

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

ANNUAL FINANCIAL REPORT

2009

ORANGE COUNTY, INDIANA



FILED

07/12/2010

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Diann Mathers	01-01-09 to 12-31-12
Treasurer	Sandy Hill	01-01-09 to 12-31-12
Clerk	Roger E. Purkhiser	01-01-09 to 12-31-12
Sheriff	Richard W. Dixon	01-01-07 to 12-31-10
Recorder	Terry Nicholson	01-01-09 to 12-31-12
President of the Board of County Commissioners	Donald R. Crockett	01-01-09 to 12-31-10
President of the County Council	James McDonald John Noblitt	01-01-09 to 12-31-09 01-01-10 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 ORANGE COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Orange 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, 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 June 9, 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, 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

June 9, 2010



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 ORANGE COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Orange 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 June 9, 2010. The opinions to the financial statements were qualified due to the omission of a number of component units which should have been included to fairly present the financial position of the County. 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 County Commissioners, the County Council, 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

June 9, 2010

ORANGE 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>	<u>Program Receipts</u>		<u>Net (Disbursements) Receipts and Changes in Net Assets</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Governmental Activities</u>
Primary government:				
Governmental activities:				
General government	\$ 7,372,624	\$ 1,360,420	\$ -	\$ (6,012,204)
Public safety	1,999,447	610,583	73,042	(1,315,822)
Highways and streets	2,080,231	-	1,500,418	(579,813)
Sanitation	117,338	429	-	(116,909)
Health and welfare	450,996	27,377	144,286	(279,333)
Economic development	503,001	-	-	(503,001)
Culture and recreation	5,568	49,964	-	44,396
Urban redevelopment and housing	111,147	-	-	(111,147)
Principal and interest on indebtedness	177,433	-	-	(177,433)
 Total primary government	 <u>12,817,785</u>	 <u>2,048,773</u>	 <u>1,717,746</u>	 <u>(9,051,266)</u>
General receipts:				
Property taxes				2,253,250
Income taxes				483,461
Intergovernmental				1,717,057
Other local sources				4,173,478
Grants and contributions not restricted to specific programs				334,246
Investment earnings				189,566
 Total general receipts				 <u>9,151,058</u>
 Change in net assets				 99,792
Net assets - beginning				<u>5,960,621</u>
Net assets - ending				<u>\$ 6,060,413</u>
 <u>Assets</u>				
Cash and investments				\$ 3,250,065
Restricted assets:				
Cash and investments				<u>2,810,348</u>
Total assets				<u>\$ 6,060,413</u>
 <u>Net Assets</u>				
Restricted for:				
General government				\$ 747,776
Public safety				719,695
Highways and streets				501,572
Health and welfare				79,134
Culture and recreation				14,677
Capital outlay				747,494
Unrestricted				<u>3,250,065</u>
Total net assets				<u>\$ 6,060,413</u>

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

ORANGE 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	County French Lick Casino Wagering and Admission	Other Governmental Funds	Totals
Receipts:					
Taxes	\$ 2,870,234	\$ -	\$ -	\$ 1,219,535	\$ 4,089,769
Licenses and permits	-	-	-	998,985	998,985
Intergovernmental	1,083,229	1,570,220	1,870,386	878,674	5,402,509
Charges for services	90,032	-	-	497,041	587,073
Fines and forfeits	90,461	-	-	372,254	462,715
Other	303,889	73,406	60,564	524,176	962,035
Total receipts	4,437,845	1,643,626	1,930,950	4,490,665	12,503,086
Disbursements:					
General government	2,950,093	-	11,667	2,946,453	5,908,213
Public safety	1,149,750	-	-	849,697	1,999,447
Highways and streets	-	1,433,544	-	443,781	1,877,325
Sanitation	117,338	-	-	-	117,338
Health and welfare	-	-	-	450,796	450,796
Economic development	-	-	-	503,001	503,001
Culture and recreation	-	-	-	5,146	5,146
Urban redevelopment and housing	-	-	-	111,147	111,147
Debt service:					
Principal	38,662	60,606	-	41,646	140,914
Interest	-	-	-	36,519	36,519
Capital outlay:					
General government	1,358	-	1,440,839	22,214	1,464,411
Highways and streets	-	-	-	202,906	202,906
Health and welfare	-	-	-	200	200
Culture and recreation	-	-	-	422	422
Total disbursements	4,257,201	1,494,150	1,452,506	5,613,928	12,817,785
Excess (deficiency) of receipts over disbursements	180,644	149,476	478,444	(1,123,263)	(314,699)
Other financing sources (uses):					
Other receipts	50,278	46,962	-	317,251	414,491
Total other financing sources (uses)	50,278	46,962	-	317,251	414,491
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	230,922	196,438	478,444	(806,012)	99,792
Cash and investment fund balance - beginning	462,901	248,280	1,515,393	3,734,047	5,960,621
Cash and investment fund balance - ending	<u>\$ 693,823</u>	<u>\$ 444,718</u>	<u>\$ 1,993,837</u>	<u>\$ 2,928,035</u>	<u>\$ 6,060,413</u>
Cash and Investment Assets - Ending					
Cash and investments	\$ 693,823	\$ -	\$ 1,993,837	\$ 562,405	\$ 3,250,065
Restricted assets:					
Cash and investments	-	444,718	-	2,365,630	2,810,348
Total cash and investment assets - ending	<u>\$ 693,823</u>	<u>\$ 444,718</u>	<u>\$ 1,993,837</u>	<u>\$ 2,928,035</u>	<u>\$ 6,060,413</u>
Cash and Investment Fund Balance - Ending					
Restricted for:					
General government	\$ -	\$ -	\$ -	\$ 747,776	\$ 747,776
Public safety	-	-	-	719,695	719,695
Highways and streets	-	444,718	-	56,854	501,572
Health and welfare	-	-	-	79,134	79,134
Culture and recreation	-	-	-	14,677	14,677
Capital outlay	-	-	-	747,494	747,494
Unrestricted	693,823	-	1,993,837	562,405	3,250,065
Total cash and investment fund balance - ending	<u>\$ 693,823</u>	<u>\$ 444,718</u>	<u>\$ 1,993,837</u>	<u>\$ 2,928,035</u>	<u>\$ 6,060,413</u>

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

ORANGE 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 Funds	Agency Funds
Additions:			
Contributions:			
Employer	\$ 69,895	\$ -	
Plan members	28,974	-	
Total contributions	98,869	-	
Investment earnings:			
Interest	7,056	378	
Dividends	10,365	-	
Total investment earnings	17,421	378	
Less investment disbursements	(65,879)	-	
Net investment earnings	(48,458)	378	
Total additions	50,411	378	
Deductions:			
Benefits	25,545	-	
Administrative and general	14,278	14,009	
Total deductions	39,823	14,009	
Excess (deficiency) of total additions over total deductions	10,588	(13,631)	
Cash and investment fund balance - beginning	771,628	23,631	
Cash and investment fund balance - ending	\$ 782,216	\$ 10,000	\$ 1,795,204

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

ORANGE 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:	Orange County
Discretely Presented Component Units:	Orange County Solid Waste Management District Orange County Fire Protection District

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

The Orange County Solid Waste Management District and Orange County Fire Protection District 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.

Discretely Presented Component Units

Discretely presented component units are separate legal entities that meet the component unit criteria but do not meet the criteria for blending. The discretely presented component units are presented below:

Orange County Solid Waste Management District: The Orange County Solid Waste Management District is a significant discretely presented component unit of the County. The County appoints a voting majority of the Orange County Solid Waste Management District's board and is able to impose its will.

Orange County Fire Protection District: The Orange County Fire Protection District is a significant discretely presented component unit of the County. The County appoints a voting majority of the Orange County Fire Protection District's board and is able to impose its will.

Joint Venture

The County is a participant in a joint venture to operate Region 15 Planning Commission which was created to help units improve economic conditions. The Region 15 Planning Commission's continued existence depends on continued funding by the County. Complete financial statements for the Region 15 Planning Commission can be obtained from the Region 15 Planning Commission Office at 610 Main Street, Jasper, IN 47456-0786.

Related Organizations

The County's officials are also responsible for appointing the voting majority of the boards of other organizations, but the County's accountability for these organizations does not extend beyond making the appointments. The County appoints the voting majority of the Orange County Economic Development Partnership. The County provides 10% of EDIT funds to the Partnership.

ORANGE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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. The County has no business-type activities.

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

The County french lick casino wagering and admission fund is the County's share of casino revenue. The revenue is miscellaneous revenue and may be used for any legal and corporate purpose of the County.

Additionally, the County reports the following fund types:

The pension trust fund accounts for the activities of the sheriff's pension trust which accumulates resources for pension benefit payments.

The private-purpose trust funds report trust arrangements under which principal and income benefit the school corporations in the County, and wolfe cemetery.

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

ORANGE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

C. Measurement Focus and Basis of Accounting

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

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

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

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

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.

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.

ORANGE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

4. Capital Assets

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

5. Long-Term Debt

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

Fund Financial Statements

Governmental fund equity is classified as fund balance.

E. Program Receipts

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

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

ORANGE COUNTY
 NOTES TO FINANCIAL STATEMENTS
 (Continued)

3. 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:

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

II. Stewardship, Compliance and Accountability

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.

B. Cash and Investment Balance Deficits

At December 31, 2009, the following funds reported deficits in cash and investments, which are violations of the Uniform Compliance Guidelines as authorized by state statute:

Fund	2009
Criminal Justice Federal	\$ 802
Road Grant	36,805

ORANGE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

III. Detailed Notes on All Funds

A. Deposits and Investments

1. Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. 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 \$9,391,153.

The depository 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:

Investment Type	Sheriff's Retirement and Benefit Pension Plans
U.S. treasuries and securities	\$ 24,742
U.S. agencies	108,950
Mutual funds	268,090
Corporate stock	321,726
Totals	\$ 723,508

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.

ORANGE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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 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.

Investment Custodial Credit Risk

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

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

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.

ORANGE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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	\$ -	\$ -	\$ 24,742
U.S. agencies	-	-	108,950
Mutual bond funds	-	-	53,900
Totals	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 187,592</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	Moody's Rating	County's Investments	
		Mutual Bond Funds	Government Sponsored Enterprise
AAA	Aaa	\$ -	\$ 133,692
Unrated	Unrated	53,900	-
Totals		<u>\$ 53,900</u>	<u>\$ 133,692</u>

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The County does not have a 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.

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.

ORANGE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

IV. Other Information

A. Risk Management

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

The risks of torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters are covered by commercial insurance from independent third parties. Settled claims from 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 1993, the County joined with other governmental entities in the Indiana Public Employer's Plan, Inc., a public entity risk pool currently operating as a common risk management and insurance program for 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 worker's compensation claims. The County pays an annual premium to the risk pool for its worker's compensation claims 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. Related Party Transactions

During the period for which financial statements are presented, the County had material transactions with Kermit Lamb, member of the County Council and branch manager of Mid-Southern Savings and Loan, Inc., in relation to financing arrangements for highway equipment, an ambulance and a community building owned by the County. Payments were made in 2009 for the amount of \$192,121. As of December 31, 2009, the amount of outstanding loans due to Mid-Southern Savings and Loan Inc. was \$778,462.

During the period for which financial statements are presented, the County had material transactions with Thomas Lamb, member of the Board of County Commissioners and Vice President of Old National Bank of Paoli; and Greg Farlow, member of the County Council and member of the Old National Bank of Paoli Board of Directors, in relation to financing arrangements for courthouse building improvements owned by the County in the amount of \$184,906. As of December 31, 2009, the amount of outstanding loans due to Old National Bank of Paoli was \$2,200,000. Old National Bank of Paoli was also the trustee for the Sheriff's Pension Trust fund. As of December 31, 2009, the balance in the trust fund was \$782,216.

ORANGE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

C. Pension Plans

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

1. Public Employees' Retirement Fund

Plan Description

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

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

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

Funding Policy

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 \$180,833.

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.

ORANGE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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 \$56,067.

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 \$6,132.

ORANGE 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)
07-01-07	\$ 2,004,392	\$ 2,439,056	\$ (434,664)	82%	\$ 2,530,094	(17%)
07-01-08	2,260,036	2,729,867	(469,831)	83%	2,649,610	(18%)
07-01-09	2,191,211	2,832,457	(641,246)	77%	2,623,626	(24%)

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)
01-01-05	\$ 499,121	\$ 693,356	\$ (194,235)	72%	\$ 232,625	(83%)
01-01-06	618,213	742,383	(124,170)	83%	253,500	(49%)
01-01-07	726,884	840,555	(113,671)	86%	232,000	(49%)
01-01-08	798,697	803,345	(4,648)	99%	306,400	(2%)
01-01-09	804,851	872,771	(67,920)	92%	306,400	(22%)
01-01-10	875,598	945,242	(69,644)	93%	322,400	(22%)

ORANGE 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	Community Development Block	Law Enforcement Continuing Education	Clerk's Records Perpetuation
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ 71,468	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	168,532	-	-	28,009	-	-	-
Charges for services	-	2,166	10,650	25,632	-	-	-
Fines and forfeits	-	-	-	610	-	-	4,722
Other	-	-	732	50	150,759	50	-
Total receipts	168,532	2,166	11,382	125,769	150,759	50	4,722
Disbursements:							
General government	-	-	-	-	-	-	816
Public safety	-	2,195	7,976	-	-	3,312	-
Highways and streets	118,614	-	-	-	-	-	-
Health and welfare	-	-	-	133,127	-	-	-
Economic development	-	-	-	-	150,759	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Highways and streets	56,301	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Total disbursements	174,915	2,195	7,976	133,127	150,759	3,312	816
Excess (deficiency) of receipts over disbursements	(6,383)	(29)	3,406	(7,358)	-	(3,262)	3,906
Other financing sources (uses):							
Other receipts	-	-	-	45,275	-	80	-
Total other financing sources (uses)	-	-	-	45,275	-	80	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(6,383)	(29)	3,406	37,917	-	(3,182)	3,906
Cash and investment fund balance - beginning	63,237	886	15,342	(16,183)	-	3,289	5,569
Cash and investment fund balance - ending	\$ 56,854	\$ 857	\$ 18,748	\$ 21,734	\$ -	\$ 107	\$ 9,475
Cash and Investment Assets - Ending							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	56,854	857	18,748	21,734	-	107	9,475
Total cash and investment assets - ending	\$ 56,854	\$ 857	\$ 18,748	\$ 21,734	\$ -	\$ 107	\$ 9,475
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,475
Public safety	-	857	18,748	-	-	107	-
Highways and streets	56,854	-	-	-	-	-	-
Health and welfare	-	-	-	21,734	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	-
Total cash and investment fund balance - ending	\$ 56,854	\$ 857	\$ 18,748	\$ 21,734	\$ -	\$ 107	\$ 9,475

ORANGE 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	Drug Free Community	Local Emergency Planning and Right to Know	Parks and Recreation	Property Reassessment	Criminal Justice Federal	Recorder's Records Perpetuation
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 88,323	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	14,197	-	-
Charges for services	209,120	-	-	1,800	-	-	10,980
Fines and forfeits	-	33,042	-	-	-	-	-
Other	2,226	-	-	-	20,016	-	-
Total receipts	211,346	33,042	-	1,800	122,536	-	10,980
Disbursements:							
General government	-	-	-	-	165,109	-	6,783
Public safety	363,254	33,525	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	5,146	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	422	-	-	-
Total disbursements	363,254	33,525	-	5,568	165,109	-	6,783
Excess (deficiency) of receipts over disbursements	(151,908)	(483)	-	(3,768)	(42,573)	-	4,197
Other financing sources (uses):							
Other receipts	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(151,908)	(483)	-	(3,768)	(42,573)	-	4,197
Cash and investment fund balance - beginning	230,511	3,010	13,940	18,445	641,056	(802)	31,996
Cash and investment fund balance - ending	\$ 78,603	\$ 2,527	\$ 13,940	\$ 14,677	\$ 598,483	\$ (802)	\$ 36,193
Cash and Investment Assets - Ending							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (802)	\$ -
Restricted assets:							
Cash and investments	78,603	2,527	13,940	14,677	598,483	-	36,193
Total cash and investment assets - ending	\$ 78,603	\$ 2,527	\$ 13,940	\$ 14,677	\$ 598,483	\$ (802)	\$ 36,193
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ 598,483	\$ -	\$ 36,193
Public safety	78,603	2,527	13,940	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	14,677	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	(802)	-
Total cash and investment fund balance - ending	\$ 78,603	\$ 2,527	\$ 13,940	\$ 14,677	\$ 598,483	\$ (802)	\$ 36,193

ORANGE 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)

	Family and Children	Health Maintenance	County Misdemeanant	Surveyor's Corner Perpetuation	Auditor's Plat Book Perpetuation	Gift Fund-Probation	Community Building Fund
Receipts:							
Taxes	\$ 5,394	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	2,132	33,139	-	-	-	-	-
Charges for services	-	-	-	4,825	3,196	-	54,121
Fines and forfeits	-	-	-	-	-	-	-
Other	-	-	13,387	-	741	-	-
Total receipts	7,526	33,139	13,387	4,825	3,937	-	54,121
Disbursements:							
General government	-	-	-	2,900	-	-	-
Public safety	-	-	9,259	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	247,329	29,716	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	41,646
Interest	-	-	-	-	-	-	36,519
Capital outlay:							
General government	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	200	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Total disbursements	247,329	29,916	9,259	2,900	-	-	78,165
Excess (deficiency) of receipts over disbursements	(239,803)	3,223	4,128	1,925	3,937	-	(24,044)
Other financing sources (uses):							
Other receipts	19,571	-	121	-	-	-	-
Total other financing sources (uses)	19,571	-	121	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(220,232)	3,223	4,249	1,925	3,937	-	(24,044)
Cash and investment fund balance - beginning	220,232	54,175	35,691	24,220	24,985	1,573	24,044
Cash and investment fund balance - ending	\$ -	\$ 57,398	\$ 39,940	\$ 26,145	\$ 28,922	\$ 1,573	\$ -
Cash and Investment Assets - Ending							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	-	57,398	39,940	26,145	28,922	1,573	-
Total cash and investment assets - ending	\$ -	\$ 57,398	\$ 39,940	\$ 26,145	\$ 28,922	\$ 1,573	\$ -
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ 26,145	\$ 28,922	\$ -	\$ -
Public safety	-	-	39,940	-	-	1,573	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	57,398	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	-
Total cash and investment fund balance - ending	\$ -	\$ 57,398	\$ 39,940	\$ 26,145	\$ 28,922	\$ 1,573	\$ -

ORANGE 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)

	Rainy Day	Riverboat Tax Revenue	Sheriff's Commissary	Coroners Continuing Education	Identification Security Protection	Operation Pullover	Children's Psychiatric Residential Treatment Service
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	1,745	-	-	-
Intergovernmental	290,842	-	-	-	-	-	-
Charges for services	-	-	117,987	-	7,180	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other	91,528	-	-	-	-	-	-
Total receipts	382,370	-	117,987	1,745	7,180	-	-
Disbursements:							
General government	52,779	69,895	-	-	-	-	-
Public safety	-	-	99,076	1,616	-	3,848	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	40,624
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Total disbursements	52,779	69,895	99,076	1,616	-	3,848	40,624
Excess (deficiency) of receipts over disbursements	329,591	(69,895)	18,911	129	7,180	(3,848)	(40,624)
Other financing sources (uses):							
Other receipts	-	-	-	-	-	3,849	-
Total other financing sources (uses)	-	-	-	-	-	3,849	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	329,591	(69,895)	18,911	129	7,180	1	(40,624)
Cash and investment fund balance - beginning	270,421	69,895	48,420	75	25,674	1,382	40,624
Cash and investment fund balance - ending	<u>\$ 600,012</u>	<u>\$ -</u>	<u>\$ 67,331</u>	<u>\$ 204</u>	<u>\$ 32,854</u>	<u>\$ 1,383</u>	<u>\$ -</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ 600,012	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	-	-	67,331	204	32,854	1,383	-
Total cash and investment assets - ending	\$ 600,012	\$ -	\$ 67,331	\$ 204	\$ 32,854	\$ 1,383	\$ -
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	67,331	204	32,854	1,383	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	600,012	-	-	-	-	-	-
Total cash and investment fund balance - ending	\$ 600,012	\$ -	\$ 67,331	\$ 204	\$ 32,854	\$ 1,383	\$ -

ORANGE 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)

	Adult Probation #2	Juvenile Probation	County Drug Fund-Probation	Lease Rental	Special Vehicle Inspection	Truck Hauling Permits	Impact
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	2,475	-	-	-	-	-
Charges for services	-	-	-	-	490	-	-
Fines and forfeits	156,668	2,635	1,590	-	-	-	-
Other	65	-	-	-	-	1,200	-
Total receipts	156,733	5,110	1,590	-	490	1,200	-
Disbursements:							
General government	-	-	1,212	-	613	2,679	-
Public safety	183,657	7,343	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Total disbursements	183,657	7,343	1,212	-	613	2,679	-
Excess (deficiency) of receipts over disbursements	(26,924)	(2,233)	378	-	(123)	(1,479)	-
Other financing sources (uses):							
Other receipts	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(26,924)	(2,233)	378	-	(123)	(1,479)	-
Cash and investment fund balance - beginning	163,463	3,645	22,309	5,523	175	2,507	2
Cash and investment fund balance - ending	<u>\$ 136,539</u>	<u>\$ 1,412</u>	<u>\$ 22,687</u>	<u>\$ 5,523</u>	<u>\$ 52</u>	<u>\$ 1,028</u>	<u>\$ 2</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	136,539	1,412	22,687	5,523	52	1,028	2
Total cash and investment assets - ending	\$ 136,539	\$ 1,412	\$ 22,687	\$ 5,523	\$ 52	\$ 1,028	\$ 2
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ -	\$ -	\$ 22,687	\$ 5,523	\$ 52	\$ 1,028	\$ -
Public safety	136,539	1,412	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	2
Culture and recreation	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	-
Total cash and investment fund balance - ending	\$ 136,539	\$ 1,412	\$ 22,687	\$ 5,523	\$ 52	\$ 1,028	\$ 2

ORANGE 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 Donation	Indiana Region 15	User-Drug Treatment Program	User-Pre-Trial Diversion	User-Law Enforcement Education	User-Jury Duty	User - Prosecutor's Drug Investigation
Receipts:							
Taxes	\$ -	\$ 6,068	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	811	-	-	-	-	-
Charges for services	-	164	2,210	-	-	-	-
Fines and forfeits	-	-	98,901	62,919	3,952	2,631	-
Other	-	-	-	160	-	49	750
Total receipts	-	7,043	101,111	63,079	3,952	2,680	750
Disbursements:							
General government	-	8,688	-	-	-	-	750
Public safety	-	-	71,974	54,994	746	6,552	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	1,770	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Total disbursements	-	8,688	73,744	54,994	746	6,552	750
Excess (deficiency) of receipts over disbursements	-	(1,645)	27,367	8,085	3,206	(3,872)	-
Other financing sources (uses):							
Other receipts	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(1,645)	27,367	8,085	3,206	(3,872)	-
Cash and investment fund balance - beginning	154	2,781	122,050	41,562	29,697	4,191	-
Cash and investment fund balance - ending	\$ 154	\$ 1,136	\$ 149,417	\$ 49,647	\$ 32,903	\$ 319	\$ -
Cash and Investment Assets - Ending							
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	154	1,136	149,417	49,647	32,903	319	-
Total cash and investment assets - ending	\$ 154	\$ 1,136	\$ 149,417	\$ 49,647	\$ 32,903	\$ 319	\$ -
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ -	\$ 1,136	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	154	-	149,417	49,647	32,903	319	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	-
Total cash and investment fund balance - ending	\$ 154	\$ 1,136	\$ 149,417	\$ 49,647	\$ 32,903	\$ 319	\$ -

ORANGE 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)

	Drug Testing Grant Probation	Indiana Railway Grant	Interstate Compact Fee	Road Grant	County Supplemental Public Defender Services	Alternative Dispute Resolution
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	1,665	2,919
Other	-	-	38	-	-	-
Total receipts	-	-	38	-	1,665	2,919
Disbursements:						
General government	-	-	38	-	-	-
Public safety	370	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Total disbursements	370	-	38	-	-	-
Excess (deficiency) of receipts over disbursements	(370)	-	-	-	1,665	2,919
Other financing sources (uses):						
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(370)	-	-	-	1,665	2,919
Cash and investment fund balance - beginning	918	100	-	(36,805)	3,636	7,396
Cash and investment fund balance - ending	<u>\$ 548</u>	<u>\$ 100</u>	<u>\$ -</u>	<u>\$ (36,805)</u>	<u>\$ 5,301</u>	<u>\$ 10,315</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ -	\$ -	\$ (36,805)	\$ -	\$ -
Restricted assets:						
Cash and investments	548	100	-	-	5,301	10,315
Total cash and investment assets - ending	<u>\$ 548</u>	<u>\$ 100</u>	<u>\$ -</u>	<u>\$ (36,805)</u>	<u>\$ 5,301</u>	<u>\$ 10,315</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ 100	\$ -	\$ -	\$ 5,301	\$ 10,315
Public safety	548	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	-	(36,805)	-	-
Total cash and investment fund balance - ending	<u>\$ 548</u>	<u>\$ 100</u>	<u>\$ -</u>	<u>\$ (36,805)</u>	<u>\$ 5,301</u>	<u>\$ 10,315</u>

ORANGE 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 Sex and Violent Offender	Administrative Fee	Sheriff Donations	Hoosier Hills Pact	French Lick EDA	GED Grant
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	997,240	-
Intergovernmental	-	-	-	46,223	-	-
Charges for services	145	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	1,940	-	-	-
Total receipts	145	-	1,940	46,223	997,240	-
Disbursements:						
General government	864	-	-	46,223	997,240	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Total disbursements	864	-	-	46,223	997,240	-
Excess (deficiency) of receipts over disbursements	(719)	-	1,940	-	-	-
Other financing sources (uses):						
Other receipts	1,655	-	-	-	-	-
Total other financing sources (uses)	1,655	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	936	-	1,940	-	-	-
Cash and investment fund balance - beginning	1,377	100	5,798	-	-	1
Cash and investment fund balance - ending	\$ 2,313	\$ 100	\$ 7,738	\$ -	\$ -	\$ 1
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	2,313	100	7,738	-	-	1
Total cash and investment assets - ending	\$ 2,313	\$ 100	\$ 7,738	\$ -	\$ -	\$ 1
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ 2,313	\$ 100	\$ -	\$ -	\$ -	\$ 1
Public safety	-	-	7,738	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - ending	\$ 2,313	\$ 100	\$ 7,738	\$ -	\$ -	\$ 1

ORANGE 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)

	Sheriff Walmart Grant	West Baden TIF	County Excess Levy	Courthouse Renovation Project	Wireless Emergency 911	Orange County Environmental Management
Receipts:						
Taxes	\$ -	\$ 25,444	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	21,423	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	-	173,179	61,340	5,000
Total receipts	-	25,444	-	173,179	82,763	5,000
Disbursements:						
General government	-	25,444	244,672	1,102,476	-	5,000
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Total disbursements	-	25,444	244,672	1,102,476	-	5,000
Excess (deficiency) of receipts over disbursements	-	-	(244,672)	(929,297)	82,763	-
Other financing sources (uses):						
Other receipts	-	-	244,672	320	-	-
Total other financing sources (uses)	-	-	244,672	320	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	-	(928,977)	82,763	-
Cash and investment fund balance - beginning	188	-	2	928,977	-	-
Cash and investment fund balance - ending	<u>\$ 188</u>	<u>\$ -</u>	<u>\$ 2</u>	<u>\$ -</u>	<u>\$ 82,763</u>	<u>\$ -</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	188	-	2	-	82,763	-
Total cash and investment assets - ending	<u>\$ 188</u>	<u>\$ -</u>	<u>\$ 2</u>	<u>\$ -</u>	<u>\$ 82,763</u>	<u>\$ -</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ -	\$ 2	\$ -	\$ -	\$ -
Public safety	188	-	-	-	82,763	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - ending	<u>\$ 188</u>	<u>\$ -</u>	<u>\$ 2</u>	<u>\$ -</u>	<u>\$ 82,763</u>	<u>\$ -</u>

ORANGE 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)

	Indiana Housing Authority	Homeland Security Grant	Cumulative Capital Development	Cumulative Bridge	Economic Development	Totals
Receipts:						
Taxes	\$ -	\$ -	\$ 134,844	\$ 404,533	\$ 483,461	\$ 1,219,535
Licenses and permits	-	-	-	-	-	998,985
Intergovernmental	111,147	73,042	21,675	65,027	-	878,674
Charges for services	-	-	-	46,375	-	497,041
Fines and forfeits	-	-	-	-	-	372,254
Other	-	-	-	966	-	524,176
Total receipts	111,147	73,042	156,519	516,901	483,461	4,490,665
Disbursements:						
General government	-	73,042	139,230	-	-	2,946,453
Public safety	-	-	-	-	-	849,697
Highways and streets	-	-	-	325,167	-	443,781
Health and welfare	-	-	-	-	-	450,796
Economic development	-	-	-	-	352,242	503,001
Culture and recreation	-	-	-	-	-	5,146
Urban redevelopment and housing	111,147	-	-	-	-	111,147
Debt service:						
Principal	-	-	-	-	-	41,646
Interest	-	-	-	-	-	36,519
Capital outlay:						
General government	-	-	20,444	-	-	22,214
Highways and streets	-	-	-	146,605	-	202,906
Health and welfare	-	-	-	-	-	200
Culture and recreation	-	-	-	-	-	422
Total disbursements	111,147	73,042	159,674	471,772	352,242	5,613,928
Excess (deficiency) of receipts over disbursements	-	-	(3,155)	45,129	131,219	(1,123,263)
Other financing sources (uses):						
Other receipts	-	-	-	1,708	-	317,251
Total other financing sources (uses)	-	-	-	1,708	-	317,251
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	(3,155)	46,837	131,219	(806,012)
Cash and investment fund balance - beginning	-	-	65,409	474,992	32,192	3,734,047
Cash and investment fund balance - ending	\$ -	\$ -	\$ 62,254	\$ 521,829	\$ 163,411	\$ 2,928,035
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 562,405
Restricted assets:						
Cash and investments	-	-	62,254	521,829	163,411	2,365,630
Total cash and investment assets - ending	\$ -	\$ -	\$ 62,254	\$ 521,829	\$ 163,411	\$ 2,928,035
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 747,776
Public safety	-	-	-	-	-	719,695
Highways and streets	-	-	-	-	-	56,854
Health and welfare	-	-	-	-	-	79,134
Culture and recreation	-	-	-	-	-	14,677
Capital outlay	-	-	62,254	521,829	163,411	747,494
Unrestricted	-	-	-	-	-	562,405
Total cash and investment fund balance - ending	\$ -	\$ -	\$ 62,254	\$ 521,829	\$ 163,411	\$ 2,928,035

ORANGE COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PRIVATE-PURPOSE TRUST FUNDS
 For The Year Ended December 31, 2009

	<u>Congressional School Principal</u>	<u>Wolfe Cemetery</u>	<u>Totals</u>
Additions:			
Investment earnings:			
Interest	\$ -	\$ 378	\$ 378
Deductions:			
Administrative and general	<u>13,631</u>	<u>378</u>	<u>14,009</u>
Deficiency of total additions under total deductions	(13,631)	-	(13,631)
Cash and investment fund balance - beginning	<u>13,631</u>	<u>10,000</u>	<u>23,631</u>
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 10,000</u>	<u>\$ 10,000</u>

ORANGE 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 Trust	Tax Sale Surplus	Tax Sale Redemption	Surplus Tax	State Sales Disclosure Fee
Additions:							
Agency fund additions	\$ 7,382	\$ 1,730	\$ 2,223,592	\$ 193,482	\$ 4,692	\$ 28,851	\$ 5,000
Deductions:							
Agency fund deductions	-	29,602	2,461,748	19,587	3,601	18,992	2,633
Excess (deficiency) of total additions over total deductions	7,382	(27,872)	(238,156)	173,895	1,091	9,859	2,367
Cash and investment fund balance - beginning	43,700	27,872	786,547	54,668	(1)	6,968	17,717
Cash and investment fund balance - ending	<u>\$ 51,082</u>	<u>\$ -</u>	<u>\$ 548,391</u>	<u>\$ 228,563</u>	<u>\$ 1,090</u>	<u>\$ 16,827</u>	<u>\$ 20,084</u>

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

	Recorder	Inheritance Tax	Deferred Compensation	Withholding PERF	Withholding Federal Tax	Withholding State Tax	Withholding Social Security Tax
Additions:							
Agency fund additions	\$ 89,003	\$ 319,859	\$ 3,185	\$ 278,389	\$ 218,204	\$ 154,429	\$ 499,285
Deductions:							
Agency fund deductions	88,998	216,715	3,185	274,616	218,204	154,429	499,285
Excess (deficiency) of total additions over total deductions	5	103,144	-	3,773	-	-	-
Cash and investment fund balance - beginning	-	554	-	71,188	-	-	-
Cash and investment fund balance - ending	<u>\$ 5</u>	<u>\$ 103,698</u>	<u>\$ -</u>	<u>\$ 74,961</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	SIHO Health Insurance	Special Death Benefit	Education Plate	State Mortgage Fee	Welfare Trust	Tax Distribution	Treasurer
Additions:							
Agency fund additions	\$ 930,023	\$ 2,325	\$ 713	\$ 2,288	\$ -	\$ 13,403,971	\$ 13,236,157
Deductions:							
Agency fund deductions	931,156	2,325	713	2,431	1,184	13,403,971	13,198,073
Excess (deficiency) of total additions over total deductions	(1,133)	-	-	(143)	(1,184)	-	38,084
Cash and investment fund balance - beginning	5,198	1,768	-	3,435	1,184	3,452	208,248
Cash and investment fund balance - ending	<u>\$ 4,065</u>	<u>\$ 1,768</u>	<u>\$ -</u>	<u>\$ 3,292</u>	<u>\$ -</u>	<u>\$ 3,452</u>	<u>\$ 246,332</u>

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

	<u>Unemployment</u>	<u>American Family Insurance</u>	<u>Conseco Insurance</u>	<u>Garnishment</u>	<u>Pekin Life Insurance</u>	<u>AUL Retirement</u>
Additions:						
Agency fund additions	\$ 30,778	\$ 8,393	\$ 8,540	\$ 17,636	\$ 12,901	\$ 12,113
Deductions:						
Agency fund deductions	28,936	8,359	8,538	17,886	13,166	12,113
Excess (deficiency) of total additions over total deductions	1,842	34	2	(250)	(265)	-
Cash and investment fund balance - beginning	-	22	267	250	265	-
Cash and investment fund balance - ending	<u>\$ 1,842</u>	<u>\$ 56</u>	<u>\$ 269</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Boston Mutual Life Insurance	Broker Dental/Vision	Juvenile PUF	Adult Drug Testing	Prosecutor Drug Investigation	Sheriff
Additions:						
Agency fund additions	\$ 8,044	\$ -	\$ 2,610	\$ 1,350	\$ 981	\$ 119,906
Deductions:						
Agency fund deductions	8,044	-	2,610	1,590	100	119,906
Excess (deficiency) of total additions over total deductions	-	-	-	(240)	881	-
Cash and investment fund balance - beginning	-	58	15	270	157	-
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 58</u>	<u>\$ 15</u>	<u>\$ 30</u>	<u>\$ 1,038</u>	<u>\$ -</u>

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

	Sheriffs Inmate Trust	Sewer Tax	Tourism	Payroll Withholding Police Pension	HEA Homestead Credit	Riverboat Wagering Tax
Additions:						
Agency fund additions	\$ 145,843	\$ 3,783	\$ 686,591	\$ 27,177	\$ 140,990	\$ 1,656,338
Deductions:						
Agency fund deductions	150,033	3,022	929,999	26,849	151,938	1,679,413
Excess (deficiency) of total additions over total deductions	(4,190)	761	(243,408)	328	(10,948)	(23,075)
Cash and investment fund balance - beginning	13,045	-	500,242	2,167	12,959	237,695
Cash and investment fund balance - ending	<u>\$ 8,855</u>	<u>\$ 761</u>	<u>\$ 256,834</u>	<u>\$ 2,495</u>	<u>\$ 2,011</u>	<u>\$ 214,620</u>

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

	Fines and Forfeitures	Riverboat Admissions Tax	Children With Special Health Care Needs	Hospital Care for the Indigent	Medical Assistance to Wards	Totals
Additions:						
Agency fund additions	\$ 13,331	\$ 1,000,072	\$ 2,343	\$ 5,385	\$ 206	\$ 35,507,871
Deductions:						
Agency fund deductions	13,735	1,000,072	2,343	5,385	206	35,715,691
Excess (deficiency) of total additions over total deductions	(404)	-	-	-	-	(207,820)
Cash and investment fund balance - beginning	3,114	-	-	-	-	2,003,024
Cash and investment fund balance - ending	<u>\$ 2,710</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,795,204</u>

ORANGE COUNTY
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS
 For The Year Ended 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.

<u>Primary Government</u>	<u>Ending Balance</u>
Governmental activities:	
Capital assets, not being depreciated:	
Land	\$ 401,370
Infrastructure	2,959,493
Buildings	10,948,340
Machinery and equipment	<u>4,560,652</u>
Total governmental activities, capital assets not being depreciated	<u>\$ 18,869,855</u>

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

The County has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:		
Capital leases:		
Equipment	\$ 342,005	\$ 137,407
Notes and loans payable	210,704	112,346
Bonds payable:		
General obligation bonds:		
General revenue bond of 2003 - community building	541,107	52,110
Gaming tax revenue bonds of 2008 - courthouse renovation	2,200,000	187,606
General bond of 2008 - highway	<u>509,053</u>	<u>112,602</u>
Total governmental activities debt	<u>\$ 3,802,869</u>	<u>\$ 602,071</u>

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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

TO: THE OFFICIALS OF ORANGE COUNTY, INDIANA

Compliance

We have audited the compliance of Orange 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 County Commissioners, the County Council, 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

June 9, 2010

ORANGE 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 COMMERCE</u>			
Pass-Through Indiana Department of Homeland Security Public Safety Interoperable Communications Grant Program	11.555	2007-GS-H7-0041	\$ 73,042
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>			
Pass-Through Indiana Housing and Community Development Authority Community Development Block Grants/State's Program	14.228	HD-008-006	111,147
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Pass-Through Indiana Criminal Justice Institute Juvenile Accountability Block Grants	16.523	07-JB-023 16-JB-112	5,800 971
Total for program			6,771
Juvenile Justice and Delinquency Prevention - Allocation to States	16.540	07-JF-041	14,451
Total for federal grantor agency			21,222
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Pass-Through Indiana Department of Transportation Highway Planning and Construction Cluster Highway Planning and Construction Bridge Inspection	20.205	BR-NBIS-(562)	25,734
Formula Grants for Other Than Urbanized Areas	20.509	1802729C	183,047
Total for federal grantor agency			208,781
<u>U.S. DEPARTMENT OF EDUCATION</u>			
Pass-Through Indiana Department of Education Safe and Drug-Free Schools and Communities - State Grants	84.186	07-DFS-039	25,000
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana Department of Health Public Health Emergency Preparedness	93.069	H1N1 158-66 H1N1 158-67	14,596 3,802
Total for program			18,398
Centers for Disease Control and Prevention - Investigations and Technical Assistance Bioterrorism Preparedness and Response	93.283	BPRS 158-2	18,717
Pass-Through Indiana Department of Child Services Child Support Enforcement	93.563		71,407
Total for federal grantor agency			108,522
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Homeland Security Disaster Grants - Public Assistance	97.036	PA-05-IN-1828-PW-00240	25,581
Emergency Management Performance Grants	97.042		18,275
Total for federal grantor agency			43,856
Total federal awards expended			\$ 591,570

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

ORANGE COUNTY
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

I. Basis of Presentation

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

II. Subrecipients

Of the federal expenditures presented in the schedule, the County provided federal awards to subrecipients as follows for the year ended December 31, 2009:

Program Title	Federal CFDA Number	2009
Juvenile Accountability Block Grants	16.523	\$ 6,771
Juvenile Justice and Delinquency Prevention – Allocation to States	16.540	14,451
Formula Grants for Other Than Urbanized Areas	20.509	183,047
Community Development Block Grants/State's Program	14.228	111,147
Safe and Drug-Free Schools and Communities – State Grants	84.186	25,000

ORANGE 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
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.

ORANGE COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

ORANGE COUNTY
EXIT CONFERENCE

The contents of this report were discussed on June 9, 2010, with Diann Mathers, Auditor; Donald R. Crockett, President of the Board of County Commissioners; and John Noblitt, President of the County Council.