162)	33,481	485
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	105	-	-
Total other financing sources (uses)	-	-	-	105	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(298)	295	-	(27,057)	33,481	485
Cash and investment fund balance - beginning	26	2,925	-	254,762	-	-
Cash and investment fund balance - ending	<u>\$ (272)</u>	<u>\$ 3,220</u>	<u>\$ -</u>	<u>\$ 227,705</u>	<u>\$ 33,481</u>	<u>\$ 485</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ (272)	\$ 3,220	\$ -	\$ 227,705	\$ 33,481	\$ 485
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ (272)</u>	<u>\$ 3,220</u>	<u>\$ -</u>	<u>\$ 227,705</u>	<u>\$ 33,481</u>	<u>\$ 485</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	(272)	3,220	-	227,705	33,481	485
Total cash and investment fund balance - ending	<u>\$ (272)</u>	<u>\$ 3,220</u>	<u>\$ -</u>	<u>\$ 227,705</u>	<u>\$ 33,481</u>	<u>\$ 485</u>

MARSHALL 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)

	Juvenile Probation User Fees	Cumulative Capital Development	Cumulative Bridge	General Drain Improvement	Welfare Trust	Totals
Receipts:						
Taxes	\$ -	\$ 492,261	\$ 720,516	\$ -	\$ -	\$ 2,431,035
Special assessments	-	-	-	112,831	-	700,742
Licenses and permits	-	-	-	-	-	34,610
Intergovernmental	-	46,515	68,084	-	-	1,332,884
Charges for services	-	-	-	-	-	95,523
Fines and forfeits	1,063	-	-	-	-	917,643
Other	-	1,874	6,614	64,101	3,005	513,994
Total receipts	1,063	540,650	795,214	176,932	3,005	6,026,431
Disbursements:						
General government	-	381,071	-	95,802	-	2,096,464
Public safety	-	-	-	-	-	848,807
Highways and streets	-	-	454,396	-	-	838,386
Health and welfare	-	-	-	-	8,615	1,339,994
Culture and recreation	-	-	-	-	-	277,973
Capital outlay:						
General government	-	89,411	-	-	-	117,832
Public safety	-	-	-	-	-	5,783
Highways and streets	-	-	866,018	-	-	866,018
Health and welfare	-	-	-	-	-	1,099
Total disbursements	-	470,482	1,320,414	95,802	8,615	6,392,356
Excess (deficiency) of receipts over disbursements	1,063	70,168	(525,200)	81,130	(5,610)	(365,925)
Other financing sources (uses):						
Transfers in	-	-	-	24,215	-	24,215
Transfers out	-	-	-	-	-	(1,380,354)
Other receipts	-	-	176,658	-	-	566,806
Total other financing sources (uses)	-	-	176,658	24,215	-	(789,333)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,063	70,168	(348,542)	105,345	(5,610)	(1,155,258)
Cash and investment fund balance - beginning	-	505,357	1,367,771	285,391	5,610	9,361,991
Cash and investment fund balance - ending	\$ 1,063	\$ 575,525	\$ 1,019,229	\$ 390,736	\$ -	\$ 8,206,733
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 1,063	\$ -	\$ -	\$ -	\$ -	\$ 5,187,384
Restricted assets:						
Cash and investments	-	575,525	1,019,229	390,736	-	3,019,349
Total cash and investment assets - ending	\$ 1,063	\$ 575,525	\$ 1,019,229	\$ 390,736	\$ -	\$ 8,206,733
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 353,814
Highways and streets	-	-	-	-	-	279,476
Health and welfare	-	-	-	-	-	400,569
Capital outlay	-	575,525	1,019,229	390,736	-	1,985,490
Unrestricted	1,063	-	-	-	-	5,187,384
Total cash and investment fund balance - ending	\$ 1,063	\$ 575,525	\$ 1,019,229	\$ 390,736	\$ -	\$ 8,206,733

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

	Sheriff's Pension Trust	Sheriff's Benefit Trust	Totals
Additions:			
Contributions:			
Employer	\$ 243,941	\$ -	\$ 243,941
Plan members	31,080	-	31,080
	<u>275,021</u>	<u>-</u>	<u>275,021</u>
Total contributions			
Investment receipts:			
Interest	197,311	16,529	213,840
	<u>472,332</u>	<u>16,529</u>	<u>488,861</u>
Total additions			
Deductions:			
Benefits	227,409	7,200	234,609
Administrative and general	68,009	165,710	233,719
	<u>295,418</u>	<u>172,910</u>	<u>468,328</u>
Total deductions			
Excess of total additions over total deductions	176,914	(156,381)	20,533
Cash and investment fund balance - beginning	<u>4,379,639</u>	<u>355,975</u>	<u>4,735,614</u>
Cash and investment fund balance - ending	<u>\$ 4,556,553</u>	<u>\$ 199,594</u>	<u>4,756,147</u>

MARSHALL 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	Surplus Tax Sale	Tax Sale Redemption	Surplus Tax	State Fines and Forfeitures
Additions:							
Agency fund additions	\$ 18,816	\$ 91	\$ 5,690,427	\$ 521,961	\$ 283,755	\$ 106,643	\$ 73,713
Deductions:							
Agency fund deductions	19,800	849	5,623,272	1,125,422	279,516	70,513	78,558
Excess (deficiency) of total additions over total deductions	(984)	(758)	67,155	(603,461)	4,239	36,130	(4,845)
Cash and investment fund balance - beginning	4,011	18,400	710,567	1,125,491	-	47,906	11,444
Cash and investment fund balance - ending	<u>\$ 3,027</u>	<u>\$ 17,642</u>	<u>\$ 777,722</u>	<u>\$ 522,030</u>	<u>\$ 4,239</u>	<u>\$ 84,036</u>	<u>\$ 6,599</u>

MARSHALL 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	Recorder	Sheriff	Infraction Judgements	Inheritance Tax	Military Fines
Additions:							
Agency fund additions	\$ 4,080	\$ 2,289	\$ 198,300	\$ 1,209,227	\$ 125,577	\$ 1,330,462	\$ -
Deductions:							
Agency fund deductions	4,015	2,143	195,560	1,209,219	128,268	1,295,496	-
Excess (deficiency) of total additions over total deductions	65	146	2,740	8	(2,691)	34,966	-
Cash and investment fund balance - beginning	355	-	12,702	6	12,029	205,828	4
Cash and investment fund balance - ending	<u>\$ 420</u>	<u>\$ 146</u>	<u>\$ 15,442</u>	<u>\$ 14</u>	<u>\$ 9,338</u>	<u>\$ 240,794</u>	<u>\$ 4</u>

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

	<u>Payroll</u>	<u>Inmate Trust</u>	<u>Special Death Benefit</u>	<u>Education License Plate Fees</u>	<u>Mortgage Fees- State Share</u>	<u>Child Restraint Violations Fines</u>
Additions:						
Agency fund additions	\$ 10,874,473	\$ 190,970	\$ 5,475	\$ 1,388	\$ 5,768	\$ 1,875
Deductions:						
Agency fund deductions	<u>10,839,058</u>	<u>195,245</u>	<u>5,460</u>	<u>1,481</u>	<u>5,665</u>	<u>2,025</u>
Excess (deficiency) of total additions over total deductions	35,415	(4,275)	15	(93)	103	(150)
Cash and investment fund balance - beginning	<u>116,813</u>	<u>6,313</u>	<u>430</u>	<u>-</u>	<u>288</u>	<u>200</u>
Cash and investment fund balance - ending	<u>\$ 152,228</u>	<u>\$ 2,038</u>	<u>\$ 445</u>	<u>\$ (93)</u>	<u>\$ 391</u>	<u>\$ 50</u>

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

	Homestead Credit Rebate	HEA 1001-2008 State HC	Tax Distribution	Treasurer	Welfare Excise Tax	Special Assessment
Additions:						
Agency fund additions	\$ 140	\$ 710,755	\$ 52,353,082	\$ 1,335,779	\$ 1,658,409	\$ 22,638
Deductions:						
Agency fund deductions	3,014	707,167	52,099,348	10,900,881	1,658,409	22,638
Excess (deficiency) of total additions over total deductions	(2,874)	3,588	253,734	(9,565,102)	-	-
Cash and investment fund balance - beginning	34,586	-	-	10,900,931	-	488
Cash and investment fund balance - ending	<u>\$ 31,712</u>	<u>\$ 3,588</u>	<u>\$ 253,734</u>	<u>\$ 1,335,829</u>	<u>\$ -</u>	<u>\$ 488</u>

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

	Coroner's Training- Continuing Education	Additional Judgement Excise Tax	County Child Advocacy	Health Care for Indigents	Medical Assistance to Wards	Children Special Healthcare Needs
Additions:						
Agency fund additions	\$ 5,198	\$ -	\$ -	\$ 32,440	\$ 669	\$ 7,023
Deductions:						
Agency fund deductions	5,197	-	-	32,440	669	7,023
Excess (deficiency) of total additions over total deductions	1	-	-	-	-	-
Cash and investment fund balance - beginning	476	2,649	1,620	-	-	-
Cash and investment fund balance - ending	<u>\$ 477</u>	<u>\$ 2,649</u>	<u>\$ 1,620</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	DEA Forfeiture	State 2008 Prior Delinquent Tax	County 2008 Prior Tax Welfare	School Levy Shortfall Delinquent Tax	Family Violence- Victim Assistance	Totals
Additions:						
Agency fund additions	\$ 150	\$ 15,945	\$ 168,748	\$ 212,193	\$ 200	\$ 77,168,659
Deductions:						
Agency fund deductions	-	15,945	168,748	212,193	74	86,915,311
Excess (deficiency) of total additions over total deductions	150	-	-	-	126	(9,746,652)
Cash and investment fund balance - beginning	35,507	-	-	-	384	13,249,428
Cash and investment fund balance - ending	<u>\$ 35,657</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 510</u>	<u>\$ 3,502,776</u>

MARSHALL COUNTY
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS
 As Of 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 (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	\$ 985,798
Infrastructure	50,465,607
Buildings	22,764,176
Machinery and equipment	<u>8,494,305</u>
 Total governmental activities, capital assets not being depreciated	 <u>\$ 82,709,886</u>

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

The County has entered into the following long-term debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:		
Capital lease:		
Correctional facility	\$ 14,475,000	\$ 1,212,000
Total governmental activities debt	<u>\$ 14,475,000</u>	<u>\$ 1,212,000</u>

MARSHALL COUNTY
OTHER REPORT

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

County Sheriff

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



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

TO: THE OFFICIALS OF MARSHALL COUNTY, INDIANA

Compliance

We have audited the compliance of the Marshall 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 5, 2010

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

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. DEPARTMENT OF AGRICULTURE</u>			
Pass-Through Indiana Department of Health Special Supplemental Nutrition Program for Women, Infants, and Children WIC 149-1 WIC 149-1	10.557	FY 2009 FY 2010	\$ 118,175 <u>32,309</u>
Total for federal grantor agency			<u>150,484</u>
<u>U.S. DEPARTMENT OF COMMERCE</u>			
Pass-Through Indiana Department of Homeland Security Public Safety Interoperable Communications Grant Program 2007 PSIC	11.555	2007-GS-H7-0041	<u>194,200</u>
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Pass-Through Indiana Criminal Justice Institute Crime Victim Assistance VOCA VOCA	16.575	08VA105 09VA099	2,991 <u>915</u>
Total for federal grantor agency			<u>3,906</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Pass-Through Indiana Criminal Justice Institute Highway Safety Cluster State and Community Highway Safety Operation Pullover	20.600	OP09-01-02-32	<u>6,066</u>
Pass-Through Indiana Department of Transportation Highway Training and Education Crossroads Museum	20.215	0500825	<u>95,005</u>
ARRA-Formula Grants for Other Than Urbanized Areas	20.509	ARRA	<u>65,750</u>
Formula Grants for Other Than Urbanized Areas FTA Section 5311 FTA Section 5311 FTA Section 5317 FTA Section 5317 New Freedom Capital Assistance Grant FTA Section 5316 JARC Capital Assistance Grant	20.509	FY 2008 18027700 09NWF700	4,505 74,444 11,500 38,400 <u>8,000</u>
Total - Formula Grant for Other Than Urbanized Areas			<u>136,849</u>
Total for program			<u>202,599</u>
Pass-Through Indiana Department of Homeland Security Interagency Hazardous Materials Public Sector Training and Planning Grants HMEP FY2010	20.703	HM-HMP-0022-09-01-00	<u>6,265</u>
Total for federal grantor agency			<u>309,935</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana Department of Health Public Health Emergency Preparedness H1N1 Assistance	93.069	H1N1 149-67	<u>14,108</u>
Centers for Disease Control and Prevention - Investigations and Technical Assistance Bioterrorism Grant	93.283	BPRS 149-4	<u>17,832</u>
Pass-Through Indiana Department of Children's Services ARRA - Child Support Enforcement	93.563	ARRA	13,977
Child Support Enforcement	93.563	FY 2009	<u>245,592</u>
Total for program			<u>259,569</u>
Total for federal grantor agency			<u>291,509</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Homeland Security Emergency Management Performance Grants 2008 Emergency Management Performance	97.042	FY 2008	<u>16,382</u>
State Homeland Security Program 2007 State Homeland Security Program	97.073	2007-GE-T7-0026	<u>4,581</u>
Total for federal grantor agency			<u>20,963</u>
Total federal awards expended			<u>\$ 970,997</u>

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

MARSHALL 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 Marshall 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.

MARSHALL COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Qualified

Internal control over financial reporting:

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

Noncompliance material to financial statements noted? no

Federal Awards:

Internal control over major programs:

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

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

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

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
10.557	Special Supplemental Nutrition Program for Women, Infants, and Children
20.509	ARRA - Formula Grants for Other Than Urbanized Areas
93.563	Child Support Enforcement

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.

MARSHALL COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

MARSHALL COUNTY
EXIT CONFERENCE

The contents of this report were discussed on May 5, 2010, with Penny Lukenbill, Auditor; Judith Stone, Councilwoman; and Rex Gilliland, Councilman. Our audit disclosed no material items that warrant comment at this time.