

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

ANNUAL FINANCIAL REPORT

2009

LAWRENCE COUNTY, INDIANA



**FILED**

08/10/2010



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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Billie J. Tumey	01-01-09 to 12-31-12
Treasurer	Debbie Thompson Paula R. Stewart	01-01-09 to 10-27-09 10-28-09 to 12-31-12
Clerk	Myron D. Rainey	01-01-09 to 12-31-12
Sheriff	Samuel J. Craig	01-01-07 to 12-31-10
Recorder	Jessica Allen	01-01-09 to 12-31-12
President of the Board of County Commissioners	Christopher May William Spreen	01-01-09 to 12-31-09 01-01-10 to 12-31-10
President of the County Council	Keith Dillman Steven Flores	01-01-09 to 12-31-09 01-01-10 to 12-31-10



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

TO: THE OFFICIALS OF LAWRENCE COUNTY, INDIANA

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

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

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

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

In our opinion, except that the omission of the component units of the County referred to in the preceding paragraph results in incomplete presentation, the financial statements referred to above present fairly, in all material respects, the respective cash and investment balances of the governmental activities, each major fund, and the aggregate remaining fund information of the County as of December 31, 2009, and the respective cash receipts and cash disbursements during the year then ended on the basis of accounting described in Note I.

In accordance with Government Auditing Standards, we have also issued a report dated June 29, 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

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

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

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

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

The Schedules of Funding Progress, 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 29, 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 LAWRENCE COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Lawrence 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 29, 2010. The opinions to the financial statements were qualified due to the omission of the component units of Lawrence County which results in incomplete presentation. 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, 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 29, 2010

LAWRENCE 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 (Disbursements) Receipts and Changes in Net Assets
	Disbursements	Charges for Services	Operating Grants and Contributions	Governmental Activities
Primary government:				
Governmental activities:				
General government	\$ 7,949,495	\$ 558,920	\$ 11,616	\$ (7,378,959)
Public safety	5,732,319	1,836,951	165,453	(3,729,915)
Highways and streets	3,827,256	-	3,098,809	(728,447)
Sanitation	8,294	220	-	(8,074)
Health and welfare	1,083,510	177,952	533,631	(371,927)
Culture and recreation	-	240,046	5,263	245,309
Principal and interest on indebtedness	1,126,377	-	-	(1,126,377)
 Total governmental activities	 <u>\$ 19,727,251</u>	 <u>\$ 2,814,089</u>	 <u>\$ 3,814,772</u>	 <u>(13,098,390)</u>
 General receipts:				
Property taxes				10,350,004
Intergovernmental				1,737,795
Other local sources				1,323,626
Grants and contributions not restricted to specific programs				221,814
Investment earnings				122,638
 Total general receipts				 <u>13,755,877</u>
 Change in net assets				 657,487
Net assets - beginning				<u>8,780,263</u>
Net assets - ending				<u>\$ 9,437,750</u>
 <u>Assets</u>				
Cash and investments				\$ 2,538,075
Restricted assets:				
Cash and investments				<u>6,899,675</u>
Total assets				<u>\$ 9,437,750</u>
 <u>Net Assets</u>				
Restricted for:				
General government				\$ 779,200
Public safety				1,266,435
Highways and streets				1,340,839
Health and welfare				216,195
Debt service				99,919
Capital outlay				2,755,251
Other purposes				441,836
Unrestricted				<u>2,538,075</u>
Total net assets				<u>\$ 9,437,750</u>

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

LAWRENCE 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	Cummulative Capital Development	Cumulative Bridge	Other Governmental Funds	Totals
<b>Receipts:</b>							
Taxes	\$ 7,232,552	\$ 964,518	\$ -	\$ 115,420	\$ 660,837	\$ 1,376,677	\$ 10,350,004
Licenses and permits	-	-	-	-	-	159,228	159,228
Intergovernmental	1,393,211	2,064,160	-	14,247	188,824	1,913,468	5,573,910
Charges for services	699,094	-	-	-	-	527,581	1,226,675
Fines and forfeits	615,246	-	-	-	-	812,940	1,428,186
Other	859,828	204,714	217,193	-	11,141	353,859	1,646,735
<b>Total receipts</b>	<b>10,799,931</b>	<b>3,233,392</b>	<b>217,193</b>	<b>129,667</b>	<b>860,802</b>	<b>5,143,753</b>	<b>20,384,738</b>
<b>Disbursements:</b>							
General government	6,898,560	-	97,404	107,404	-	807,160	7,910,528
Public safety	3,589,843	-	-	-	-	1,972,884	5,562,727
Highways and streets	-	2,811,376	-	-	569,399	155,912	3,536,687
Sanitation	8,294	-	-	-	-	-	8,294
Health and welfare	189,077	-	-	-	-	873,241	1,062,318
<b>Debt service:</b>							
Principal	-	-	-	-	-	678,506	678,506
Interest	-	-	-	-	-	447,871	447,871
<b>Capital outlay:</b>							
General government	14,962	-	-	-	-	24,005	38,967
Public safety	25,587	-	-	-	-	144,005	169,592
Highways and streets	-	9,456	-	-	144,583	136,530	290,569
Health and welfare	1,500	-	-	-	-	19,692	21,192
<b>Total disbursements</b>	<b>10,727,823</b>	<b>2,820,832</b>	<b>97,404</b>	<b>107,404</b>	<b>713,982</b>	<b>5,259,806</b>	<b>19,727,251</b>
Excess (deficiency) of receipts over disbursements	72,108	412,560	119,789	22,263	146,820	(116,053)	657,487
<b>Other financing sources (uses):</b>							
Transfers in	12,127	-	1,028,930	-	-	1,048,026	2,089,083
Transfers out	-	-	-	-	-	(2,089,083)	(2,089,083)
<b>Total other financing sources (uses)</b>	<b>12,127</b>	<b>-</b>	<b>1,028,930</b>	<b>-</b>	<b>-</b>	<b>(1,041,057)</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	84,235	412,560	1,148,719	22,263	146,820	(1,157,110)	657,487
Cash and investment fund balance - beginning	1,247,307	750,029	123,226	959,543	1,604,727	4,095,431	8,780,263
Cash and investment fund balance - ending	\$ 1,331,542	\$ 1,162,589	\$ 1,271,945	\$ 981,806	\$ 1,751,547	\$ 2,938,321	\$ 9,437,750
<b><u>Cash and Investment Assets - Ending</u></b>							
Cash and investments	\$ 1,331,542	\$ -	\$ 1,271,945	\$ -	\$ -	\$ (65,412)	\$ 2,538,075
<b>Restricted assets:</b>							
Cash and investments	-	1,162,589	-	981,806	1,751,547	3,003,733	6,899,675
<b>Total cash and investment assets - ending</b>	<b>\$ 1,331,542</b>	<b>\$ 1,162,589</b>	<b>\$ 1,271,945</b>	<b>\$ 981,806</b>	<b>\$ 1,751,547</b>	<b>\$ 2,938,321</b>	<b>\$ 9,437,750</b>
<b><u>Cash and Investment Fund Balance - Ending</u></b>							
<b>Restricted for:</b>							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 779,200	\$ 779,200
Public safety	-	-	-	-	-	1,266,435	1,266,435
Highways and streets	-	1,162,589	-	-	-	178,250	1,340,839
Health and welfare	-	-	-	-	-	216,195	216,195
Debt service	-	-	-	-	-	99,919	99,919
Capital outlay	-	-	-	981,806	1,751,547	21,898	2,755,251
Other purposes	-	-	-	-	-	441,836	441,836
Unrestricted	1,331,542	-	1,271,945	-	-	(65,412)	2,538,075
<b>Total cash and investment fund balance - ending</b>	<b>\$ 1,331,542</b>	<b>\$ 1,162,589</b>	<b>\$ 1,271,945</b>	<b>\$ 981,806</b>	<b>\$ 1,751,547</b>	<b>\$ 2,938,321</b>	<b>\$ 9,437,750</b>

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

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

	Pension Trust Funds	Private-Purpose Trust Fund	Agency Funds
Additions:			
Contributions:			
Employer	\$ 399,955	\$ -	
Investment earnings:			
Interest and dividends	76,084	-	
Gains (losses)	(114,884)	-	
Total investment earnings	(38,800)	-	
Total additions	361,155	-	
Deductions:			
Benefits	144,697	-	
Administrative and general	38,160	-	
Total deductions	182,857	-	
Excess of total additions over total deductions	178,298	-	
Cash and investment fund balance - beginning	2,460,779	15,582	
Cash and investment fund balance - ending	\$ 2,639,077	\$ 15,582	\$ 4,661,743

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

LAWRENCE 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:	Lawrence County
Blended Component Units:	Lawrence County Detention Center Holding Corporation Lawrence County Indiana Courthouse Annex Building Corporation
Discretely Presented Component Units:	Dunn Memorial Hospital Lawrence County Hospital Association Lawrence County Solid Waste Management District Lawrence County Tourism Commission

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

The Lawrence County Detention Center Holding Corporation, Lawrence County Indiana Courthouse Annex Building Corporation, Dunn Memorial Hospital, Lawrence County Hospital Association, Lawrence County Solid Waste Management District, and Lawrence County Tourism Commission have been omitted from these financial statements. Accordingly, the financial statements do not include the data of all of the County's component units necessary to fairly present the financial position of the County.

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.

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. There are no business type activities to report at this time.

LAWRENCE COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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.

The rainy day fund is a dedicated fund to be used for emergencies as the Lawrence County Council determines an emergency exists.

The cumulative capital development fund receives collections from the taxes that the County levies on the assessed valuation of all taxable personal and real property within the County. The taxes collected may be used for the cost of repairs or purchase of equipment, machinery, or buildings.

The cumulative bridge fund accounts for the collection of taxes and other related fees. The principal uses are for the maintenance, repair, and preservation of County bridges.

Additionally, the County reports the following fund types:

The pension trust funds account for the activities of the sheriff pension trust and sheriff 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 county school corporations.

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.

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.

LAWRENCE COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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

4. Capital Assets

Capital assets arising from cash transactions acquired for use in governmental 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 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.

LAWRENCE COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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.

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.

LAWRENCE COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

II. Stewardship, Compliance and Accountability

A. Budgetary Information

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

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

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

B. Disbursements in Excess of Appropriations

For the year ended December 31, 2009, disbursements exceeded budgeted appropriations in the following fund by the amount below:

<u>Fund</u>	<u>2009</u>
Aviation	<u>\$ 86,061</u>

These disbursements were funded by available fund balances.

C. 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 and state statute:

LAWRENCE COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Fund	2009
JDAP 10	\$ 4,656
OVWI Drug Court	10,779
Compas	424
Pathways to Recovery	22,827
Safe Haven NLCS Grant	3,672
Victim Assistance	20,871
JDAP 12	2,183
HEA 1001 State Homestead Credit	2,430

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 \$17,013,394. The bank balances were insured by the Federal Deposit Insurance Corporation or the Public Deposit Insurance Fund, which covers all public funds held in approved depositories.

2. Investments

As of December 31, 2009, the County and the Sheriff's Retirement and Benefit Plan had the following investments:

Investment Type	Sheriff's Retirement and Benefit Pension Plans
U.S. treasuries and securities	\$ 295,885
U.S. agencies	220,695
Mutual bond funds	185,315
Corporate bonds	440,417
Corporate stocks	1,442,052
 Total	 \$ <u>2,584,364</u>

LAWRENCE COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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 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.

LAWRENCE COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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	\$ 62,654	\$ 129,474	\$ 103,757
U.S. agencies	-	103,647	117,048
Corporate bonds	12,733	194,714	232,970
Totals	<u>\$ 75,387</u>	<u>\$ 427,835</u>	<u>\$ 453,775</u>

Credit Risk

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

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

Sheriff's Retirement and Benefit Pension Plans:

Standard and Poor's Rating	Corporate Bonds	Government Sponsored Enterprise
AAA	\$ 47,929	\$ 220,695
AA	104,627	-
A	223,353	-
BBB	64,508	-
Totals	<u>\$ 440,417</u>	<u>\$ 220,695</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 adopted a policy for credit risk. The policy states that investments will have no more than 36% of U. S. equities, 20% international equities, 7% short-term bonds, 30% intermediate term bonds, 4% managed futures 3% cash and cash equivalents is 3%.

LAWRENCE COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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.

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	\$ 12,127
Other governmental funds	Rainy Day	1,028,930
Other governmental funds	Other governmental funds	1,048,026
Total		\$ 2,089,083

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

C. Restatements and Reclassifications

For the year ended December 31, 2008, certain changes have been made to the financial statements to more appropriately reflect financial activity of the County. The following schedule presents a summary of restated beginning balances by opinion unit. Prior period adjustments represent the balance of the Aviation Checking that was not reported for 2008.

Opinion Unit	Balance as Reported December 31, 2008	Fund Reclassification	Balance as Restated January 1, 2009
Agency Funds	\$ 3,604,811	\$ 25,219	\$ 3,630,030

IV. Other Information

A. Risk Management

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

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

LAWRENCE COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Medical Benefits to Employees

The County has chosen to establish a risk financing fund for risks associated with medical insurance. The risk financing fund is accounted for in a sub account of the Payroll Fund, where assets are set aside for claim settlements. An excess policy through commercial insurance covers individual claims in excess of \$50,000 per year. Settled claims resulting from this risk did not exceed commercial insurance coverage in the past three years. Interfund premiums are paid into the fund by all affected funds and are available to pay claims, claim reserves, and administrative costs of the program. Interfund premiums are based upon an overall premium percentage which is applied to each affected fund and are reported as quasi-external interfund transactions.

Job Related Illnesses or Injuries to Employees

During 2001, the County joined with other governmental entities in the Indiana Public Employer's Plan, Inc. (IPEP), a public entity risk pool currently operating as a common risk management and insurance program for member governmental entities. This risk pool was formed in 1989, for the purpose of providing a medium for the funding and administration of Workers Compensation and Employers Liability. The County pays an annual premium to the risk pool for its Workers Compensation and Employers Liability coverage. The risk pool is considered a self-sustaining risk pool that will provide coverage for its members for up to \$1,000,000 per insured event.

B. Holding Corporations

The County has entered into a capital lease with Lawrence County Detention Center 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 totaled \$680,000.

The County has entered into a capital lease with Lawrence County Indiana Courthouse Annex Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the County. The lessor has been determined to be a related party of the County. Lease payments during the year totaled \$259,204.

C. Subsequent Events

On January 5, 2010, the County signed a Community Development Block Grant agreement for grant number CF-09-211. This grant was for a Perry Township fire truck. The grant amount was \$150,000.

On June 15, 2010, the County Council and County Commissioners signed an asset acquisition agreement with St. Vincent Health, Inc, an Indiana nonprofit corporation, for the sale of Dunn Memorial Hospital. The asset acquisition agreement states that substantially all of the hospital assets will be sold for a purchase price in excess of \$7,000,000. The date of the sale was June 16, 2010.

D. Termination Benefits

A retirement incentive in the amount of \$5,000 was offered to employees and three employees accepted the offer.

LAWRENCE COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

E. Receipts Pledged in Connection with Dunn Memorial Hospital

The County has pledged, as security for bonds issued by Lawrence County Hospital Association, ad valorem property taxes to be levied on all taxable property in the County to the extent that Dunn Memorial Hospital's net revenues are insufficient to pay lease rentals and the hospital becomes delinquent on the repayment of the loan. The bonds were issued by the Lawrence County Hospital Association in 2009 in the amount of \$8,000,000 for hospital renovation and expansion, and are payable through 2029.

F. Pension Plans

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

1. Public Employees' Retirement Fund

Plan Description

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

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

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

Funding Policy

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

2. County Police Retirement Plan

Plan Description

The County contributes to the County Police Retirement Plan, which is a single-employer defined benefit pension plan. With the approval of the County's fiscal body, the plan is administered by the sheriff's department and an appointed trustee as authorized by state statute (IC 36-8-10-12) for full-time police officers. The plan provides retirement, death, and

LAWRENCE COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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

Funding Policy and Annual Pension Cost

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

3. County Police Benefit Plan

Plan Description

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

Funding Policy and Annual Pension Cost

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

Actuarial Information for the Above Plans

	<u>PERF</u>	<u>County Police Retirement Plan</u>	<u>County Police Benefit Plan</u>
Annual required contribution	\$ 410,781	\$ 315,489	\$ 62,261
Interest on net pension obligation	3,615	4,093	-
Adjustment to annual required contribution	<u>(4,120)</u>	<u>(6,855)</u>	<u>-</u>
Annual pension cost	410,276	312,727	62,261
Contributions made	<u>407,276</u>	<u>315,489</u>	<u>62,261</u>
Increase (decrease) in net pension obligation	3,000	(2,762)	-
Net pension obligation, beginning of year	<u>49,862</u>	<u>58,477</u>	<u>-</u>
Net pension obligation, end of year	<u>\$ 52,862</u>	<u>\$ 55,715</u>	<u>\$ -</u>

LAWRENCE 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	\$ 5,825,682	\$ 6,263,426	\$ (437,744)	93%	\$ 5,527,906	(8%)
07-01-08	6,508,608	7,127,728	(619,120)	91%	5,868,303	(11%)
07-01-09	6,068,134	7,104,811	(1,036,677)	85%	6,276,492	(17%)

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)
10-01-03	\$ 1,641,095	\$ 1,641,095	\$ -	100%	\$ 881,157	0%
10-01-04	1,690,515	1,690,515	-	100%	949,796	0%
10-01-05	1,925,196	1,925,196	-	100%	965,015	0%
10-01-06	2,174,864	2,919,918	(745,054)	74%	1,000,987	(74%)
01-01-08	2,624,181	3,420,604	(796,423)	77%	947,656	(84%)
01-01-09	2,583,179	3,317,356	(734,177)	78%	911,012	(81%)

LAWRENCE 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	Aviation	Sheriff Accident Reports	Sheriff Firearms Licenses	Health	ADAPT User Fees
<b>Receipts:</b>						
Taxes	\$ -	\$ 33,947	\$ -	\$ -	\$ 179,920	\$ -
Licenses and permits	-	-	-	-	154,730	-
Intergovernmental	404,136	4,191	-	-	2,141	-
Charges for services	-	44,045	1,955	33,950	-	125,867
Fines and forfeits	-	-	-	-	-	-
Other	-	90,389	-	-	-	-
<b>Total receipts</b>	<b>404,136</b>	<b>172,572</b>	<b>1,955</b>	<b>33,950</b>	<b>336,791</b>	<b>125,867</b>
<b>Disbursements:</b>						
General government	-	160,835	-	-	-	-
Public safety	-	-	6,661	24,876	-	154,587
Highways and streets	155,912	-	-	-	-	-
Health and welfare	-	-	-	-	296,946	-
<b>Debt service:</b>						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
<b>Capital outlay:</b>						
General government	-	20,514	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	136,530	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
<b>Total disbursements</b>	<b>292,442</b>	<b>181,349</b>	<b>6,661</b>	<b>24,876</b>	<b>296,946</b>	<b>154,587</b>
Excess (deficiency) of receipts over disbursements	111,694	(8,777)	(4,706)	9,074	39,845	(28,720)
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	111,694	(8,777)	(4,706)	9,074	39,845	(28,720)
Cash and investment fund balance - beginning	66,556	46,790	9,718	36,769	(10,059)	29,985
Cash and investment fund balance - ending	\$ 178,250	\$ 38,013	\$ 5,012	\$ 45,843	\$ 29,786	\$ 1,265
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Restricted assets:</b>						
Cash and investments	178,250	38,013	5,012	45,843	29,786	1,265
<b>Total cash and investment assets - ending</b>	<b>\$ 178,250</b>	<b>\$ 38,013</b>	<b>\$ 5,012</b>	<b>\$ 45,843</b>	<b>\$ 29,786</b>	<b>\$ 1,265</b>
<b>Cash and Investment Fund Balance - Ending</b>						
<b>Restricted for:</b>						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	5,012	45,843	-	1,265
Highways and streets	178,250	-	-	-	-	-
Health and welfare	-	-	-	-	29,786	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other purposes	-	38,013	-	-	-	-
Unrestricted	-	-	-	-	-	-
<b>Total cash and investment fund balance - ending</b>	<b>\$ 178,250</b>	<b>\$ 38,013</b>	<b>\$ 5,012</b>	<b>\$ 45,843</b>	<b>\$ 29,786</b>	<b>\$ 1,265</b>

LAWRENCE 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 Donations	Crime Control	Law Enforcement Continuing Education	Clerk's Perpetuation Fund	Deferral Program Fees	LEP Subgrant FEMA Planning
<b>Receipts:</b>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	1,630	-	-	-	-	-
Fines and forfeits	-	28,032	1,216	21,797	39,570	-
Other	-	-	-	-	-	-
<b>Total receipts</b>	<u>1,630</u>	<u>28,032</u>	<u>1,216</u>	<u>21,797</u>	<u>39,570</u>	<u>-</u>
<b>Disbursements:</b>						
General government	-	-	-	26,172	-	-
Public safety	161	37,774	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	55,746	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
<b>Total disbursements</b>	<u>161</u>	<u>37,774</u>	<u>-</u>	<u>26,172</u>	<u>55,746</u>	<u>-</u>
<b>Excess (deficiency) of receipts over disbursements</b>	<u>1,469</u>	<u>(9,742)</u>	<u>1,216</u>	<u>(4,375)</u>	<u>(16,176)</u>	<u>-</u>
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses</b>	<u>1,469</u>	<u>(9,742)</u>	<u>1,216</u>	<u>(4,375)</u>	<u>(16,176)</u>	<u>-</u>
<b>Cash and investment fund balance - beginning</b>	<u>1,803</u>	<u>10,685</u>	<u>1,883</u>	<u>8,007</u>	<u>18,308</u>	<u>16</u>
<b>Cash and investment fund balance - ending</b>	<u>\$ 3,272</u>	<u>\$ 943</u>	<u>\$ 3,099</u>	<u>\$ 3,632</u>	<u>\$ 2,132</u>	<u>\$ 16</u>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	<u>3,272</u>	<u>943</u>	<u>3,099</u>	<u>3,632</u>	<u>2,132</u>	<u>16</u>
<b>Total cash and investment assets - ending</b>	<u>\$ 3,272</u>	<u>\$ 943</u>	<u>\$ 3,099</u>	<u>\$ 3,632</u>	<u>\$ 2,132</u>	<u>\$ 16</u>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ 3,632	\$ -	\$ -
Public safety	3,272	943	3,099	-	2,132	16
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-
<b>Total cash and investment fund balance - ending</b>	<u>\$ 3,272</u>	<u>\$ 943</u>	<u>\$ 3,099</u>	<u>\$ 3,632</u>	<u>\$ 2,132</u>	<u>\$ 16</u>

LAWRENCE 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 Fund	Emergency Management	Juvenile Probation	Adult Probation	Recorder Perpetuation Fund
<b>Receipts:</b>						
Taxes	\$ -	\$ -	\$ 15,842	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	1,956	-	-	-
Charges for services	-	-	-	-	-	46,957
Fines and forfeits	304,292	52,053	-	20,042	110,037	-
Other	-	-	18,698	-	-	-
<b>Total receipts</b>	<u>304,292</u>	<u>52,053</u>	<u>36,496</u>	<u>20,042</u>	<u>110,037</u>	<u>46,957</u>
<b>Disbursements:</b>						
General government	-	-	-	-	-	60,589
Public safety	308,117	65,559	43,937	22,137	115,251	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	2,371	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
<b>Total disbursements</b>	<u>308,117</u>	<u>65,559</u>	<u>46,308</u>	<u>22,137</u>	<u>115,251</u>	<u>60,589</u>
Excess (deficiency) of receipts over disbursements	<u>(3,825)</u>	<u>(13,506)</u>	<u>(9,812)</u>	<u>(2,095)</u>	<u>(5,214)</u>	<u>(13,632)</u>
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<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>(3,825)</u>	<u>(13,506)</u>	<u>(9,812)</u>	<u>(2,095)</u>	<u>(5,214)</u>	<u>(13,632)</u>
Cash and investment fund balance - beginning	<u>198,302</u>	<u>85,769</u>	<u>61,503</u>	<u>2,099</u>	<u>5,218</u>	<u>71,655</u>
Cash and investment fund balance - ending	<u>\$ 194,477</u>	<u>\$ 72,263</u>	<u>\$ 51,691</u>	<u>\$ 4</u>	<u>\$ 4</u>	<u>\$ 58,023</u>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	<u>194,477</u>	<u>72,263</u>	<u>51,691</u>	<u>4</u>	<u>4</u>	<u>58,023</u>
<b>Total cash and investment assets - ending</b>	<u>\$ 194,477</u>	<u>\$ 72,263</u>	<u>\$ 51,691</u>	<u>\$ 4</u>	<u>\$ 4</u>	<u>\$ 58,023</u>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 58,023
Public safety	194,477	72,263	51,691	4	4	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-
<b>Total cash and investment fund balance - ending</b>	<u>\$ 194,477</u>	<u>\$ 72,263</u>	<u>\$ 51,691</u>	<u>\$ 4</u>	<u>\$ 4</u>	<u>\$ 58,023</u>

LAWRENCE 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)

	User Fee	Family And Children	Lawrence County Health Maintenance Fund	Community Corrections	Pretrial Diversion	Guardian Ad Litem User Fee
<b>Receipts:</b>						
Taxes	\$ -	\$ 32,015	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	76,449	33,139	126,337	-	11,616
Charges for services	-	22,128	-	-	-	-
Fines and forfeits	11,882	-	-	-	36,170	-
Other	-	-	-	-	-	-
<b>Total receipts</b>	<b>11,882</b>	<b>130,592</b>	<b>33,139</b>	<b>126,337</b>	<b>36,170</b>	<b>11,616</b>
<b>Disbursements:</b>						
General government	6,562	-	-	-	-	16,088
Public safety	-	-	-	103,747	22,073	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	247,895	18,481	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	6,263	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
<b>Total disbursements</b>	<b>6,562</b>	<b>247,895</b>	<b>18,481</b>	<b>103,747</b>	<b>28,336</b>	<b>16,088</b>
Excess (deficiency) of receipts over disbursements	5,320	(117,303)	14,658	22,590	7,834	(4,472)
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	(1,028,930)	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(1,028,930)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	5,320	(1,146,233)	14,658	22,590	7,834	(4,472)
Cash and investment fund balance - beginning	113,939	1,146,233	57,760	21,502	19,004	10,045
Cash and investment fund balance - ending	\$ 119,259	\$ -	\$ 72,418	\$ 44,092	\$ 26,838	\$ 5,573
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	119,259	-	72,418	44,092	26,838	5,573
<b>Total cash and investment assets - ending</b>	<b>\$ 119,259</b>	<b>\$ -</b>	<b>\$ 72,418</b>	<b>\$ 44,092</b>	<b>\$ 26,838</b>	<b>\$ 5,573</b>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
General government	\$ 119,259	\$ -	\$ -	\$ -	\$ -	\$ 5,573
Public safety	-	-	-	44,092	26,838	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	72,418	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-
<b>Total cash and investment fund balance - ending</b>	<b>\$ 119,259</b>	<b>\$ -</b>	<b>\$ 72,418</b>	<b>\$ 44,092</b>	<b>\$ 26,838</b>	<b>\$ 5,573</b>

LAWRENCE 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)

	Auditor Transfer Fees	Community Corrections (Misdemeanant)	Surveyor Corner Fund	Jury Fee Fund	HAVA Title III	Bio- Terrorism District Grant
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	52,550	-	-	-	-
Charges for services	9,600	-	8,690	-	-	-
Fines and forfeits	-	-	-	6,800	-	-
Other	-	-	-	-	-	-
<b>Total receipts</b>	<b>9,600</b>	<b>52,550</b>	<b>8,690</b>	<b>6,800</b>	<b>-</b>	<b>-</b>
Disbursements:						
General government	8,835	-	108	-	-	-
Public safety	-	2,345	-	10,613	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	25,453	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
<b>Total disbursements</b>	<b>8,835</b>	<b>27,798</b>	<b>108</b>	<b>10,613</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts over disbursements	765	24,752	8,582	(3,813)	-	-
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	765	24,752	8,582	(3,813)	-	-
Cash and investment fund balance - beginning	14,085	24,677	24,590	5,164	4,839	66
Cash and investment fund balance - ending	<u>\$ 14,850</u>	<u>\$ 49,429</u>	<u>\$ 33,172</u>	<u>\$ 1,351</u>	<u>\$ 4,839</u>	<u>\$ 66</u>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	14,850	49,429	33,172	1,351	4,839	66
<b>Total cash and investment assets - ending</b>	<b>\$ 14,850</b>	<b>\$ 49,429</b>	<b>\$ 33,172</b>	<b>\$ 1,351</b>	<b>\$ 4,839</b>	<b>\$ 66</b>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
General government	\$ 14,850	\$ -	\$ 33,172	\$ -	\$ 4,839	\$ -
Public safety	-	49,429	-	1,351	-	66
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-
<b>Total cash and investment fund balance - ending</b>	<b>\$ 14,850</b>	<b>\$ 49,429</b>	<b>\$ 33,172</b>	<b>\$ 1,351</b>	<b>\$ 4,839</b>	<b>\$ 66</b>

LAWRENCE 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)

	Bio-Terrorism District Part 2	Homeland Security 2006	Work Release Fund	Project Income	Tobacco Settlement	Levy Excess Fund
<b>Receipts:</b>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 122,209
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	134,660	51,058	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	-	-	-	-
<b>Total receipts</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>134,660</b>	<b>51,058</b>	<b>122,209</b>
<b>Disbursements:</b>						
General government	-	-	-	-	-	43,243
Public safety	-	-	-	112,624	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	15,537	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	2,341	-
<b>Total disbursements</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>112,624</b>	<b>17,878</b>	<b>43,243</b>
<b>Excess (deficiency) of receipts over disbursements</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>22,036</b>	<b>33,180</b>	<b>78,966</b>
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>22,036</b>	<b>33,180</b>	<b>78,966</b>
<b>Cash and investment fund balance - beginning</b>	<b>1,092</b>	<b>72</b>	<b>63,144</b>	<b>189,761</b>	<b>4,270</b>	<b>-</b>
<b>Cash and investment fund balance - ending</b>	<b>\$ 1,092</b>	<b>\$ 72</b>	<b>\$ 63,144</b>	<b>\$ 211,797</b>	<b>\$ 37,450</b>	<b>\$ 78,966</b>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	1,092	72	63,144	211,797	37,450	78,966
<b>Total cash and investment assets - ending</b>	<b>\$ 1,092</b>	<b>\$ 72</b>	<b>\$ 63,144</b>	<b>\$ 211,797</b>	<b>\$ 37,450</b>	<b>\$ 78,966</b>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 78,966
Public safety	1,092	72	63,144	211,797	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	37,450	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-
<b>Total cash and investment fund balance - ending</b>	<b>\$ 1,092</b>	<b>\$ 72</b>	<b>\$ 63,144</b>	<b>\$ 211,797</b>	<b>\$ 37,450</b>	<b>\$ 78,966</b>

LAWRENCE 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)

	Coroners Education Fund	Operation Pullover	Children Psychiatric Residential Treatment	County Adult Offender Interstate	Public Defender Services Fund	Wireless 911 Fund
<b>Receipts:</b>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	4,498	-	-	-	-	-
Intergovernmental	-	9,185	-	-	-	-
Charges for services	-	-	-	-	-	164,922
Fines and forfeits	-	-	-	-	-	-
Other	-	-	-	-	180	-
<b>Total receipts</b>	<b>4,498</b>	<b>9,185</b>	<b>-</b>	<b>-</b>	<b>180</b>	<b>164,922</b>
<b>Disbursements:</b>						
General government	-	-	-	-	-	-
Public safety	4,498	9,087	-	-	-	50,287
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	143,662	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	450	-	53,722
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
<b>Total disbursements</b>	<b>4,498</b>	<b>9,087</b>	<b>143,662</b>	<b>450</b>	<b>-</b>	<b>104,009</b>
Excess (deficiency) of receipts over disbursements	-	98	(143,662)	(450)	180	60,913
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	98	(143,662)	(450)	180	60,913
Cash and investment fund balance - beginning	-	5,488	143,662	450	21,309	191,894
Cash and investment fund balance - ending	\$ -	\$ 5,586	\$ -	\$ -	\$ 21,489	\$ 252,807
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	-	5,586	-	-	21,489	252,807
<b>Total cash and investment assets - ending</b>	<b>\$ -</b>	<b>\$ 5,586</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 21,489</b>	<b>\$ 252,807</b>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	5,586	-	-	21,489	252,807
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-
<b>Total cash and investment fund balance - ending</b>	<b>\$ -</b>	<b>\$ 5,586</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 21,489</b>	<b>\$ 252,807</b>

LAWRENCE 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)

	Circuit Court Bail and Pretrial Services Agency	Superior Court I Bail and Pretrial Services Agency	Superior Court II Bail and Pretrial Services Agency	Probation Administrative Fee	Extension Office Donation	Sheriff Pension Fund
<b>Receipts:</b>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	2,635	10,798	21,604	37,405	-	-
Other	-	-	-	-	-	22,163
<b>Total receipts</b>	<u>2,635</u>	<u>10,798</u>	<u>21,604</u>	<u>37,405</u>	<u>-</u>	<u>22,163</u>
<b>Disbursements:</b>						
General government	-	-	-	-	-	-
Public safety	8,160	6,585	23,041	34,711	-	22,163
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
<b>Total disbursements</b>	<u>8,160</u>	<u>6,585</u>	<u>23,041</u>	<u>34,711</u>	<u>-</u>	<u>22,163</u>
Excess (deficiency) of receipts over disbursements	<u>(5,525)</u>	<u>4,213</u>	<u>(1,437)</u>	<u>2,694</u>	<u>-</u>	<u>-</u>
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<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>(5,525)</u>	<u>4,213</u>	<u>(1,437)</u>	<u>2,694</u>	<u>-</u>	<u>-</u>
Cash and investment fund balance - beginning	<u>9,864</u>	<u>5,705</u>	<u>1,846</u>	<u>-</u>	<u>424</u>	<u>-</u>
Cash and investment fund balance - ending	<u>\$ 4,339</u>	<u>\$ 9,918</u>	<u>\$ 409</u>	<u>\$ 2,694</u>	<u>\$ 424</u>	<u>\$ -</u>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	<u>4,339</u>	<u>9,918</u>	<u>409</u>	<u>2,694</u>	<u>424</u>	<u>-</u>
<b>Total cash and investment assets - ending</b>	<u>\$ 4,339</u>	<u>\$ 9,918</u>	<u>\$ 409</u>	<u>\$ 2,694</u>	<u>\$ 424</u>	<u>\$ -</u>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ 424	\$ -
Public safety	4,339	9,918	409	2,694	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-
<b>Total cash and investment fund balance - ending</b>	<u>\$ 4,339</u>	<u>\$ 9,918</u>	<u>\$ 409</u>	<u>\$ 2,694</u>	<u>\$ 424</u>	<u>\$ -</u>

LAWRENCE 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)

	Aviation Fuel Fund	County Bonds	Bio- Terrorism Preparedness	Runway Paving Grant	Family Relations Fund	Reassessment
<b>Receipts:</b>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 152,762
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	590,883	-	18,856
Charges for services	21,927	-	-	-	-	-
Fines and forfeits	-	-	-	-	11,750	-
Other	-	-	-	-	-	615
<b>Total receipts</b>	<b>21,927</b>	<b>-</b>	<b>-</b>	<b>590,883</b>	<b>11,750</b>	<b>172,233</b>
<b>Disbursements:</b>						
General government	-	-	-	210,446	-	127,484
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	11,925	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	2,967
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
<b>Total disbursements</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>210,446</b>	<b>11,925</b>	<b>130,451</b>
<b>Excess (deficiency) of receipts over disbursements</b>	<b>21,927</b>	<b>-</b>	<b>-</b>	<b>380,437</b>	<b>(175)</b>	<b>41,782</b>
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses</b>	<b>21,927</b>	<b>-</b>	<b>-</b>	<b>380,437</b>	<b>(175)</b>	<b>41,782</b>
Cash and investment fund balance - beginning	-	141	1,240	1,459	3,373	362,161
Cash and investment fund balance - ending	<u>\$ 21,927</u>	<u>\$ 141</u>	<u>\$ 1,240</u>	<u>\$ 381,896</u>	<u>\$ 3,198</u>	<u>\$ 403,943</u>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	21,927	141	1,240	381,896	3,198	403,943
<b>Total cash and investment assets - ending</b>	<u>\$ 21,927</u>	<u>\$ 141</u>	<u>\$ 1,240</u>	<u>\$ 381,896</u>	<u>\$ 3,198</u>	<u>\$ 403,943</u>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 403,943
Public safety	-	-	1,240	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	3,198	-
Debt service	-	141	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other purposes	21,927	-	-	381,896	-	-
Unrestricted	-	-	-	-	-	-
<b>Total cash and investment fund balance - ending</b>	<u>\$ 21,927</u>	<u>\$ 141</u>	<u>\$ 1,240</u>	<u>\$ 381,896</u>	<u>\$ 3,198</u>	<u>\$ 403,943</u>

LAWRENCE 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)

	Levy Excess Welfare	Investigator's Cash Fund	Local Emergency Planning	Accident Investigation Fund	JDAP10	Lawrence County Police Training Fund
<b>Receipts:</b>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	4,382	-	8,264	-
Charges for services	-	-	-	2,395	-	800
Fines and forfeits	-	-	-	-	-	-
Other	-	-	-	-	-	-
<b>Total receipts</b>	<b>-</b>	<b>-</b>	<b>4,382</b>	<b>2,395</b>	<b>8,264</b>	<b>800</b>
<b>Disbursements:</b>						
General government	-	-	-	-	-	-
Public safety	-	-	2,158	-	12,920	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
<b>Debt service:</b>						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
<b>Capital outlay:</b>						
General government	-	-	-	524	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
<b>Total disbursements</b>	<b>-</b>	<b>-</b>	<b>2,158</b>	<b>524</b>	<b>12,920</b>	<b>-</b>
<b>Excess (deficiency) of receipts over disbursements</b>	<b>-</b>	<b>-</b>	<b>2,224</b>	<b>1,871</b>	<b>(4,656)</b>	<b>800</b>
<b>Other financing sources (uses):</b>						
Transfers in	1,028,930	-	-	-	-	-
Transfers out	(1,028,930)	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses</b>	<b>-</b>	<b>-</b>	<b>2,224</b>	<b>1,871</b>	<b>(4,656)</b>	<b>800</b>
<b>Cash and investment fund balance - beginning</b>	<b>-</b>	<b>572</b>	<b>19,564</b>	<b>3,065</b>	<b>-</b>	<b>10,927</b>
<b>Cash and investment fund balance - ending</b>	<b>\$ -</b>	<b>\$ 572</b>	<b>\$ 21,788</b>	<b>\$ 4,936</b>	<b>\$ (4,656)</b>	<b>\$ 11,727</b>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ (4,656)	\$ -
<b>Restricted assets:</b>						
Cash and investments	-	572	21,788	4,936	-	11,727
<b>Total cash and investment assets - ending</b>	<b>\$ -</b>	<b>\$ 572</b>	<b>\$ 21,788</b>	<b>\$ 4,936</b>	<b>\$ (4,656)</b>	<b>\$ 11,727</b>
<b>Cash and Investment Fund Balance - Ending</b>						
<b>Restricted for:</b>						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	572	21,788	4,936	-	11,727
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-
<b>Unrestricted</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(4,656)</b>	<b>-</b>
<b>Total cash and investment fund balance - ending</b>	<b>\$ -</b>	<b>\$ 572</b>	<b>\$ 21,788</b>	<b>\$ 4,936</b>	<b>\$ (4,656)</b>	<b>\$ 11,727</b>

LAWRENCE 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 Transitional Program	Non Violence Program Probation	OVWI Drug Court	Alternative Dispute Resolution	JCS Juvenile Community Service	Public Health Cordinator Grant
<b>Receipts:</b>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	3,480	-	-	-	-	20,208
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	16,484	67,172	6,420	3,035	-
Other	-	-	-	-	-	-
<b>Total receipts</b>	<b>3,480</b>	<b>16,484</b>	<b>67,172</b>	<b>6,420</b>	<b>3,035</b>	<b>20,208</b>
<b>Disbursements:</b>						
General government	-	-	-	-	-	-
Public safety	3,480	20,830	78,309	9,600	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	8,115
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	17,351
<b>Total disbursements</b>	<b>3,480</b>	<b>20,830</b>	<b>78,309</b>	<b>9,600</b>	<b>-</b>	<b>25,466</b>
Excess (deficiency) of receipts over disbursements	-	(4,346)	(11,137)	(3,180)	3,035	(5,258)
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(4,346)	(11,137)	(3,180)	3,035	(5,258)
Cash and investment fund balance - beginning	3,195	5,594	358	18,100	15,225	7,233
Cash and investment fund balance - ending	<u>\$ 3,195</u>	<u>\$ 1,248</u>	<u>\$ (10,779)</u>	<u>\$ 14,920</u>	<u>\$ 18,260</u>	<u>\$ 1,975</u>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ -	\$ -	\$ (10,779)	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	3,195	1,248	-	14,920	18,260	1,975
<b>Total cash and investment assets - ending</b>	<u>\$ 3,195</u>	<u>\$ 1,248</u>	<u>\$ (10,779)</u>	<u>\$ 14,920</u>	<u>\$ 18,260</u>	<u>\$ 1,975</u>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	3,195	1,248	-	14,920	18,260	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	1,975
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-
Unrestricted	-	-	(10,779)	-	-	-
<b>Total cash and investment fund balance - ending</b>	<u>\$ 3,195</u>	<u>\$ 1,248</u>	<u>\$ (10,779)</u>	<u>\$ 14,920</u>	<u>\$ 18,260</u>	<u>\$ 1,975</u>

LAWRENCE 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 Supreme Court Grant	Compas	National Forest Fund	Drug Seizure Fund	JADAP	ISP Marijuana Extrication
<b>Receipts:</b>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	5,000	-	5,263	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	3,746	-	-	-	-
Other	-	-	-	-	-	-
<b>Total receipts</b>	<b>5,000</b>	<b>3,746</b>	<b>5,263</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Disbursements:</b>						
General government	1,928	3,969	3,000	-	-	-
Public safety	-	-	-	20,175	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
<b>Total disbursements</b>	<b>1,928</b>	<b>3,969</b>	<b>3,000</b>	<b>20,175</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of receipts over disbursements</b>	<b>3,072</b>	<b>(223)</b>	<b>2,263</b>	<b>(20,175)</b>	<b>-</b>	<b>-</b>
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	(5,231)	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(5,231)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses</b>	<b>3,072</b>	<b>(5,454)</b>	<b>2,263</b>	<b>(20,175)</b>	<b>-</b>	<b>-</b>
<b>Cash and investment fund balance - beginning</b>	<b>-</b>	<b>5,030</b>	<b>(2,263)</b>	<b>32,039</b>	<b>5,702</b>	<b>77</b>
<b>Cash and investment fund balance - ending</b>	<b>\$ 3,072</b>	<b>\$ (424)</b>	<b>\$ -</b>	<b>\$ 11,864</b>	<b>\$ 5,702</b>	<b>\$ 77</b>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ -	\$ (424)	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	3,072	-	-	11,864	5,702	77
<b>Total cash and investment assets - ending</b>	<b>\$ 3,072</b>	<b>\$ (424)</b>	<b>\$ -</b>	<b>\$ 11,864</b>	<b>\$ 5,702</b>	<b>\$ 77</b>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
General government	\$ 3,072	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	11,864	5,702	77
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-
Unrestricted	-	(424)	-	-	-	-
<b>Total cash and investment fund balance - ending</b>	<b>\$ 3,072</b>	<b>\$ (424)</b>	<b>\$ -</b>	<b>\$ 11,864</b>	<b>\$ 5,702</b>	<b>\$ 77</b>

LAWRENCE 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)

	Pathways To Recovery	Stop Violence Grant	Police Office Equipment	Family Court Grant	Drug Court - Redirect	Boot Camp
<b>Receipts:</b>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	30,000	-	-	20,000	-	4,300
Charges for services	-	-	1,100	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	-	-	-	-
<b>Total receipts</b>	<b>30,000</b>	<b>-</b>	<b>1,100</b>	<b>20,000</b>	<b>-</b>	<b>4,300</b>
<b>Disbursements:</b>						
General government	76,060	-	-	-	-	-
Public safety	-	-	-	20,000	-	4,240
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
<b>Total disbursements</b>	<b>76,060</b>	<b>-</b>	<b>-</b>	<b>20,000</b>	<b>-</b>	<b>4,240</b>
Excess (deficiency) of receipts over disbursements	(46,060)	-	1,100	-	-	60
<b>Other financing sources (uses):</b>						
Transfers in	19,096	-	-	-	-	-
Transfers out	-	-	-	-	(25,992)	-
<b>Total other financing sources (uses)</b>	<b>19,096</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(25,992)</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(26,964)	-	1,100	-	(25,992)	60
Cash and investment fund balance - beginning	4,137	3	3,960	12,725	25,992	1,306
Cash and investment fund balance - ending	<u>\$ (22,827)</u>	<u>\$ 3</u>	<u>\$ 5,060</u>	<u>\$ 12,725</u>	<u>\$ -</u>	<u>\$ 1,366</u>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ (22,827)	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	-	3	5,060	12,725	-	1,366
<b>Total cash and investment assets - ending</b>	<u>\$ (22,827)</u>	<u>\$ 3</u>	<u>\$ 5,060</u>	<u>\$ 12,725</u>	<u>\$ -</u>	<u>\$ 1,366</u>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	3	5,060	12,725	-	1,366
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-
Unrestricted	(22,827)	-	-	-	-	-
<b>Total cash and investment fund balance - ending</b>	<u>\$ (22,827)</u>	<u>\$ 3</u>	<u>\$ 5,060</u>	<u>\$ 12,725</u>	<u>\$ -</u>	<u>\$ 1,366</u>

LAWRENCE 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)

	OVWI Trust Fee Fund	Tobacco Settlement Grant	Immunization Fund	Mortgage Fraud Fund	Redacting Fee	Pandemic Flu
<b>Receipts:</b>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	18,724	4,710	14,804	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	-	-	-	-
<b>Total receipts</b>	<b>-</b>	<b>-</b>	<b>18,724</b>	<b>4,710</b>	<b>14,804</b>	<b>-</b>
<b>Disbursements:</b>						
General government	-	-	-	4,710	564	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	32,367	38,918	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
<b>Total disbursements</b>	<b>-</b>	<b>32,367</b>	<b>38,918</b>	<b>4,710</b>	<b>564</b>	<b>-</b>
Excess (deficiency) of receipts over disbursements	-	(32,367)	(20,194)	-	14,240	-
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(32,367)	(20,194)	-	14,240	-
Cash and investment fund balance - beginning	118	33,314	50,846	-	39,207	2,226
Cash and investment fund balance - ending	<u>\$ 118</u>	<u>\$ 947</u>	<u>\$ 30,652</u>	<u>\$ -</u>	<u>\$ 53,447</u>	<u>\$ 2,226</u>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	118	947	30,652	-	53,447	2,226
<b>Total cash and investment assets - ending</b>	<u>\$ 118</u>	<u>\$ 947</u>	<u>\$ 30,652</u>	<u>\$ -</u>	<u>\$ 53,447</u>	<u>\$ 2,226</u>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ 53,447	\$ -
Public safety	118	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	947	30,652	-	-	2,226
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-
<b>Total cash and investment fund balance - ending</b>	<u>\$ 118</u>	<u>\$ 947</u>	<u>\$ 30,652</u>	<u>\$ -</u>	<u>\$ 53,447</u>	<u>\$ 2,226</u>

LAWRENCE 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)

	Safe Haven NLCS Grant	JDAP	PCA Child Support Enforcement	I-69 Planning Grant	Law Enforcement Radios	Sheriff Commissary
<b>Receipts:</b>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	15,741	33,813	-	37,780	-	-
Charges for services	-	-	1,774	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	-	-	-	221,814
<b>Total receipts</b>	<b>15,741</b>	<b>33,813</b>	<b>1,774</b>	<b>37,780</b>	<b>-</b>	<b>221,814</b>
<b>Disbursements:</b>						
General government	16,700	-	-	37,780	-	-
Public safety	-	25,914	751	-	315,330	238,602
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
<b>Total disbursements</b>	<b>16,700</b>	<b>25,914</b>	<b>751</b>	<b>37,780</b>	<b>315,330</b>	<b>238,602</b>
Excess (deficiency) of receipts over disbursements	(959)	7,899	1,023	-	(315,330)	(16,788)
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(959)	7,899	1,023	-	(315,330)	(16,788)
Cash and investment fund balance - beginning	(2,713)	(7,899)	2,055	-	315,330	60,121
Cash and investment fund balance - ending	<u>\$ (3,672)</u>	<u>\$ -</u>	<u>\$ 3,078</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 43,333</u>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ (3,672)	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	3,078	-	-	43,333
<b>Total cash and investment assets - ending</b>	<u>\$ (3,672)</u>	<u>\$ -</u>	<u>\$ 3,078</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 43,333</u>
<b>Cash and Investment Fund Balance - Ending</b>						
<b>Restricted for:</b>						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	3,078	-	-	43,333
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-
Unrestricted	(3,672)	-	-	-	-	-
<b>Total cash and investment fund balance - ending</b>	<u>\$ (3,672)</u>	<u>\$ -</u>	<u>\$ 3,078</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 43,333</u>

LAWRENCE 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)

	Races	Community Health and Wellness	District 8 Administrator	H1N1	Victim Assistance	Prosecutor CEF
<b>Receipts:</b>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	2,087	50,000	17,305	46,938	17,126	-
Charges for services	-	-	-	-	-	1,603
Fines and forfeits	-	-	-	-	-	-
Other	-	-	-	-	-	-
<b>Total receipts</b>	<b>2,087</b>	<b>50,000</b>	<b>17,305</b>	<b>46,938</b>	<b>17,126</b>	<b>1,603</b>
<b>Disbursements:</b>						
General government	2,087	-	-	-	-	-
Public safety	-	-	10,383	-	18,608	407
Highways and streets	-	-	-	-	-	-
Health and welfare	-	50,000	-	9,395	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
<b>Total disbursements</b>	<b>2,087</b>	<b>50,000</b>	<b>10,383</b>	<b>9,395</b>	<b>18,608</b>	<b>407</b>
Excess (deficiency) of receipts over disbursements	-	-	6,922	37,543	(1,482)	1,196
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	6,922	37,543	(1,482)	1,196
Cash and investment fund balance - beginning	-	-	-	-	(19,389)	21,961
Cash and investment fund balance - ending	\$ -	\$ -	\$ 6,922	\$ 37,543	\$ (20,871)	\$ 23,157
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ (20,871)	\$ -
Restricted assets:						
Cash and investments	-	-	6,922	37,543	-	23,157
<b>Total cash and investment assets - ending</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 6,922</b>	<b>\$ 37,543</b>	<b>\$ (20,871)</b>	<b>\$ 23,157</b>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	6,922	-	-	23,157
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	37,543	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-
Unrestricted	-	-	-	-	(20,871)	-
<b>Total cash and investment fund balance - ending</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 6,922</b>	<b>\$ 37,543</b>	<b>\$ (20,871)</b>	<b>\$ 23,157</b>

LAWRENCE 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)

	JDAP 12	Jail Lease Rental	Courthouse Plaza Lease/Rental	Sofaland Lease/Rent	Cumulative Covered Bridge	Totals
<b>Receipts:</b>						
Taxes	\$ -	\$ 410,760	\$ 274,197	\$ 155,025	\$ -	\$ 1,376,677
Licenses and permits	-	-	-	-	-	159,228
Intergovernmental	-	50,702	2,935	19,137	1,850	1,913,468
Charges for services	-	-	-	-	-	527,581
Fines and forfeits	-	-	-	-	-	812,940
Other	-	-	-	-	-	353,859
<b>Total receipts</b>	<b>-</b>	<b>461,462</b>	<b>277,132</b>	<b>174,162</b>	<b>1,850</b>	<b>5,143,753</b>
<b>Disbursements:</b>						
General government	-	-	-	-	-	807,160
Public safety	2,183	-	-	-	-	1,972,884
Highways and streets	-	-	-	-	-	155,912
Health and welfare	-	-	-	-	-	873,241
<b>Debt service:</b>						
Principal	-	408,506	130,000	140,000	-	678,506
Interest	-	272,308	131,037	44,526	-	447,871
<b>Capital outlay:</b>						
General government	-	-	-	-	-	24,005
Public safety	-	-	-	-	-	144,005
Highways and streets	-	-	-	-	-	136,530
Health and welfare	-	-	-	-	-	19,692
<b>Total disbursements</b>	<b>2,183</b>	<b>680,814</b>	<b>261,037</b>	<b>184,526</b>	<b>-</b>	<b>5,259,806</b>
<b>Excess (deficiency) of receipts over disbursements</b>	<b>(2,183)</b>	<b>(219,352)</b>	<b>16,095</b>	<b>(10,364)</b>	<b>1,850</b>	<b>(116,053)</b>
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	1,048,026
Transfers out	-	-	-	-	-	(2,089,083)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,041,057)</b>
<b>Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses</b>	<b>(2,183)</b>	<b>(219,352)</b>	<b>16,095</b>	<b>(10,364)</b>	<b>1,850</b>	<b>(1,157,110)</b>
<b>Cash and investment fund balance - beginning</b>	<b>-</b>	<b>227,097</b>	<b>483</b>	<b>85,819</b>	<b>20,048</b>	<b>4,095,431</b>
<b>Cash and investment fund balance - ending</b>	<b>\$ (2,183)</b>	<b>\$ 7,745</b>	<b>\$ 16,578</b>	<b>\$ 75,455</b>	<b>\$ 21,898</b>	<b>\$ 2,938,321</b>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ (2,183)	\$ -	\$ -	\$ -	\$ -	\$ (65,412)
<b>Restricted assets:</b>						
Cash and investments	-	7,745	16,578	75,455	21,898	3,003,733
<b>Total cash and investment assets - ending</b>	<b>\$ (2,183)</b>	<b>\$ 7,745</b>	<b>\$ 16,578</b>	<b>\$ 75,455</b>	<b>\$ 21,898</b>	<b>\$ 2,938,321</b>
<b>Cash and Investment Fund Balance - Ending</b>						
<b>Restricted for:</b>						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 779,200
Public safety	-	-	-	-	-	1,266,435
Highways and streets	-	-	-	-	-	178,250
Health and welfare	-	-	-	-	-	216,195
Debt service	-	7,745	16,578	75,455	-	99,919
Capital outlay	-	-	-	-	21,898	21,898
Other purposes	-	-	-	-	-	441,836
Unrestricted	(2,183)	-	-	-	-	(65,412)
<b>Total cash and investment fund balance - ending</b>	<b>\$ (2,183)</b>	<b>\$ 7,745</b>	<b>\$ 16,578</b>	<b>\$ 75,455</b>	<b>\$ 21,898</b>	<b>\$ 2,938,321</b>

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

	City/Town Court Cost Fund	Interest Congressional	Clerk's Trust	2007 Tax Sale Surplus	Tax Sale Redemption	Surplus Tax (Excess)
Additions:						
Agency fund additions	\$ 15,142	\$ 1,392	\$ 3,321,162	\$ 19,888	\$ -	\$ -
Deductions:						
Agency fund deductions	<u>22,393</u>	<u>-</u>	<u>3,234,606</u>	<u>48,968</u>	<u>1,209</u>	<u>46,283</u>
Excess (deficiency) of total additions over total deductions	(7,251)	1,392	86,556	(29,080)	(1,209)	(46,283)
Cash and investment fund balance - beginning	<u>22,144</u>	<u>8,731</u>	<u>585,016</u>	<u>35,764</u>	<u>1,210</u>	<u>56,887</u>
Cash and investment fund balance - ending	<u>\$ 14,893</u>	<u>\$ 10,123</u>	<u>\$ 671,572</u>	<u>\$ 6,684</u>	<u>\$ 1</u>	<u>\$ 10,604</u>

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

	<u>Infraction Judgements</u>	<u>Inheritance Tax</u>	<u>Treasurer</u>	<u>Probation Department Gifts/Trust</u>	<u>Payroll</u>	<u>Sheriff's Inmate Trust</u>
Additions:						
Agency fund additions	\$ 55,785	\$ 1,183,977	\$ 38,839,366	\$ -	\$ 5,342,313	\$ 252,268
Deductions:						
Agency fund deductions	<u>55,785</u>	<u>810,461</u>	<u>38,243,065</u>	<u>-</u>	<u>5,153,376</u>	<u>253,037</u>
Excess (deficiency) of total additions over total deductions	-	373,516	596,301	-	188,937	(769)
Cash and investment fund balance - beginning	<u>-</u>	<u>325,560</u>	<u>1,052,729</u>	<u>228</u>	<u>430,216</u>	<u>6,119</u>
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 699,076</u>	<u>\$ 1,649,030</u>	<u>\$ 228</u>	<u>\$ 619,153</u>	<u>\$ 5,350</u>

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

	Education Plate Fees	Tax Sale Surplus	Riverboat Wagering Tax Revenue Sharing	Payroll Excess	Children With Special Health Needs	Welfare Hospital Care
Additions:						
Agency fund additions	\$ 975	\$ -	\$ 287,381	\$ -	\$ -	\$ -
Deductions:						
Agency fund deductions	994	18,153	287,381	-	413	3,954
Excess (deficiency) of total additions over total deductions	(19)	(18,153)	-	-	(413)	(3,954)
Cash and investment fund balance - beginning	573	18,153	2,002	124,988	413	3,954
Cash and investment fund balance - ending	<u>\$ 554</u>	<u>\$ -</u>	<u>\$ 2,002</u>	<u>\$ 124,988</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Medical Assistance To Wards	Welfare Trust	Homestead Credit Rebate	HEA 1001 State Homestead Credit	Tax Distribution	Violent Sex Offenders
Additions:						
Agency fund additions	\$ -	\$ 500	\$ -	\$ 768,459	\$ 40,091,112	\$ 2,980
Deductions:						
Agency fund deductions	65	2,544	-	750,635	40,090,268	2,980
Excess (deficiency) of total additions over total deductions	(65)	(2,044)	-	17,824	844	-
Cash and investment fund balance - beginning	65	44,635	81	(20,254)	6,400	-
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 42,591</u>	<u>\$ 81</u>	<u>\$ (2,430)</u>	<u>\$ 7,244</u>	<u>\$ -</u>

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

	Clerk's ISETS	2006 Tax Sale Surplus	Tax Sale Reimbursement 2007	Fines Forfeitures	Tourism Commission	State Welfare Excise Tax Allocation
Additions:						
Agency fund additions	\$ 1,543,139	\$ -	\$ 24,020	\$ 312	\$ 270,190	\$ 794,772
Deductions:						
Agency fund deductions	1,544,623	18,772	18,655	430	270,190	794,772
Excess (deficiency) of total additions over total deductions	(1,484)	(18,772)	5,365	(118)	-	-
Cash and investment fund balance - beginning	8,754	18,772	12,473	119	-	-
Cash and investment fund balance - ending	<u>\$ 7,270</u>	<u>\$ -</u>	<u>\$ 17,838</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Infraction Judgement Overweight	Child Restraint	PERF Death Benefit	Excess CAGIT 2007	Homestead Uncashed 2007	Recorder Collections
Additions:						
Agency fund additions	\$ 9,922	\$ 850	\$ 4,240	\$ -	\$ -	\$ 191,139
Deductions:						
Agency fund deductions	<u>9,922</u>	<u>850</u>	<u>4,240</u>	<u>-</u>	<u>670</u>	<u>189,039</u>
Excess (deficiency) of total additions over total deductions	-	-	-	-	(670)	2,100
Cash and investment fund balance - beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>3</u>	<u>30,044</u>	<u>12,791</u>
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3</u>	<u>\$ 29,374</u>	<u>\$ 14,891</u>

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

	State Disclosure Fee Fund	Sheriff Evidence	Surplus/Excess 2007 Plus	Tax Sale Redemption 2007	Aviation Checking	Tax Sale Redemption 2008
Additions:						
Agency fund additions	\$ 4,622	\$ -	\$ 571,610	\$ 7,265	\$ 60,050	\$ 162,890
Deductions:						
Agency fund deductions	4,537	24	169,083	7,265	80,498	165,431
Excess (deficiency) of total additions over total deductions	85	(24)	402,527	-	(20,448)	(2,541)
Cash and investment fund balance - beginning	135	15,575	202,361	-	25,219	5,266
Cash and investment fund balance - ending	<u>\$ 220</u>	<u>\$ 15,551</u>	<u>\$ 604,888</u>	<u>\$ -</u>	<u>\$ 4,771</u>	<u>\$ 2,725</u>

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

	Tax Sale Surplus 2008	Health Department Collections	Prosecutors Bad Check Collections	Sheriff Public Funds	County Sales Disclosure Fees	Totals
Additions:						
Agency fund additions	\$ 791	\$ 127,612	\$ 66,171	\$ 838,243	\$ 4,614	\$ 94,865,152
Deductions:						
Agency fund deductions	482,581	125,288	66,314	848,523	5,162	93,833,439
Excess (deficiency) of total additions over total deductions	(481,790)	2,324	(143)	(10,280)	(548)	1,031,713
Cash and investment fund balance - beginning	556,525	10,428	5,335	10,480	10,136	3,630,030
Cash and investment fund balance - ending	<u>\$ 74,735</u>	<u>\$ 12,752</u>	<u>\$ 5,192</u>	<u>\$ 200</u>	<u>\$ 9,588</u>	<u>\$ 4,661,743</u>

LAWRENCE 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.

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	\$ 1,418,400
Infrastructure	22,880,356
Buildings	20,837,600
Machinery and equipment	5,871,473
Construction in progress	<u>135,163</u>
 Total governmental activities, capital assets not being depreciated	 <u>\$ 51,142,992</u>

LAWRENCE 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:		
Courthouse annex	\$ 2,420,000	\$ 263,473
Notes and loans payable	63,293	18,000
Bonds payable:		
General obligation bonds:		
2004 Sofaland building bonds	910,000	188,291
<b>Total governmental activities debt</b>	<b><u>\$ 3,393,293</u></b>	<b><u>\$ 469,764</u></b>

LAWRENCE 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 Treasurer

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](http://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 LAWRENCE COUNTY, INDIANA

Compliance

We have audited the compliance of the Lawrence 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, Board of County Commissioners, 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 29, 2010

LAWRENCE 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 HOUSING AND URBAN DEVELOPMENT</u>			
Pass-Through Indiana Office of Community and Rural Affairs CDBG - State Administered Small Cities Program Cluster Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	14.228	PL-05-068	\$ <u>50,000</u>
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Pass-Through Indiana Criminal Justice Institute Juvenile Accountability Block Grants	16.523	06-JB-204 07-JB-020	<u>8,000</u> <u>1,624</u>
Total for program			<u>9,624</u>
Juvenile Justice and Delinquency Prevention - Allocation to States Juvenile Detention Alternative Program	16.540	08-JF-013	<u>31,115</u>
Crime Victim Assistance Victim Assistance Program	16.575	08-VA-083	<u>19,642</u>
Residential Substance Abuse Treatment for State Prisoners Pathways to Recovery	16.593	08-RT-001	<u>30,000</u>
Edward Byrne Memorial Justice Assistance Grant Program OWI Drug Court	16.738	08(a)-DJ-009	<u>30,000</u>
Total for federal grantor agency			<u>120,381</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Pass-Through Indiana Department of Transportation Highway Planning and Construction Cluster Highway Planning and Construction Bridge Inspections I-69 Corridor Planning	20.205	BR-NBIS(571)	92,167 <u>37,780</u>
Total for cluster			<u>129,947</u>
Pass-Through Indiana Criminal Justice Institute Highway Safety Cluster State and Community Highway Safety Operation Pullover	20.600	OP-09-01-02-20 OP-10-02-01-74 K4-2002-04-03-07	6,413 2,250 <u>500</u>
Total for cluster			<u>9,163</u>

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

LAWRENCE COUNTY  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For The Year Ended December 31, 2009  
(Continued)

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 TRANSPORTATION (continued)</u>			
Direct Grant			
Airport Improvement Program	20.106		
Terminal Security Fence Phase 1		AIP 3-18-0005-07	9,077
Runway 6-24 Concrete Overlay - Phase 1; RSA-Phase 2		AIP 3-18-0005-08	<u>544,237</u>
Total for program			<u>553,314</u>
Total for federal grantor agency			<u>692,424</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana Department of Health			
Public Health Emergency Preparedness	93.069		
Public Health Emergency Preparedness & Response for H1N1		1H75TP000339-01	46,938
Public Health Preparedness & Response for Bioterrorism		5U90TP517024-09	<u>19,772</u>
Total for program			<u>66,710</u>
Pass-Through Indiana Department of Child Services			
Child Support Enforcement	93.563		
Child Support - Prosecutor			88,629
Child Support - Clerk			31,512
Child Support - Court Costs			29,955
Child Support - Collection Agency			144
Child Support - Indirect Costs			56,228
Child Support - Incentive			<u>55,233</u>
Total for program			<u>261,701</u>
Total for federal grantor agency			<u>328,411</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Homeland Security			
Disaster Grants - Public Assistance	97.036		
Disaster Assistance		PW-00121.0	<u>116,378</u>
Emergency Management Performance Grants	97.042		
EMPG 08			<u>18,160</u>
State Homeland Security Program (SHSP)	97.073		
FY 2007 (EDS#C44P-9-818A)		2007-GE-T7-0026	17,323
FY 2007 (EDS#C44P-9-491A)		2007-GE-T7-0026	<u>2,087</u>
Total for program			<u>19,410</u>
Total for federal grantor agency			<u>153,948</u>
Total federal awards expended			<u>\$ 1,345,164</u>

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

LAWRENCE 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 Lawrence 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.

LAWRENCE COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Qualified

Internal control over financial reporting:

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

Noncompliance material to financial statements noted?	no
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Federal Awards:

Internal control over major programs:

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

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

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

CFDA Number	<u>Name of Federal Program or Cluster</u>
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20.106	Airport Improvement Program
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Dollar threshold used to distinguish between Type A and Type B programs: \$300,000

Auditee qualified as low-risk auditee?	yes
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Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

LAWRENCE COUNTY  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

LAWRENCE COUNTY  
EXIT CONFERENCE

The contents of this report were discussed on June 29, 2010, with Paula R. Stewart, Treasurer; Billie J. Tumey, Auditor; William Spreen, President of the Board of County Commissioners, and Gene McCracken; member of the County Council. Our audit disclosed no material items that warrant comment at this time.