

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

ANNUAL FINANCIAL REPORT

2009

WASHINGTON COUNTY, INDIANA



FILED

09/03/2010

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Sarah Bachman	01-01-07 to 12-31-10
Treasurer	Robert Woodward	01-01-09 to 12-31-12
Clerk	Shirley Batt	01-01-09 to 12-31-12
Sheriff	Claude C. Combs	01-01-07 to 12-31-10
Recorder	Cynthia J. Zink	01-01-07 to 12-31-10
President of the Board of County Commissioners	Lana Sullivan John Mishler	01-01-09 to 12-31-09 01-01-10 to 12-31-10
President of the County Council	Mark Manship James Day	01-01-09 to 12-31-09 01-01-10 to 12-31-10



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

TO: THE OFFICIALS OF WASHINGTON COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Washington 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 August 5, 2010, on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

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

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

Included in the financial statements are the receipts and disbursements activity from emergency telephone system fees (IC 36-8-16) and enhanced wireless emergency telephone fees (IC 36-8-16.5). In accordance with IC 36-8-16-14 and IC 36-8-16.5-41 these fees have been subjected to an annual audit performed by the 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

August 5, 2010



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

TO: THE OFFICIALS OF WASHINGTON COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Washington 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 August 5, 2010. The opinions to the financial statements were qualified due to the omission of the component units of Washington 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

August 5, 2010

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

<u>Functions/Programs</u>	<u>Disbursements</u>	<u>Program Receipts</u>			<u>Net (Disbursements) Receipts and Changes in Net Assets</u>
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	<u>Primary Governmental Activities</u>
Primary government:					
Governmental activities:					
General government	\$ 8,175,972	\$ 928,237	\$ -	\$ -	\$ (7,247,735)
Public safety	3,108,237	786,599	16,430	-	(2,305,208)
Highways and streets	2,495,296	-	1,920,451	-	(574,845)
Sanitation	200,614	-	-	-	(200,614)
Health and welfare	1,439,844	67,054	292,626	-	(1,080,164)
Economic development	604,870	-	-	155,428	(449,442)
Culture and recreation	197,368	200,654	-	-	3,286
Urban redevelopment and housing	114,495	-	-	-	(114,495)
Total governmental activities	<u>\$ 16,336,696</u>	<u>\$ 1,982,544</u>	<u>\$ 2,229,507</u>	<u>\$ 155,428</u>	<u>(11,969,217)</u>
General receipts:					
Property taxes					8,456,664
Income taxes					689,213
Intergovernmental					1,190,733
Other local sources					5,489,032
Grants and contributions not restricted to specific programs					559,246
Investment earnings					<u>148,989</u>
Total general receipts					<u>16,533,877</u>
Change in net assets					4,564,660
Net assets - beginning					<u>943,552</u>
Net assets - ending					<u>\$ 5,508,212</u>
 <u>Assets</u>					
Cash and investments					\$ 3,484,039
Restricted assets:					
Cash and investments					<u>2,024,173</u>
Total assets					<u>\$ 5,508,212</u>
 <u>Net Assets</u>					
Restricted for:					
General government					\$ 702,363
Public safety					298,254
Highways and streets					286,929
Health and welfare					65,372
Capital outlay					671,255
Unrestricted					<u>3,484,039</u>
Total net assets					<u>\$ 5,508,212</u>

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

WASHINGTON 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

	County General	Riverboat Revenue Fund	County Highway	Cumulative Jail	Other Governmental Funds	Totals
Receipts:						
Taxes	\$ 7,473,307	\$ -	\$ -	\$ 157,026	\$ 3,968,577	\$ 11,598,910
Licenses and permits	11,000	-	-	-	59,944	70,944
Intergovernmental	76,200	552,809	1,920,451	2,453	1,583,001	4,134,914
Charges for services	627,404	-	-	-	774,936	1,402,340
Fines and forfeits	100,889	-	-	-	408,371	509,260
Interfund loans	-	485,000	-	-	485,000	970,000
Other	671,593	-	227,738	4,075	1,907,362	2,810,768
Total receipts	8,960,393	1,037,809	2,148,189	163,554	9,187,191	21,497,136
Disbursements:						
General government	4,595,822	-	-	-	3,504,751	8,100,573
Public safety	1,850,066	-	-	128,058	1,046,308	3,024,432
Highways and streets	-	-	1,689,019	-	561,377	2,250,396
Sanitation	3,785	-	-	-	196,829	200,614
Health and welfare	185,228	-	-	-	1,254,261	1,439,489
Economic development	-	-	-	-	604,870	604,870
Culture and recreation	-	-	-	-	168,301	168,301
Interfund loans	-	485,000	-	-	485,000	970,000
Capital outlay:						
General government	17,810	-	-	-	57,589	75,399
Public safety	-	-	-	-	83,805	83,805
Highways and streets	-	-	244,900	-	-	244,900
Health and welfare	-	-	-	-	355	355
Culture and recreation	-	-	-	-	29,067	29,067
Urban redevelopment and housing	-	-	-	-	114,495	114,495
Total disbursements	6,652,711	485,000	1,933,919	128,058	8,107,008	17,306,696
Excess (deficiency) of receipts over disbursements	2,307,682	552,809	214,270	35,496	1,080,183	4,190,440
Other financing sources (uses):						
Transfers in	-	-	-	-	350,869	350,869
Transfers out	-	-	-	-	(350,869)	(350,869)
Other receipts	-	-	-	-	374,220	374,220
Total other financing sources	-	-	-	-	374,220	374,220
Excess of receipts and other financing sources over disbursements and other financing uses	2,307,682	552,809	214,270	35,496	1,454,403	4,564,660
Cash and investment fund balance - beginning	(878,460)	249,143	34,245	275,370	1,263,254	943,552
Cash and investment fund balance - ending	\$ 1,429,222	\$ 801,952	\$ 248,515	\$ 310,866	\$ 2,717,657	\$ 5,508,212
Cash and Investment Assets - Ending						
Cash and investments	\$ 1,429,222	\$ 801,952	\$ -	\$ -	\$ 1,252,865	\$ 3,484,039
Restricted assets:						
Cash and investments	-	-	248,515	310,866	1,464,792	2,024,173
Total cash and investment assets - ending	\$ 1,429,222	\$ 801,952	\$ 248,515	\$ 310,866	\$ 2,717,657	\$ 5,508,212
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ 702,363	\$ 702,363
Public safety	-	-	-	-	298,254	298,254
Highways and streets	-	-	248,515	-	38,414	286,929
Health and welfare	-	-	-	-	65,372	65,372
Capital outlay	-	-	-	310,866	360,389	671,255
Unrestricted	1,429,222	801,952	-	-	1,252,865	3,484,039
Total cash and investment fund balance - ending	\$ 1,429,222	\$ 801,952	\$ 248,515	\$ 310,866	\$ 2,717,657	\$ 5,508,212

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

WASHINGTON 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 Funds	Agency Funds
Additions:			
Contributions:			
Employer	\$ 152,378	\$ -	
Plan members	<u>15,749</u>	<u>-</u>	
Total contributions	<u>168,127</u>	<u>-</u>	
Investment earnings:			
Interest and dividends	40,689	20	
Gains (losses)	<u>(37,991)</u>	<u>798</u>	
Total investment earnings	<u>2,698</u>	<u>818</u>	
Total additions	<u>170,825</u>	<u>818</u>	
Deductions:			
Benefits	19,961	-	
Administrative and general	<u>26,333</u>	<u>28,226</u>	
Total deductions	<u>46,294</u>	<u>28,226</u>	
Excess (deficiency) of total additions over total deductions	124,531	(27,408)	
Cash and investment fund balance - beginning	<u>1,032,455</u>	<u>74,043</u>	
Cash and investment fund balance - ending	<u>\$ 1,156,986</u>	<u>\$ 46,635</u>	<u>\$ 1,656,022</u>

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

WASHINGTON 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:	Washington County
Discretely Presented Component Units:	Washington County Solid Waste Management District Washington 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 Washington County Solid Waste Management District, and the Washington County Tourism Commission, discretely presented component units, 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. The County appoints the voting majority of the Cemetery Commission, Hospital Board, Library Board, County Redevelopment Commission, Public Defender Board, Washington County Economic Growth Partnership, Tourism Board, and the Washington County Growth Partnership.

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.

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, and fiduciary funds,

WASHINGTON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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 riverboat revenue fund is used to account for riverboat tax revenue and may be used for any legal purpose of the County.

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 cumulative jail fund accounts for financial resources and expenditures for maintaining the County Jail.

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 funds report trust arrangements under which principal and income benefit certain family gravesites and citizens of the County.

Agency funds account for assets held by the County as an agent for other entities and serve as control of accounts for 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.

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.

WASHINGTON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

D. Assets and Cash and Investment Balances

1. Restricted Assets

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

2. Cash and Investments

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

3. Property Taxes

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

4. Capital Assets

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

5. Long-Term Debt

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

6. Equity Classification

Government-Wide Statements

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

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

WASHINGTON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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.
3. Interfund loans – Flow of assets from one fund to another where repayment is expected is reported as interfund loans.

Government-Wide Financial Statements

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

Internal activities – Amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide Statement of Activities and Net Assets – Cash and Investment Basis.

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

WASHINGTON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

obtain taxpayer comments. Prior to November 1, the governing board, through the passage of a resolution/ordinance, approves the budget for the next year. Copies of the budget resolution/ordinance and the advertisement for funds for which property taxes are levied or highway use taxes are received are sent to the Indiana Department of Local Government Finance. The budget becomes legally enacted after the fiscal officer of the County receives approval of the Indiana Department of Local Government Finance.

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

B. Cash and Investment Balance Deficits

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

Fund	2009
Adult Protective Services	\$ 7,404
Park and Recreation Non-Reverting	65,993
Parks and Recreation	55,186
H1N1 Grant - Health	3,399
HEA 1001-2008 Homestead Credit	1,024

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 \$7,902,569. Of this amount, the following was exposed to custodial credit risk:

	2009
Uninsured and uncollateralized deposits	\$ 88,076

WASHINGTON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

2. Investments

As of December 31, 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. agencies	\$ 27,024
Mutual bond funds	190,902
Corporate bonds	264,029
Corporate stocks	613,518
Total	\$ 1,095,473

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.

WASHINGTON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

Investment Custodial Credit Risk

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

The Sheriff's Merit Board has not adopted an investment policy for custodial credit risk for investments. At December 31, 2009, the Sheriff's Retirement and Benefit Pension Plans held investments in U.S. Government Securities; Corporate Bonds; and Mutual Funds in the amount of \$1,045,799. Of these investments, \$1,045,799 are held by the investment's counterparty, not in the name of the Sheriff's Pension Plans.

Interest Rate Risk

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

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

Sheriff's Retirement and Benefit Pension Plans:

Investment Type	Investment Maturities (in Years)		
	Less Than 1	1-2	More Than 2
U.S. agencies	\$ -	\$ -	\$ 27,024
Mutual bond funds*	-	-	190,902
Corporate bonds	<u>25,307</u>	<u>51,826</u>	<u>186,896</u>
Totals	<u>\$ 25,307</u>	<u>\$ 51,826</u>	<u>\$ 404,822</u>

*The mutual bond funds have a weighted average maturity of 7.32 years.

WASHINGTON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The distribution of securities with credit ratings is summarized below. The 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:

<u>Standard and Poor's Rating</u>	<u>Moody's Rating</u>	<u>Mutual Bond Funds</u>	<u>Corporate Bonds</u>	<u>Government Sponsored Enterprise</u>
AAA	Aaa	\$ 73,440	\$ -	\$ 27,024
AA	Aa	8,896	-	-
A	A	25,128	132,880	-
BBB	Baa	48,176	81,349	-
BB	Ba	19,850		-
B	B	13,353		-
Unrated	Unrated	<u>2,059</u>	<u>49,800</u>	-
Totals		<u>\$ 190,902</u>	<u>\$ 264,029</u>	<u>\$ 27,024</u>

Concentration of Credit Risk

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

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

Foreign Currency Risk

The County does not have a formal policy in regards to foreign currency risk.

The Sheriff's Merit Board has not adopted a formal policy in regards to foreign currency risk.

B. Interfund Transfers

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

<u>Transfer From</u>	<u>Transfer To</u>	<u>2009</u>
Other Governmental Funds	Other Governmental Funds	<u>\$ 350,869</u>

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

WASHINGTON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

IV. Other Information

A. Risk Management

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

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

Job Related Illnesses or Injuries to Employees

During 2004, the County joined with other governmental entities in the Indiana Public Employee's Plan, Inc., 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 claims. The County pays an annual premium to the risk pool for its workers compensation 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. Hospital Debt Obligation

The County Hospital issued bonds in 1979 in the amount of \$2,000,000 and issued bonds in 1994 in the amount of \$3,800,000. The County has agreed to pay \$207,000 per year of this debt obligation of the Hospital by way of an ad valorem tax. The County is obligated for the annual payment only, which is accounted for in a governmental fund. This debt is an obligation of the Hospital, and is not a direct liability of the County itself.

C. Subsequent Events

On January 27, 2010, the County Commissioners approved an indemnification agreement jointly with the County Council and the Critical Access Health Services Corporation Board of Directors with St. Vincent's Hospital. The County will reimburse St. Vincent for any Medicare overpayment reimbursements that St. Vincent's is obligated to make. The annual reimbursement by the County to Medicare will be in an amount not to exceed the total dollars collected in CAGIT and CEDIT tax from hospital employees plus 2% interest on any unpaid balance.

D. Pension Plans

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

1. Public Employees' Retirement Fund

Plan Description

The County contributes to the Indiana Public Employees' Retirement Fund (PERF), a defined benefit pension plan. PERF is an agent multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All full-time

WASHINGTON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

employees are eligible to participate in the defined benefit plan. State statutes (IC 5-10.2 and 5-10.3) govern, through the PERF Board, most requirements of the system and give the County authority to contribute to the plan. The PERF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of member's contributions, set by state statute at 3% of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

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

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

Funding Policy

The contribution requirements of plan members for PERF are established by the Board of Trustees of PERF. The total contributions made to PERF by the County during the period were \$286,099.

2. County Police Retirement Plan

Plan Description

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

Funding Policy

The contribution requirements of plan members for the County Police Retirement Plan are established by state statute. The contributions made by the County during the period were \$63,351.

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

WASHINGTON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

36-8-10-12) for full-time police officers. The plan provides dependent pensions, life insurance, and disability benefits to plan members and beneficiaries. The trustee issues a publicly available financial report that includes financial statements and required supplementary information of the plan. The report may be obtained by contacting the county sheriff.

Funding Policy

The contribution requirements of plan members for the County Police Benefit Plan are established by state statute. The contributions made by the County during the period were \$9,274.

WASHINGTON 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	\$ 3,340,571	\$ 4,071,980	\$ (731,409)	82%	\$ 4,021,996	(18%)
07-01-08	3,604,415	4,421,599	(817,184)	82%	3,890,613	(21%)
07-01-09	3,882,936	4,963,024	(1,080,088)	78%	4,255,118	(25%)

County Police Retirement Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Excess of Assets Over (Unfunded) AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
10-01-04	\$ 682,797	\$ 682,797	\$ -	100%	\$ 414,184	0%
10-01-05	792,837	792,837	-	100%	430,087	0%
10-01-06	905,126	905,126	-	100%	439,797	0%
01-01-08	1,048,108	1,128,446	(80,338)	93%	458,950	(18%)
01-01-09	1,030,140	1,155,956	(125,816)	89%	458,710	(27%)
01-01-10	1,132,308	1,247,559	(115,251)	91%	460,290	(25%)

WASHINGTON COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2009

	Local Road and Street	Accident Report	Firearms Training	Health	Alcohol and Drug	Donations
Receipts:						
Taxes	\$ 268,555	\$ -	\$ -	\$ 475,427	\$ -	\$ -
Licenses and permits	-	-	-	26,239	-	31,480
Intergovernmental	-	-	-	4,513	-	-
Charges for services	-	1,635	17,411	-	-	-
Fines and forfeits	-	-	-	-	70,907	-
Interfund loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	268,555	1,635	17,411	506,179	70,907	31,480
Disbursements:						
General government	-	-	-	-	-	33,108
Public safety	-	1,702	12,318	-	59,693	-
Highways and streets	231,979	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	260,786	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Health and welfare	-	-	-	355	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	231,979	1,702	12,318	261,141	59,693	33,108
Excess (deficiency) of receipts over disbursements	36,576	(67)	5,093	245,038	11,214	(1,628)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	36,576	(67)	5,093	245,038	11,214	(1,628)
Cash and investment fund balance - beginning	1,838	2,589	23,555	(179,666)	32,216	9,870
Cash and investment fund balance - ending	<u>\$ 38,414</u>	<u>\$ 2,522</u>	<u>\$ 28,648</u>	<u>\$ 65,372</u>	<u>\$ 43,430</u>	<u>\$ 8,242</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ 43,430	\$ 8,242
Restricted assets:						
Cash and investments	38,414	2,522	28,648	65,372	-	-
Total cash and investment assets - ending	\$ 38,414	\$ 2,522	\$ 28,648	\$ 65,372	\$ 43,430	\$ 8,242
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	2,522	28,648	-	-	-
Highways and streets	38,414	-	-	-	-	-
Health and welfare	-	-	-	65,372	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	-	-	43,430	8,242
Total cash and investment fund balance - ending	\$ 38,414	\$ 2,522	\$ 28,648	\$ 65,372	\$ 43,430	\$ 8,242

WASHINGTON 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)

	Public Health Coordinator Grant	Housing Authority	Law Enforcement Continuing Education	Clerk's Records Perpetuation	Community Corrections Grant	Emergency Telephone System
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	476,519	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	10,015	-	-
Interfund loans	-	-	-	-	-	-
Other	-	114,495	-	-	-	359,597
Total receipts	-	114,495	-	10,015	476,519	359,597
Disbursements:						
General government	-	-	-	6,005	476,519	-
Public safety	-	-	132	-	-	239,448
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	74,569
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	114,495	-	-	-	-
Total disbursements	-	114,495	132	6,005	476,519	314,017
Excess (deficiency) of receipts over disbursements	-	-	(132)	4,010	-	45,580
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	366	-	-	-
Total other financing sources (uses)	-	-	366	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	234	4,010	-	45,580
Cash and investment fund balance - beginning	2,909	-	2,340	21,727	-	5,441
Cash and investment fund balance - ending	<u>\$ 2,909</u>	<u>\$ -</u>	<u>\$ 2,574</u>	<u>\$ 25,737</u>	<u>\$ -</u>	<u>\$ 51,021</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 2,909	\$ -	\$ 2,574	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	-	25,737	-	51,021
Total cash and investment assets - ending	\$ 2,909	\$ -	\$ 2,574	\$ 25,737	\$ -	\$ 51,021
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ 25,737	\$ -	\$ -
Public safety	-	-	-	-	-	51,021
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	2,909	-	2,574	-	-	-
Total cash and investment fund balance - ending	\$ 2,909	\$ -	\$ 2,574	\$ 25,737	\$ -	\$ 51,021

WASHINGTON COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2009
 (Continued)

	Drug Free Community	Emergency Planning and Right To Know	Parks and Recreation	Property Reassessment	Juvenile Probation Service	Adult Probation Service
Receipts:						
Taxes	\$ -	\$ -	\$ 192,556	\$ 197,131	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	1,883	2,314	-	-
Charges for services	-	3,786	-	-	-	-
Fines and forfeits	28,097	-	-	-	4,286	90,468
Interfund loans	-	-	-	-	-	-
Other	-	-	76,152	-	-	-
Total receipts	28,097	3,786	270,591	199,445	4,286	90,468
Disbursements:						
General government	-	-	-	383,446	-	-
Public safety	13,262	4,566	-	-	6,394	73,659
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	168,301	-	-	-
Interfund loans	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	29,067	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	13,262	4,566	197,368	383,446	6,394	73,659
Excess (deficiency) of receipts over disbursements	14,835	(780)	73,223	(184,001)	(2,108)	16,809
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	14,835	(780)	73,223	(184,001)	(2,108)	16,809
Cash and investment fund balance - beginning	16,806	13,652	(128,409)	582,240	14,840	64,455
Cash and investment fund balance - ending	\$ 31,641	\$ 12,872	\$ (55,186)	\$ 398,239	\$ 12,732	\$ 81,264
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ 12,872	\$ (55,186)	\$ -	\$ 12,732	\$ 81,264
Restricted assets:						
Cash and investments	31,641	-	-	398,239	-	-
Total cash and investment assets - ending	\$ 31,641	\$ 12,872	\$ (55,186)	\$ 398,239	\$ 12,732	\$ 81,264
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ 398,239	\$ -	\$ -
Public safety	31,641	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	12,872	(55,186)	-	12,732	81,264
Total cash and investment fund balance - ending	\$ 31,641	\$ 12,872	\$ (55,186)	\$ 398,239	\$ 12,732	\$ 81,264

WASHINGTON 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)

	Recorder's Records Perpetuation	Family and Children	Health Maintenance	Community Corrections Home Detention	Guardian Ad Litem	Supplemental Public Defender Service
Receipts:						
Taxes	\$ -	\$ 841,961	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	7,843	-	-	-	-
Charges for services	26,102	72,969	33,140	-	-	-
Fines and forfeits	-	-	-	132,784	-	11,219
Interfund loans	-	-	-	-	-	-
Other	-	1,110	-	-	-	-
Total receipts	26,102	923,883	33,140	132,784	-	11,219
Disbursements:						
General government	32,505	-	-	-	-	-
Public safety	-	-	-	162,039	-	7,583
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	187,780	27,206	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	7,800	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	32,505	187,780	27,206	169,839	-	7,583
Excess (deficiency) of receipts over disbursements	(6,403)	736,103	5,934	(37,055)	-	3,636
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	(335,043)	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	(335,043)	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(6,403)	401,060	5,934	(37,055)	-	3,636
Cash and investment fund balance - beginning	157,577	(401,060)	66,251	126,712	27,209	22,209
Cash and investment fund balance - ending	<u>\$ 151,174</u>	<u>\$ -</u>	<u>\$ 72,185</u>	<u>\$ 89,657</u>	<u>\$ 27,209</u>	<u>\$ 25,845</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ -	\$ 72,185	\$ -	\$ -	\$ 25,845
Restricted assets:						
Cash and investments	151,174	-	-	89,657	27,209	-
Total cash and investment assets - ending	\$ 151,174	\$ -	\$ 72,185	\$ 89,657	\$ 27,209	\$ 25,845
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ 151,174	\$ -	\$ -	\$ -	\$ 27,209	\$ -
Public safety	-	-	-	89,657	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	72,185	-	-	25,845
Total cash and investment fund balance - ending	\$ 151,174	\$ -	\$ 72,185	\$ 89,657	\$ 27,209	\$ 25,845

WASHINGTON 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)

	Jail Commissary	Surveyor's Corner Perpetuation	Jury Pay	Drug Free Community Support	SHSP Grant	Community Service Restitution
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	12,500	-	-
Charges for services	131,252	5,545	-	-	-	-
Fines and forfeits	-	-	2,882	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	-	-	12,480	-	15,004
Total receipts	131,252	5,545	2,882	24,980	-	15,004
Disbursements:						
General government	-	1,800	3,442	24,912	-	10,586
Public safety	129,294	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	129,294	1,800	3,442	24,912	-	10,586
Excess (deficiency) of receipts over disbursements	1,958	3,745	(560)	68	-	4,418
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,958	3,745	(560)	68	-	4,418
Cash and investment fund balance - beginning	57,670	20,982	10,748	79	1,360	641
Cash and investment fund balance - ending	<u>\$ 59,628</u>	<u>\$ 24,727</u>	<u>\$ 10,188</u>	<u>\$ 147</u>	<u>\$ 1,360</u>	<u>\$ 5,059</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ -	\$ -	\$ 147	\$ 1,360	\$ -
Restricted assets:						
Cash and investments	59,628	24,727	10,188	-	-	5,059
Total cash and investment assets - ending	<u>\$ 59,628</u>	<u>\$ 24,727</u>	<u>\$ 10,188</u>	<u>\$ 147</u>	<u>\$ 1,360</u>	<u>\$ 5,059</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ 24,727	\$ 10,188	\$ -	\$ -	\$ 5,059
Public safety	59,628	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	-	147	1,360	-
Total cash and investment fund balance - ending	<u>\$ 59,628</u>	<u>\$ 24,727</u>	<u>\$ 10,188</u>	<u>\$ 147</u>	<u>\$ 1,360</u>	<u>\$ 5,059</u>

WASHINGTON 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 Transition Program	Impact Grant	Tobacco Master Settlement	Bioterrorism/ Health	Preparedness Deliverable Grant	H1N1 Grant #3
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	63,532	-	19,195	1,000	15,430	15,064
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	63,532	-	19,195	1,000	15,430	15,064
Disbursements:						
General government	63,532	-	-	3,088	15,430	10,303
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Capital outlay:						
General government	-	-	18,800	-	-	-
Public safety	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	63,532	-	18,800	3,088	15,430	10,303
Excess (deficiency) of receipts over disbursements	-	-	395	(2,088)	-	4,761
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	395	(2,088)	-	4,761
Cash and investment fund balance - beginning	-	20	24,226	2,258	-	-
Cash and investment fund balance - ending	\$ -	\$ 20	\$ 24,621	\$ 170	\$ -	\$ 4,761
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ 20	\$ 24,621	\$ 170	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	4,761
Total cash and investment assets - ending	\$ -	\$ 20	\$ 24,621	\$ 170	\$ -	\$ 4,761
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,761
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	20	24,621	170	-	-
Total cash and investment fund balance - ending	\$ -	\$ 20	\$ 24,621	\$ 170	\$ -	\$ 4,761

WASHINGTON 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)

	H1N1 Grant - Health	Posey Township Water System Grant	Park and Recreation Non-Reverting	Rainy Day	State Welfare Excise Allocation	Riverboat Revenue Sharing
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	13,620	155,428	-	359,642	-	170,362
Charges for services	-	-	157,604	-	-	-
Fines and forfeits	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	-	-	-	777,075	-
Total receipts	13,620	155,428	157,604	359,642	777,075	170,362
Disbursements:						
General government	17,019	176,156	200,130	7,708	-	156,027
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	777,075	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Capital outlay:						
General government	-	-	9,897	-	-	-
Public safety	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	17,019	176,156	210,027	7,708	777,075	156,027
Excess (deficiency) of receipts over disbursements	(3,399)	(20,728)	(52,423)	351,934	-	14,335
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(3,399)	(20,728)	(52,423)	351,934	-	14,335
Cash and investment fund balance - beginning	-	23,228	(13,570)	87,683	-	66,655
Cash and investment fund balance - ending	<u>\$ (3,399)</u>	<u>\$ 2,500</u>	<u>\$ (65,993)</u>	<u>\$ 439,617</u>	<u>\$ -</u>	<u>\$ 80,990</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ (3,399)	\$ -	\$ (65,993)	\$ 439,617	\$ -	\$ 80,990
Restricted assets:						
Cash and investments	-	2,500	-	-	-	-
Total cash and investment assets - ending	<u>\$ (3,399)</u>	<u>\$ 2,500</u>	<u>\$ (65,993)</u>	<u>\$ 439,617</u>	<u>\$ -</u>	<u>\$ 80,990</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ 2,500	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	(3,399)	-	(65,993)	439,617	-	80,990
Total cash and investment fund balance - ending	<u>\$ (3,399)</u>	<u>\$ 2,500</u>	<u>\$ (65,993)</u>	<u>\$ 439,617</u>	<u>\$ -</u>	<u>\$ 80,990</u>

WASHINGTON COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2009
 (Continued)

	County Economic Development Income Tax	Hava Voting Machine Title III	Community Emergency Rescue Team Sub-Grant	County Corrections	Child Care Advocacy	Levy Excess - Welfare
Receipts:						
Taxes	\$ 689,213	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	93,050	-	-
Fines and forfeits	-	-	-	-	-	-
Interfund loans	485,000	-	-	-	-	-
Other	-	-	-	-	-	70,789
Total receipts	1,174,213	-	-	93,050	-	70,789
Disbursements:						
General government	-	-	-	-	-	351,743
Public safety	-	-	-	25,026	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	595,120	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	485,000	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	1,080,120	-	-	25,026	-	351,743
Excess (deficiency) of receipts over disbursements	94,093	-	-	68,024	-	(280,954)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	350,869
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	350,869
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	94,093	-	-	68,024	-	69,915
Cash and investment fund balance - beginning	25,000	7,926	835	4,472	1,325	-
Cash and investment fund balance - ending	<u>\$ 119,093</u>	<u>\$ 7,926</u>	<u>\$ 835</u>	<u>\$ 72,496</u>	<u>\$ 1,325</u>	<u>\$ 69,915</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 119,093	\$ 7,926	\$ 835	\$ 72,496	\$ -	\$ 69,915
Restricted assets:						
Cash and investments	-	-	-	-	1,325	-
Total cash and investment assets - ending	<u>\$ 119,093</u>	<u>\$ 7,926</u>	<u>\$ 835</u>	<u>\$ 72,496</u>	<u>\$ 1,325</u>	<u>\$ 69,915</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	1,325	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	119,093	7,926	835	72,496	-	69,915
Total cash and investment fund balance - ending	<u>\$ 119,093</u>	<u>\$ 7,926</u>	<u>\$ 835</u>	<u>\$ 72,496</u>	<u>\$ 1,325</u>	<u>\$ 69,915</u>

WASHINGTON 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)

	2006 SHSP Grant	Blue River Services - Salem Facility	Adult Protective Services	Coroner's Education	Sheriff Sale Administration	Identification Security Protection
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	2,225	-	-
Intergovernmental	221,442	30,000	-	-	-	-
Charges for services	-	-	89,601	-	15,875	9,382
Fines and forfeits	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	221,442	30,000	89,601	2,225	15,875	9,382
Disbursements:						
General government	221,442	33,333	-	-	-	-
Public safety	-	-	85,841	2,261	15,100	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	1,436	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	221,442	33,333	87,277	2,261	15,100	-
Excess (deficiency) of receipts over disbursements	-	(3,333)	2,324	(36)	775	9,382
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	3,333	-	-	-	-
Total other financing sources (uses)	-	3,333	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	2,324	(36)	775	9,382
Cash and investment fund balance - beginning	-	-	(9,728)	397	16,880	24,430
Cash and investment fund balance - ending	\$ -	\$ -	\$ (7,404)	\$ 361	\$ 17,655	\$ 33,812
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ -	\$ (7,404)	\$ 361	\$ 17,655	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	33,812
Total cash and investment assets - ending	\$ -	\$ -	\$ (7,404)	\$ 361	\$ 17,655	\$ 33,812
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	33,812
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	(7,404)	361	17,655	-
Total cash and investment fund balance - ending	\$ -	\$ -	\$ (7,404)	\$ 361	\$ 17,655	\$ 33,812

WASHINGTON 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)

	Child Services	Adult Offender	Wireless Emergency Telephone System	Probation User Fee Administrative	TIF District	Prosecutor Special Fee
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 79,022	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	7,110
Fines and forfeits	-	151	-	23,752	-	-
Interfund loans	-	-	-	-	-	-
Other	13,409	-	107,038	-	-	-
Total receipts	13,409	151	107,038	23,752	79,022	7,110
Disbursements:						
General government	-	-	-	-	-	8,917
Public safety	-	113	175,000	32,013	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	1,414	-	-	-	-	-
Economic development	-	-	-	-	9,750	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	1,414	113	175,000	32,013	9,750	8,917
Excess (deficiency) of receipts over disbursements	11,995	38	(67,962)	(8,261)	69,272	(1,807)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	(15,826)	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	(15,826)	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(3,831)	38	(67,962)	(8,261)	69,272	(1,807)
Cash and investment fund balance - beginning	3,831	-	127,122	42,403	-	2,107
Cash and investment fund balance - ending	\$ -	\$ 38	\$ 59,160	\$ 34,142	\$ 69,272	\$ 300
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ 38	\$ 59,160	\$ 34,142	\$ 69,272	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	300
Total cash and investment assets - ending	\$ -	\$ 38	\$ 59,160	\$ 34,142	\$ 69,272	\$ 300
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 300
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	38	59,160	34,142	69,272	-
Total cash and investment fund balance - ending	\$ -	\$ 38	\$ 59,160	\$ 34,142	\$ 69,272	\$ 300

WASHINGTON 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)

	Law Enforcement Continuing Education	Marijuana	Pre-Trial Prosecutor	Sherriff's Repeater Tower	Build Washington County	Solid Waste Management
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	16,088	-	-	-
Fines and forfeits	11,796	2,195	19,819	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	-	-	9,670	-	-
Total receipts	11,796	2,195	35,907	9,670	-	-
Disbursements:						
General government	2,147	-	35,600	4,112	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	196,829
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	2,147	-	35,600	4,112	-	196,829
Excess (deficiency) of receipts over disbursements	9,649	2,195	307	5,558	-	(196,829)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	370,521
Total other financing sources (uses)	-	-	-	-	-	370,521
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	9,649	2,195	307	5,558	-	173,692
Cash and investment fund balance - beginning	3,093	1,758	5,952	19,280	13,985	(173,692)
Cash and investment fund balance - ending	<u>\$ 12,742</u>	<u>\$ 3,953</u>	<u>\$ 6,259</u>	<u>\$ 24,838</u>	<u>\$ 13,985</u>	<u>\$ -</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 12,742	\$ 3,953	\$ 6,259	\$ 24,838	\$ 13,985	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 12,742	\$ 3,953	\$ 6,259	\$ 24,838	\$ 13,985	\$ -
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	12,742	3,953	6,259	24,838	13,985	-
Total cash and investment fund balance - ending	\$ 12,742	\$ 3,953	\$ 6,259	\$ 24,838	\$ 13,985	\$ -

WASHINGTON 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)

	PCA Fee Payment	Insurance Nonreverting	Hospital Lease Rental	Urine Screen Test	Indiana Child Care	Investigation Fund - Sheriff
Receipts:						
Taxes	\$ -	\$ -	\$ 328,094	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	3,421	-	-	-
Charges for services	2,897	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	-	279,104	19,495	5,208	21,516
Total receipts	2,897	-	610,619	19,495	5,208	21,516
Disbursements:						
General government	1,524	564	696,266	10,904	-	-
Public safety	-	-	-	-	-	864
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	1,524	564	696,266	10,904	-	864
Excess (deficiency) of receipts over disbursements	1,373	(564)	(85,647)	8,591	5,208	20,652
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,373	(564)	(85,647)	8,591	5,208	20,652
Cash and investment fund balance - beginning	110	564	85,647	43,878	(5,208)	1,275
Cash and investment fund balance - ending	\$ 1,483	\$ -	\$ -	\$ 52,469	\$ -	\$ 21,927
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 1,483	\$ -	\$ -	\$ -	\$ -	\$ 21,927
Restricted assets:						
Cash and investments	-	-	-	52,469	-	-
Total cash and investment assets - ending	\$ 1,483	\$ -	\$ -	\$ 52,469	\$ -	\$ 21,927
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ 52,469	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	1,483	-	-	-	-	21,927
Total cash and investment fund balance - ending	\$ 1,483	\$ -	\$ -	\$ 52,469	\$ -	\$ 21,927

WASHINGTON COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2009
 (Continued)

	Prosecutor's Drug Investigation	Washington County Prosecuting Investigator	Cumulative Capital Development	Cumulative Bridge	Park and Recreation Cumulative Building	Totals
Receipts:						
Taxes	\$ -	\$ -	\$ 268,514	\$ 549,591	\$ 78,513	\$ 3,968,577
Licenses and permits	-	-	-	-	-	59,944
Intergovernmental	-	-	3,252	4,866	1,175	1,583,001
Charges for services	-	-	67,178	24,311	-	774,936
Fines and forfeits	-	-	-	-	-	408,371
Interfund loans	-	-	-	-	-	485,000
Other	1,200	100	7,775	16,145	-	1,907,362
Total receipts	1,200	100	346,719	594,913	79,688	9,187,191
Disbursements:						
General government	-	59,045	457,438	-	-	3,504,751
Public safety	-	-	-	-	-	1,046,308
Highways and streets	-	-	-	329,398	-	561,377
Sanitation	-	-	-	-	-	196,829
Health and welfare	-	-	-	-	-	1,254,261
Economic development	-	-	-	-	-	604,870
Culture and recreation	-	-	-	-	-	168,301
Interfund loans	-	-	-	-	-	485,000
Capital outlay:						
General government	-	-	-	-	28,892	57,589
Public safety	-	-	-	-	-	83,805
Health and welfare	-	-	-	-	-	355
Culture and recreation	-	-	-	-	-	29,067
Urban redevelopment and housing	-	-	-	-	-	114,495
Total disbursements	-	59,045	457,438	329,398	28,892	8,107,008
Excess (deficiency) of receipts over disbursements	1,200	(58,945)	(110,719)	265,515	50,796	1,080,183
Other financing sources (uses):						
Transfers in	-	-	-	-	-	350,869
Transfers out	-	-	-	-	-	(350,869)
Other receipts	-	-	-	-	-	374,220
Total other financing sources (uses)	-	-	-	-	-	374,220
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,200	(58,945)	(110,719)	265,515	50,796	1,454,403
Cash and investment fund balance - beginning	3,809	93,725	189,739	(99,264)	64,322	1,263,254
Cash and investment fund balance - ending	\$ 5,009	\$ 34,780	\$ 79,020	\$ 166,251	\$ 115,118	\$ 2,717,657
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 5,009	\$ 34,780	\$ -	\$ -	\$ -	\$ 1,252,865
Restricted assets:						
Cash and investments	-	-	79,020	166,251	115,118	1,464,792
Total cash and investment assets - ending	\$ 5,009	\$ 34,780	\$ 79,020	\$ 166,251	\$ 115,118	\$ 2,717,657
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 702,363
Public safety	-	-	-	-	-	298,254
Highways and streets	-	-	-	-	-	38,414
Health and welfare	-	-	-	-	-	65,372
Capital outlay	-	-	79,020	166,251	115,118	360,389
Unrestricted	5,009	34,780	-	-	-	1,252,865
Total cash and investment fund balance - ending	\$ 5,009	\$ 34,780	\$ 79,020	\$ 166,251	\$ 115,118	\$ 2,717,657

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

	Congressional School Principal	Rodman Cemetery Endowment	Hebron Cemetery Endowment	R and F Motsinger Mahuron Estate	Standish Cemetery Endowment	Nancy J. Morris Endowment	Riley Trust Endowment	Harley Huckleberry Funeral Trust	Totals
Additions:									
Investment earnings:									
Interest and dividends	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 20	\$ -	\$ 20
Gains (losses)	-	798	-	-	-	-	-	-	798
Total investment earnings	-	798	-	-	-	-	20	-	818
Deductions:									
Administrative and general	27,027	337	-	-	-	-	-	862	28,226
Excess (deficiency) of total additions over total deductions	(27,027)	461	-	-	-	-	20	(862)	(27,408)
Cash and investment fund balance - beginning	27,027	123	1,772	877	2,471	8,956	31,955	862	74,043
Cash and investment fund balance - ending	\$ -	\$ 584	\$ 1,772	\$ 877	\$ 2,471	\$ 8,956	\$ 31,975	\$ -	\$ 46,635

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

	City and Town Court Cost	Congressional School Interest	Clerk of the Circuit Court	Surplus Tax Sale	Tax Sale Redemption	Surplus Tax	State Sales Disclosure Fee
Additions:							
Agency fund additions	\$ 7,615	\$ 1,000	\$ 2,666,564	\$ -	\$ 6,803	\$ 129,300	\$ 2,915
Deductions:							
Agency fund deductions	7,559	7,945	2,611,443	36,143	-	98,267	2,750
Excess (deficiency) of total additions over total deductions	56	(6,945)	55,121	(36,143)	6,803	31,033	165
Cash and investment fund balance - beginning	1,167	6,945	733,162	61,488	-	6,036	108
Cash and investment fund balance - ending	<u>\$ 1,223</u>	<u>\$ -</u>	<u>\$ 788,283</u>	<u>\$ 25,345</u>	<u>\$ 6,803</u>	<u>\$ 37,069</u>	<u>\$ 273</u>

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

	Sewage Collections	Infraction Judgements	Inheritance Tax	Homestead Credit (Local Option)	County Treasurer	Payroll	Education Plate Fees
Additions:							
Agency fund additions	\$ 8,147	\$ 27,541	\$ 269,339	\$ 1,002,191	\$ 520,943	\$ 2,022,596	\$ 769
Deductions:							
Agency fund deductions	3,512	28,120	229,313	2,009,416	13,673,274	2,033,806	769
Excess (deficiency) of total additions over total deductions	4,635	(579)	40,026	(1,007,225)	(13,152,331)	(11,210)	-
Cash and investment fund balance - beginning	-	1,724	25,019	1,017,701	13,673,274	134,755	-
Cash and investment fund balance - ending	<u>\$ 4,635</u>	<u>\$ 1,145</u>	<u>\$ 65,045</u>	<u>\$ 10,476</u>	<u>\$ 520,943</u>	<u>\$ 123,545</u>	<u>\$ -</u>

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

	County Economic Development Income Tax	Innkeepers Tax	Financial Institution Tax	Mortgage Fees State Share	Commercial Vehicle Excise Tax	Welfare Trust
Additions:						
Agency fund additions	\$ 1,002,191	\$ 6,180	\$ 80,824	\$ 2,964	\$ 116,834	\$ -
Deductions:						
Agency fund deductions	<u>1,001,382</u>	<u>7,679</u>	<u>132,150</u>	<u>2,933</u>	<u>209,084</u>	<u>702</u>
Excess (deficiency) of total additions over total deductions	809	(1,499)	(51,326)	31	(92,250)	(702)
Cash and investment fund balance - beginning	<u>20,943</u>	<u>2,744</u>	<u>51,326</u>	<u>192</u>	<u>92,250</u>	<u>702</u>
Cash and investment fund balance - ending	<u>\$ 21,752</u>	<u>\$ 1,245</u>	<u>\$ -</u>	<u>\$ 223</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Bad Check Fund	Tax Settlement Fund	County Prosecuting Attorney	Park and Recreation Sales Tax	HEA 1001-2008 Homestead Credit	Tax Withholding
Additions:						
Agency fund additions	\$ 28,492	\$ 40,600,794	\$ 28,492	\$ 12,804	\$ 353,350	\$ -
Deductions:						
Agency fund deductions	28,492	40,600,794	29,827	13,268	370,102	176
Excess (deficiency) of total additions over total deductions	-	-	(1,335)	(464)	(16,752)	(176)
Cash and investment fund balance - beginning	-	-	3,363	3,276	15,728	176
Cash and investment fund balance - ending	\$ -	\$ -	\$ 2,028	\$ 2,812	\$ (1,024)	\$ -

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

	County Recorder	County Sheriff	Sheriff's Inmate Trust	Washington County Park and Recreation	Washington County Park and Recreation II	Totals
Additions:						
Agency fund additions	\$ 106,966	\$ 1,323,717	\$ 18,911	\$ 190,484	\$ 57,984	\$ 50,596,710
Deductions:						
Agency fund deductions	107,789	1,352,880	16,097	190,284	57,984	64,863,940
Excess (deficiency) of total additions over total deductions	(823)	(29,163)	2,814	200	-	(14,267,230)
Cash and investment fund balance - beginning	8,341	58,040	4,452	340	-	15,923,252
Cash and investment fund balance - ending	\$ 7,518	\$ 28,877	\$ 7,266	\$ 540	\$ -	\$ 1,656,022

WASHINGTON 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	\$ 944,944
Infrastructure	22,722,004
Buildings	16,376,939
Improvements other than buildings	3,440,208
Machinery and equipment	<u>5,579,285</u>
Total governmental activities, capital assets not being depreciated	<u>\$ 49,063,380</u>

WASHINGTON 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:		
(3) 2008 Ford 150's	\$ 127,971	\$ 28,464
Grader, 2 Mowers, 2010 Dump Truck/Bed/Spinner	269,323	57,000
2 Backhoes	64,128	27,511
Bulldozer	18,766	19,210
2007 New Holland mower	4,461	3,080
Volvo road grader	60,927	15,305
2006 Chevrolet Sign Truck	36,361	13,048
2008 Sterling Dump Truck	89,910	27,360
Phone System	216,374	40,000
2007 Ford Ambulance	39,038	20,837
(2) 2008 Ford Ambulance	169,043	46,191
Notes and loans payable	<u>99,550</u>	<u>60,478</u>
Total governmental activities debt	<u>\$ 1,195,852</u>	<u>\$ 358,484</u>

WASHINGTON COUNTY
OTHER REPORTS

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

County Auditor
County Sheriff
County Parks and Recreation

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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

TO: THE OFFICIALS OF WASHINGTON COUNTY, INDIANA

Compliance

We have audited the compliance of Washington County (County) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended December 31, 2009. The County's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

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

In our opinion, the County complied in all material respects with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2009.

Internal Control Over Compliance

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

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

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

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

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

This report is intended solely for the information and use of the County's management, the Board of County Commissioners, 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

August 5, 2010

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

Federal Grantor Agency/Pass-Through Entity Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>			
Pass-Through Office of Rural Affairs			
CDBG - State Administered Small Cities Program Cluster			
Community Development Block Grants/State's Program	14.228		
		CF-07-208	\$ 155,419
		PL-05-067	<u>30,000</u>
Total for Program			<u>185,419</u>
Pass-Through Indiana Housing and Community Development Authority			
Community Development Block Grants/State's Program	14.228		
Homeowner Repair and Improvement		HD-008-013	<u>114,495</u>
Total for federal grantor agency			<u>299,914</u>
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Pass-Through Indiana Criminal Justice Institute			
Edward Bryne Memorial Justice Assistance Grant Program	16.738		
08a-DJ-001		DJ-BK-0018	<u>11,297</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana State Department of Health			
Public Health Emergency Preparedness	93.069		
		5U90TP517024-10	28,684
		1H75TP000339-01	<u>15,430</u>
Total for program			<u>44,114</u>
Pass-Through Indiana Department of Child Services			
Child Support Enforcement	93.563		<u>224,243</u>
Total for federal grantor agency			<u>268,357</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Homeland Security			
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036		
		DR 1828	<u>44,387</u>
Emergency Management Performance Grants	97.042		<u>28,623</u>
State Homeland Security Program (SHSP)	97.073		<u>221,442</u>
Total for federal grantor agency			<u>294,452</u>
Total federal awards expended			<u>\$ 874,020</u>

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

WASHINGTON COUNTY
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

I. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Washington County (County) and is presented in accordance with the cash and investment basis of accounting used in the preparation of the financial statements. Accordingly, the amount of federal awards expended is based on when the disbursement related to the award occurs except when the federal award is received on a reimbursement basis. In these instances the federal awards are considered expended when the reimbursement is received.

II. Subrecipients

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

Program Title	Federal CFDA Number	2009
Community Development Block Grants/State's Program	14.228	<u>\$ 114,495</u>

WASHINGTON COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Qualified

Internal control over financial reporting:

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

Noncompliance material to financial statements noted? no

Federal Awards:

Internal control over major programs:

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

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

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

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
97.073	State Homeland Security Program (SHSP)

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

Auditee qualified as low-risk auditee? yes

Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

WASHINGTON COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

WASHINGTON COUNTY
EXIT CONFERENCE

The contents of this report were discussed on August 5, 2010, with Sarah Bachman, Auditor; John Mishler, President of the Board of County Commissioners; and James Day, President of the County Council.