

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

ANNUAL FINANCIAL REPORT

2009

DECATUR COUNTY, INDIANA



**FILED**

09/22/2010



## TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials .....	2
Independent Auditor's Report on Financial Statements and Supplementary Schedule of Expenditures of Federal Awards.....	3-4
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 .....	5-6
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Activities and Net Assets – Cash and Investment Basis.....	7
Fund Financial Statements:	
Governmental Funds:	
Statement of Assets and Fund Balances and Receipts, Disbursements, and Changes in Fund Balances – Cash and Investment Basis – Governmental Funds .....	8
Proprietary Funds:	
Statement of Assets and Fund Balances and Receipts, Disbursements, and Changes in Fund Balances – Cash and Investment Basis – Proprietary Funds.....	9
Fiduciary Funds:	
Statement of Additions, Deductions, and Changes in Cash and Investment Balances – Fiduciary Funds .....	10
Notes to Financial Statements .....	11-21
Supplementary Information:	
Combining Schedule of Assets and Fund Balances and Receipts, Disbursements, and Changes in Fund Balances – Cash and Investment Basis – Other Governmental Funds.....	22-32
Combining Schedule of Additions, Deductions, and Changes in Cash and Investment Balances – Agency Funds.....	33-38
Schedule of Long-Term Debt .....	39
Other Reports.....	40
Supplemental Audit of Federal Awards:	
Independent Auditor's Report on Compliance With Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance With OMB Circular A-133.....	42-43
Schedule of Expenditures of Federal Awards .....	44
Notes to Schedule of Expenditures of Federal Awards.....	45
Schedule of Findings and Questioned Costs .....	46
Auditee Prepared Schedule:	
Summary Schedule of Prior Audit Findings .....	47
Exit Conference.....	48

### SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Bridgett C. Weber	01-01-09 to 12-31-12
Treasurer	Rita Burkert	01-01-09 to 12-31-12
Clerk	Janet Chadwell	01-01-07 to 12-31-10
Sheriff	Daryl Templeton	01-01-07 to 12-31-10
Recorder	Mary Vail	01-01-07 to 12-31-10
President of the Board of County Commissioners	Jerome Buening	01-01-09 to 12-31-10
President of the County Council	Ernest Gauck	01-01-09 to 12-31-10



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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

TO: THE OFFICIALS OF DECATUR COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Decatur 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, based on our audit and the reports of other auditors, 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 16, 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 examination performed by State Board of Accounts and, in our opinion, are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The County has not presented Management's Discussion and Analysis, Schedules of Funding Progress, Schedule of Contributions From the Employer and Other Contributing Entities, 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, 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 Long-Term Debt has 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 16, 2010



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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 DECATUR COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Decatur 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 16, 2010. The opinions to the financial statements were qualified due to omission of component units 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, 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 16, 2010

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

<u>Functions/Programs</u>	Program Receipts				Net (Disbursement) Receipt and Changes in Net Assets
	<u>Disbursements</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	Primary Government
					Total Governmental Activities
Primary government:					
Governmental activities:					
General government	\$ 4,973,714	\$ 188,970	\$ 17,198	\$ -	\$ (4,767,546)
Public safety	3,167,776	974,120	636,689	84,636	(1,472,331)
Highways and streets	3,099,520	62,730	22,754	446,692	(2,567,344)
Health and welfare	1,044,128	153,827	88,906	-	(801,395)
Economic development	6,667,146	-	-	-	(6,667,146)
Culture and recreation	816,143	80,609	24,684	-	(710,850)
Principal and interest on indebtedness	1,003,500	-	-	-	(1,003,500)
Total governmental activities	20,771,927	1,460,256	790,231	531,328	(17,990,112)
Total primary government	\$ 20,771,927	\$ 1,460,256	\$ 790,231	\$ 531,328	(17,990,112)
General receipts:					
Property taxes					7,003,247
Intergovernmental					6,456,514
Other local sources					2,199,713
Net proceeds from borrowings					3,000,033
Investment earnings					247,579
Special items: Rockies Express Damage Settlement					1,500,000
Total general receipts and special items					20,407,086
Change in net assets					2,416,974
Net assets - beginning					16,945,203
Net assets - ending					\$ 19,362,177
<u>Assets</u>					
Cash and investments					
Restricted assets:					\$ 10,770,569
Cash and investments					8,591,608
Total assets					\$ 19,362,177
<u>Net Assets</u>					
Restricted for:					
General government					\$ 194,346
Public safety					999,190
Highways and streets					2,498,671
Health and welfare					311,021
Economic development					2,127,625
Culture and recreation					41,094
Debt service					1,538,491
Capital outlay					2,680,807
Other purposes					71,221
Unrestricted					8,899,711
Total net assets					\$ 19,362,177

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

DECATUR 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	Highway	Honda TIF Bonds	Cumulative Bridge	Other Governmental Funds	Totals
<b>Receipts:</b>						
Taxes	\$ 3,176,080	\$ -	\$ -	\$ 832,386	\$ 2,994,781	\$ 7,003,247
Licenses and permits	-	-	-	-	100,809	100,809
Intergovernmental	2,748,302	1,784,643	-	383,240	2,827,504	7,743,689
Charges for services	166,921	62,730	-	-	1,230,605	1,460,256
Fines and forfeits	-	-	-	-	156,141	156,141
Other	1,248,141	1,724,532	1,871	4,246	233,248	3,212,038
<b>Total receipts</b>	<b>7,339,444</b>	<b>3,571,905</b>	<b>1,871</b>	<b>1,219,872</b>	<b>7,543,088</b>	<b>19,676,180</b>
<b>Disbursements:</b>						
General government	4,114,018	-	-	-	443,896	4,557,914
Public safety	1,933,554	-	-	-	1,125,191	3,058,745
Highways and streets	18,163	1,670,573	-	-	454,455	2,143,191
Health and welfare	206,209	-	-	-	814,855	1,021,064
Economic development	-	-	-	-	689,350	689,350
Culture and recreation	-	-	-	-	777,926	777,926
Debt service:						
Principal	-	-	-	-	737,414	737,414
Interest	-	-	-	-	266,086	266,086
Capital outlay:						
General government	68,112	-	-	-	203,333	271,445
Public safety	34,548	-	-	-	74,483	109,031
Highways and streets	9,784	-	-	946,545	-	956,329
Health and welfare	-	-	-	-	23,064	23,064
Economic development	-	-	5,977,796	-	-	5,977,796
Culture and recreation	-	-	-	-	38,217	38,217
<b>Total disbursements</b>	<b>6,384,388</b>	<b>1,670,573</b>	<b>5,977,796</b>	<b>946,545</b>	<b>5,648,270</b>	<b>20,627,572</b>
Excess (deficiency) of receipts over disbursements	955,056	1,901,332	(5,975,925)	273,327	1,894,818	(951,392)
<b>Other financing sources (uses):</b>						
Net proceeds from borrowings	-	-	3,000,033	-	-	3,000,033
Transfers in	-	84,878	-	-	2,792,816	2,877,694
Transfers out	(586)	-	-	-	(2,877,108)	(2,877,694)
Other receipts	500,000	-	-	-	12,688	512,688
<b>Total other financing sources (uses)</b>	<b>499,414</b>	<b>84,878</b>	<b>3,000,033</b>	<b>-</b>	<b>(71,604)</b>	<b>3,512,721</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,454,470	1,986,210	(2,975,892)	273,327	1,823,214	2,561,329
Cash and investment fund balance - beginning	2,237,756	110,967	4,830,694	2,098,688	7,451,522	16,729,627
Cash and investment fund balance - ending	<u>\$ 3,692,226</u>	<u>\$ 2,097,177</u>	<u>\$ 1,854,802</u>	<u>\$ 2,372,015</u>	<u>\$ 9,274,736</u>	19,290,956
Amounts reported for governmental activities in the Statement of Activities and Net Assets -						
Cash and Investment Basis are different because:						
Internal services funds are used by management to charge the costs of certain services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis.						
						71,221
Net assets of governmental activities						<u>\$ 19,362,177</u>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ 3,692,226	\$ -	\$ -	\$ -	\$ 5,223,541	\$ 8,915,767
Cash with fiscal agent	-	-	-	-	-	-
Restricted assets:						
Cash and investments	-	2,097,177	1,854,802	2,372,015	4,051,195	10,375,189
<b>Total cash and investment assets - ending</b>	<u>\$ 3,692,226</u>	<u>\$ 2,097,177</u>	<u>\$ 1,854,802</u>	<u>\$ 2,372,015</u>	<u>\$ 9,274,736</u>	<u>\$ 19,290,956</u>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ 194,346	\$ 194,346
Public safety	-	-	-	-	999,190	999,190
Highways and streets	-	2,097,177	-	-	401,494	2,498,671
Health and welfare	-	-	-	-	311,021	311,021
Economic development	-	-	1,854,802	-	272,823	2,127,625
Culture and recreation	-	-	-	-	41,094	41,094
Debt service	-	-	-	-	1,538,491	1,538,491
Capital outlay	-	-	-	2,372,015	308,792	2,680,807
Unrestricted	3,692,226	-	-	-	5,207,485	8,899,711
<b>Total cash and investment fund balance - ending</b>	<u>\$ 3,692,226</u>	<u>\$ 2,097,177</u>	<u>\$ 1,854,802</u>	<u>\$ 2,372,015</u>	<u>\$ 9,274,736</u>	<u>\$ 19,290,956</u>

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

DECATUR COUNTY  
 STATEMENT OF ASSETS AND FUND BALANCES AND  
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 PROPRIETARY FUNDS  
 As Of And For The Year Ended December 31, 2009

	<u>Non-Reverting Health Insurance</u>
Operating receipts:	
Charges for services	\$ <u>1,663,378</u>
Operating disbursements:	
Insurance claims and expense	<u>1,307,734</u>
Excess of operating receipts over operating disbursements	<u>355,644</u>
Nonoperating disbursements:	
Reimbursement	<u>(500,000)</u>
Deficiency of receipts over disbursements and nonoperating disbursements	(144,356)
Cash and investment fund balance - beginning	<u>215,577</u>
Cash and investment fund balance - ending	<u>\$ 71,221</u>
<u>Cash and Investment Assets - December 31</u>	
Restricted assets:	
Cash and investments	<u>\$ 71,221</u>
<u>Cash and Investment Fund Balance - December 31</u>	
Restricted for:	
Other purposes	<u>\$ 71,221</u>

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

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

	Sheriff's Pension Trust	Congressional School Trust	Agency Funds
	<u>          </u>	<u>          </u>	<u>          </u>
Additions:			
Contributions:			
Employer	\$ 74,449	\$ -	
Plan members	<u>14,703</u>	<u>-</u>	
Total contributions	<u>89,152</u>	<u>-</u>	
Investment earnings:			
Interest	<u>30,086</u>	<u>-</u>	
Total additions	<u>119,238</u>	<u>-</u>	
Deductions:			
Benefits	35,785	-	
Administrative and general	<u>17,436</u>	<u>-</u>	
Total deductions	<u>53,221</u>	<u>-</u>	
Excess (deficiency) of total additions over total deductions	66,017	-	
Cash and investment fund balance - beginning	<u>1,118,840</u>	<u>20,741</u>	
Cash and investment fund balance - ending	<u>\$ 1,184,857</u>	<u>\$ 20,741</u>	<u>\$ 2,248,007</u>

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

DECATUR 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, economic development, planning and zoning, and general administrative services.

The County's financial reporting entity is composed of the following:

Primary Government:	Decatur County
Discretely Presented Component Units:	Decatur County Memorial Hospital Decatur County Solid Waste Management District Decatur County Visitors and Recreation Commission

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

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

Discretely Presented Component Units

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

**Decatur County Memorial Hospital:** The Decatur County Memorial Hospital is a significant discretely presented component unit of the County. The County appoints a voting majority of the Decatur County Memorial Hospital's board and a financial benefit/burden relationship exists between the County and the Decatur County Memorial Hospital.

**Decatur County Solid Waste Management District:** The Decatur County Solid Waste Management District is a significant discretely presented component unit of the County. The County appoints a voting majority of the Decatur County Solid Waste Management District's board and a financial benefit/burden relationship exists between the County and the Decatur County Solid Waste Management District.

**Decatur County Visitors and Recreation Commission:** The Decatur County Visitors and Recreation Commission is a significant discretely presented component unit of the County. The County appoints a voting majority of the Decatur County Visitors and Recreation Commission's board and a financial benefit/burden relationship exists between the County and the Decatur County Visitors and Recreation Commission.

DECATUR COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

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

Fund Financial Statements

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitutes its assets, fund equity, receipts, and disbursements. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. However, at this time, the County has not established any enterprise funds.

The County reports the following major governmental funds:

The general fund is the primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

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

The Honda TIF bonds fund accounts for the proceeds of a bond issue for construction and improvement of public services, including water and wastewater services constructed by the City of Greensburg, to the Honda plant.

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

Additionally, the County reports the following fund types:

The internal service fund accounts for activities of the health insurance fund which accumulates resources for medical benefits for employees and their dependents.

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

The private purpose trust fund reports a trust arrangement under which principal and income benefit the County's school corporations.

Agency funds account for assets held by the County as an agent for federal and state revenue agencies and serve as control of accounts for cash transactions during the time they are a liability to the County.

DECATUR COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

C. Measurement Focus and Basis of Accounting

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

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

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

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

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities are provided to people outside the government (enterprise funds) or other departments or agencies primarily within the government (internal service funds). The County does not have any enterprise funds.

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

D. Assets and Cash and Investment Balances

1. Restricted Assets

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

2. Cash and Investments

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

3. Property Taxes

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

DECATUR COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

4. Capital Assets

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

5. Long-Term Debt

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

6. Equity Classification

Government-Wide Statements

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

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

Fund Financial Statements

Governmental fund equity is classified as fund balance. Proprietary fund equity is classified the same as in the government-wide statements.

E. Receipts and Disbursements

1. Program Receipts

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

2. Operating Receipts and Disbursements

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

F. Internal and Interfund Activities

In the process of aggregating the financial information for the government-wide Statement of Activities and Net Assets – Cash and Investment Basis, some amounts reported as interfund activity in the fund financial statements have been eliminated or reclassified.

DECATUR COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Fund Financial Statements

1. Interfund services – Sales or purchases of goods and services between funds are reported as receipts and disbursements.
2. Interfund reimbursements – Repayments from funds responsible for certain disbursements to the funds that initially paid for them are not reported as reimbursements but as adjustments to disbursements in the respective funds.
3. Interfund transfers – Flow of assets from one fund to another where repayment is not expected is reported as transfers in and out.
4. Interfund loans – Flow of assets from one fund to another where repayment is expected is reported as interfund loans.

Government-Wide Financial Statements

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

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

II. Stewardship, Compliance and Accountability

Budgetary Information

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

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

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

DECATUR COUNTY  
 NOTES TO FINANCIAL STATEMENTS  
 (Continued)

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 \$22,815,782.

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

2. Investments

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

Investment Type	Sheriff's Retirement and Benefit Pension Plans
Mutual bond funds	\$ 1,070,432

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

DECATUR COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

interest in, an investment company or investment trust must be rated as AAA, or its equivalent by Standard and Poor's Corporation or its successor or Aaa, or its equivalent, by Moody's Investors Service, Inc., or its successor. The form of securities in an investment company or investment trust have a stated final maturity of one day.

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

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

Investment Custodial Credit Risk

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

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

Interest Rate Risk

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

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

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.

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.

DECATUR COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Foreign Currency Risk

Neither the County nor the Sheriff's Merit Board have 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>
General Fund	Other governmental funds	\$ 586
Other governmental funds	Highway Fund	84,878
	Other governmental funds	<u>2,792,230</u>
Total		<u>\$ 2,877,694</u>

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

IV. Other Information

A. Risk Management

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

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. In the past three years settled claims did not exceed commercial insurance coverage. There were no significant reductions in insurance by major category of risk.

Medical Benefits to Employees and Dependents

The County has chosen to establish a risk financing fund for risks associated with medical benefits for employees and dependents. The risk financing fund is accounted for in the Health Insurance Fund, an internal service fund, where assets are set aside for claim settlements. The County purchases commercial insurance for claims in excess of coverage provided by the fund. Employee portions of the premiums and a budgeted amount from the Commissioner's budget are paid into the fund and are available to pay claims, claim reserves and administrative costs of the program.

Job Related Illnesses or Injuries to Employees

In 2003, the County joined with other governmental entities in the Indiana Public Employer's Plan, a public entity risk pool currently operating as a common risk management and insurance program for approximately 700 member governmental entities. This risk pool was formed in 1990. The purpose of the risk pool is to provide a medium for the funding and administration of job

DECATUR COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

related illnesses or injuries to employees. The County pays an annual premium to the risk pool for its job related illnesses or injuries to employees coverage. The risk pool is considered a self-sustaining risk pool that will provide coverage for its members for up to \$1,000,000 per insured event.

B. Holding Corporations

The County has entered into a capital lease with Decatur County Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the County. The lessor has been determined to be a related party of the County. Lease payments during the year 2009 totaled \$625,000.

The County has entered into a capital lease with Decatur County Memorial Hospital Association (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to Decatur County Memorial Hospital. The lessor has been determined to be a related party of the County. Lease payments during the year 2009 totaled \$378,500.

C. Conduit Debt Obligation

The County has issued conduit debt (no commitment debt) to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the County, the State, nor any political subdivision thereof is obligated in any manner for the repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying notes to the financial statements.

As of December 31, 2009, the aggregate principal amount payable for series issued on or after July 1, 1995, was unknown. The original issue amount totaled \$4,500,000.

D. Hospital Debt Obligation

The County Hospital issued bonds that the County has agreed to pay a portion of each year by way of an ad valorem tax. The County is obligated for the annual payment only, which is accounted for in a special revenue fund. This debt is an obligation of the Hospital, and is not a direct liability of the County itself.

E. Receipts Pledged

Tax Increment Receipts Pledged

The County has pledged a portion of property tax proceeds within the TIF district receipts to repay \$42,830,000 in tax increment bonds issued in 2008 to finance extension of utility services and other improvements to the area of the Honda plant. The bonds are payable solely from the incremental property tax proceeds within the TIF district. Incremental property tax proceeds within the TIF district were projected to produce 100 percent of the debt service requirements over the life of the bonds.

DECATUR COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Receipts Pledged in Connection with Component Unit Debt

The County has pledged, as security for bonds issued by Decatur County Memorial Hospital, a portion of the County's local property tax rate. The bonds, issued by the Decatur County Memorial Hospital Association in 2003, in the amount of \$4,000,000 for a building addition and renovation, are payable through 2018. The County has committed to appropriate each year, from the local property tax rate, amounts sufficient to cover the principal and interest requirements on the Decatur County Memorial Hospital's debt. The Decatur County Memorial Hospital has pledged, as the sole security for the bonds, the annual appropriations from the County.

F. Pension Plans

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

1. Public Employees' Retirement Fund

Plan Description

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

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

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

Funding Policy

The contribution requirements of plan members for PERF are established by the Board of Trustees of PERF. The total contributions made to PERF by the County during the period were \$209,706.

DECATUR COUNTY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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 \$65,428.

3. County Police Benefit Plan

Plan Description

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

Funding Policy

The contribution requirements of plan members for the County Police Benefit Plan are established by state statute. The contributions made by the County during the period were \$9,021.

DECATUR 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	Airport Improvement	Accident Report	Firearms Training	Park Activity	Health	Host Homes	Westport Covered Bridge Donation
<b>Receipts:</b>								
Taxes	\$ 349,530	\$ -	\$ -	\$ -	\$ -	\$ 323,847	\$ -	\$ -
Licenses and permits	-	-	-	14,005	-	52,500	-	-
Intergovernmental	241,809	-	-	-	-	16,311	-	-
Charges for services	-	-	1,066	-	51,523	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	-
Other	8,589	-	-	-	9,004	14,384	9,700	-
<b>Total receipts</b>	<b>599,928</b>	<b>-</b>	<b>1,066</b>	<b>14,005</b>	<b>60,527</b>	<b>407,042</b>	<b>9,700</b>	<b>-</b>
<b>Disbursements:</b>								
General government	-	-	-	-	-	-	-	-
Public safety	-	-	2,137	15,556	-	-	-	-
Highways and streets	454,455	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	323,840	9,700	-
Economic development	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	118,777	-	-	-
Debt service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Capital outlay:								
General government	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	23,064	-	-
Culture and recreation	-	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>454,455</b>	<b>-</b>	<b>2,137</b>	<b>15,556</b>	<b>118,777</b>	<b>346,904</b>	<b>9,700</b>	<b>-</b>
Excess (deficiency) of receipts over disbursements	145,473	-	(1,071)	(1,551)	(58,250)	60,138	-	-
<b>Other financing sources (uses):</b>								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	145,473	-	(1,071)	(1,551)	(58,250)	60,138	-	-
Cash and investment fund balance - beginning	194,031	34,295	6,840	18,770	95,207	232,614	-	41,622
Cash and investment fund balance - ending	<u>\$ 339,504</u>	<u>\$ 34,295</u>	<u>\$ 5,769</u>	<u>\$ 17,219</u>	<u>\$ 36,957</u>	<u>\$ 292,752</u>	<u>\$ -</u>	<u>\$ 41,622</u>
<b>Cash and Investment Assets - Ending</b>								
Cash and investments	\$ -	\$ 34,295	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:								
Cash and investments	339,504	-	5,769	17,219	36,957	292,752	-	41,622
<b>Total cash and investment assets - ending</b>	<u>\$ 339,504</u>	<u>\$ 34,295</u>	<u>\$ 5,769</u>	<u>\$ 17,219</u>	<u>\$ 36,957</u>	<u>\$ 292,752</u>	<u>\$ -</u>	<u>\$ 41,622</u>
<b>Cash and Investment Fund Balance - Ending</b>								
Restricted for:								
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	5,769	17,219	-	-	-	-
Highways and streets	339,504	-	-	-	-	-	-	41,622
Health and welfare	-	-	-	-	-	292,752	-	-
Economic development	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	36,957	-	-	-
Debt service	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Unrestricted	-	34,295	-	-	-	-	-	-
<b>Total cash and investment fund balance - ending</b>	<u>\$ 339,504</u>	<u>\$ 34,295</u>	<u>\$ 5,769</u>	<u>\$ 17,219</u>	<u>\$ 36,957</u>	<u>\$ 292,752</u>	<u>\$ -</u>	<u>\$ 41,622</u>

DECATUR 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)

	Animal Shelter	Clerk's Records Perpetuation	Deferral Program	Riverboat	Emergency Telephone System Landline	Drug Free Community	Emergency Planning/Right To Know
<b>Receipts:</b>							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	73,907	-	42,128	-
Charges for services	22,556	13,962	-	-	238,435	-	-
Fines and forfeits	-	-	11,990	-	-	-	-
Other	-	-	-	-	-	-	-
<b>Total receipts</b>	<b>22,556</b>	<b>13,962</b>	<b>11,990</b>	<b>73,907</b>	<b>238,435</b>	<b>42,128</b>	<b>-</b>
<b>Disbursements:</b>							
General government	-	11,619	-	-	-	-	-
Public safety	37,944	-	-	-	270,577	37,192	997
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>37,944</b>	<b>11,619</b>	<b>-</b>	<b>-</b>	<b>270,577</b>	<b>37,192</b>	<b>997</b>
Excess (deficiency) of receipts over disbursements	(15,388)	2,343	11,990	73,907	(32,142)	4,936	(997)
<b>Other financing sources (uses):</b>							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Other receipts	12,688	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>12,688</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,700)	2,343	11,990	73,907	(32,142)	4,936	(997)
Cash and investment fund balance - beginning	9,007	7,419	-	223,442	265,746	18,680	30,287
Cash and investment fund balance - ending	\$ 6,307	\$ 9,762	\$ 11,990	\$ 297,349	\$ 233,604	\$ 23,616	\$ 29,290
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ 6,307	\$ -	\$ 11,990	\$ 297,349	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	-	9,762	-	-	233,604	23,616	29,290
<b>Total cash and investment assets - ending</b>	<b>\$ 6,307</b>	<b>\$ 9,762</b>	<b>\$ 11,990</b>	<b>\$ 297,349</b>	<b>\$ 233,604</b>	<b>\$ 23,616</b>	<b>\$ 29,290</b>
<b>Cash and Investment Fund Balance - Ending</b>							
Restricted for:							
General government	\$ -	\$ 9,762	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	233,604	23,616	29,290
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	6,307	-	11,990	297,349	-	-	-
<b>Total cash and investment fund balance - ending</b>	<b>\$ 6,307</b>	<b>\$ 9,762</b>	<b>\$ 11,990</b>	<b>\$ 297,349</b>	<b>\$ 233,604</b>	<b>\$ 23,616</b>	<b>\$ 29,290</b>

DECATUR 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)

	Convention And Visitors Bureau	Welfare Psych Child Treatment	Park And Recreation	Prosecutor's Title IV-D	Juvenile Probation Service	Adult Probation Service	Recorder's Records Perpetuation
<b>Receipts:</b>							
Taxes	\$ -	\$ 23,576	\$ 347,313	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	3,688	48,437	87,110	-	-	-
Charges for services	-	-	29,086	-	7,628	121,345	25,605
Fines and forfeits	-	-	-	-	-	-	-
Other	140,083	-	9	-	-	-	-
<b>Total receipts</b>	<b>140,083</b>	<b>27,264</b>	<b>424,845</b>	<b>87,110</b>	<b>7,628</b>	<b>121,345</b>	<b>25,605</b>
<b>Disbursements:</b>							
General government	-	-	-	-	-	-	14,811
Public safety	-	-	-	-	10,226	114,882	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	36,395	-	6,918	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	175,000	-	460,060	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	240	1,219	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	38,217	-	-	-	-
<b>Total disbursements</b>	<b>175,000</b>	<b>36,395</b>	<b>498,277</b>	<b>6,918</b>	<b>10,466</b>	<b>116,101</b>	<b>14,811</b>
Excess (deficiency) of receipts over disbursements	(34,917)	(9,131)	(73,432)	80,192	(2,838)	5,244	10,794
<b>Other financing sources (uses):</b>							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	(158,956)	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(158,956)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(34,917)	(168,087)	(73,432)	80,192	(2,838)	5,244	10,794
Cash and investment fund balance - beginning	232,270	168,087	449,179	36,535	21,959	176,481	49,275
Cash and investment fund balance - ending	\$ 197,353	\$ -	\$ 375,747	\$ 116,727	\$ 19,121	\$ 181,725	\$ 60,069
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ 197,353	\$ -	\$ 375,747	\$ 116,727	\$ 19,121	\$ 181,725	\$ -
Restricted assets:							
Cash and investments	-	-	-	-	-	-	60,069
<b>Total cash and investment assets - ending</b>	<b>\$ 197,353</b>	<b>\$ -</b>	<b>\$ 375,747</b>	<b>\$ 116,727</b>	<b>\$ 19,121</b>	<b>\$ 181,725</b>	<b>\$ 60,069</b>
<b>Cash and Investment Fund Balance - Ending</b>							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 60,069
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	197,353	-	375,747	116,727	19,121	181,725	-
<b>Total cash and investment fund balance - ending</b>	<b>\$ 197,353</b>	<b>\$ -</b>	<b>\$ 375,747</b>	<b>\$ 116,727</b>	<b>\$ 19,121</b>	<b>\$ 181,725</b>	<b>\$ 60,069</b>

DECATUR 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)

	Covered Bridge	Marijuana Eradication Program	Family And Children	Health Maintenance	Corrections Drug Testing	Guardian Ad Litem/Court	Plat Book Maintenance
<b>Receipts:</b>							
Taxes	\$ -	\$ -	\$ 430,474	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	34,304	-	-	-
Intergovernmental	1,850	-	67,343	-	-	8,000	-
Charges for services	-	-	96,170	-	4,710	-	5,495
Fines and forfeits	-	7,580	-	-	-	-	-
Other	-	-	-	90	-	-	-
<b>Total receipts</b>	<b>1,850</b>	<b>7,580</b>	<b>593,987</b>	<b>34,394</b>	<b>4,710</b>	<b>8,000</b>	<b>5,495</b>
<b>Disbursements:</b>							
General government	-	-	-	-	-	8,000	-
Public safety	-	4,072	-	-	3,815	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	357,446	17,946	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>-</b>	<b>4,072</b>	<b>357,446</b>	<b>17,946</b>	<b>3,815</b>	<b>8,000</b>	<b>-</b>
Excess (deficiency) of receipts over disbursements	1,850	3,508	236,541	16,448	895	-	5,495
<b>Other financing sources (uses):</b>							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	(1,237,159)	-	-	-	-
Other receipts	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>(1,237,159)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,850	3,508	(1,000,618)	16,448	895	-	5,495
Cash and investment fund balance - beginning	18,518	31,247	1,000,618	36,022	3,380	27	45,810
Cash and investment fund balance - ending	\$ 20,368	\$ 34,755	\$ -	\$ 52,470	\$ 4,275	\$ 27	\$ 51,305
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ -	\$ 34,755	\$ -	\$ 52,470	\$ -	\$ -	\$ 51,305
Restricted assets:							
Cash and investments	20,368	-	-	-	4,275	27	-
<b>Total cash and investment assets - ending</b>	<b>\$ 20,368</b>	<b>\$ 34,755</b>	<b>\$ -</b>	<b>\$ 52,470</b>	<b>\$ 4,275</b>	<b>\$ 27</b>	<b>\$ 51,305</b>
<b>Cash and Investment Fund Balance - Ending</b>							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 27	\$ -
Public safety	-	-	-	-	4,275	-	-
Highways and streets	20,368	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	34,755	-	52,470	-	-	51,305
<b>Total cash and investment fund balance - ending</b>	<b>\$ 20,368</b>	<b>\$ 34,755</b>	<b>\$ -</b>	<b>\$ 52,470</b>	<b>\$ 4,275</b>	<b>\$ 27</b>	<b>\$ 51,305</b>

DECATUR 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)

	Misdemeanant	Supplemental Public Defender	Clerk's Title IV-D	Surveyor's Corner Perpetuation	Sheriff's Continuing Education	Jury Pay	Inmates Phone
<b>Receipts:</b>							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	17,569	-	-	-	-
Charges for services	112,853	-	-	4,720	10,499	-	13,070
Fines and forfeits	-	61,880	-	-	-	-	-
Other	-	-	-	-	-	5,553	-
<b>Total receipts</b>	<b>112,853</b>	<b>61,880</b>	<b>17,569</b>	<b>4,720</b>	<b>10,499</b>	<b>5,553</b>	<b>13,070</b>
<b>Disbursements:</b>							
General government	-	-	-	8,887	-	-	-
Public safety	72,131	63,149	-	-	7,265	-	4,025
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	2,230	-	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>72,131</b>	<b>63,149</b>	<b>2,230</b>	<b>8,887</b>	<b>7,265</b>	<b>-</b>	<b>4,025</b>
Excess (deficiency) of receipts over disbursements	40,722	(1,269)	15,339	(4,167)	3,234	5,553	9,045
<b>Other financing sources (uses):</b>							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	40,722	(1,269)	15,339	(4,167)	3,234	5,553	9,045
Cash and investment fund balance - beginning	219,667	87,208	2,487	32,335	29,269	89,731	70,404
Cash and investment fund balance - ending	\$ 260,389	\$ 85,939	\$ 17,826	\$ 28,168	\$ 32,503	\$ 95,284	\$ 79,449
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ 260,389	\$ 85,939	\$ 17,826	\$ -	\$ -	\$ -	\$ 79,449
Restricted assets:							
Cash and investments	-	-	-	28,168	32,503	95,284	-
<b>Total cash and investment assets - ending</b>	<b>\$ 260,389</b>	<b>\$ 85,939</b>	<b>\$ 17,826</b>	<b>\$ 28,168</b>	<b>\$ 32,503</b>	<b>\$ 95,284</b>	<b>\$ 79,449</b>
<b>Cash and Investment Fund Balance - Ending</b>							
Restricted for:							
General government	\$ -	\$ -	\$ -	28,168	\$ -	95,284	\$ -
Public safety	-	-	-	-	32,503	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	260,389	85,939	17,826	-	-	-	79,449
<b>Total cash and investment fund balance - ending</b>	<b>\$ 260,389</b>	<b>\$ 85,939</b>	<b>\$ 17,826</b>	<b>\$ 28,168</b>	<b>\$ 32,503</b>	<b>\$ 95,284</b>	<b>\$ 79,449</b>

DECATUR 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)

	Sardinia Septic Donations	ARRA Rural Law Enforcement Grant	Community Service	Child Safety Grant	HAVA Title III Grant	HAVA Section 102 Grant	Family Court Counselor
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	499,941	-	850	-	-	-
Charges for services	-	-	3,320	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	70,735
Other	-	-	-	-	-	-	-
<b>Total receipts</b>	<b>-</b>	<b>499,941</b>	<b>3,320</b>	<b>850</b>	<b>-</b>	<b>-</b>	<b>70,735</b>
Disbursements:							
General government	-	-	-	-	2,352	-	73,004
Public safety	-	13,606	160	2,719	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	72,050	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>-</b>	<b>85,656</b>	<b>160</b>	<b>2,719</b>	<b>2,352</b>	<b>-</b>	<b>73,004</b>
Excess (deficiency) of receipts over disbursements	-	414,285	3,160	(1,869)	(2,352)	-	(2,269)
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	414,285	3,160	(1,869)	(2,352)	-	(2,269)
Cash and investment fund balance - beginning	10,000	-	-	2,184	113,568	562	24,267
Cash and investment fund balance - ending	<u>\$ 10,000</u>	<u>\$ 414,285</u>	<u>\$ 3,160</u>	<u>\$ 315</u>	<u>\$ 111,216</u>	<u>\$ 562</u>	<u>\$ 21,998</u>
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ 10,000	\$ -	\$ 3,160	\$ -	\$ 111,216	\$ 562	\$ 21,998
Restricted assets:							
Cash and investments	-	414,285	-	315	-	-	-
Total cash and investment assets - ending	<u>\$ 10,000</u>	<u>\$ 414,285</u>	<u>\$ 3,160</u>	<u>\$ 315</u>	<u>\$ 111,216</u>	<u>\$ 562</u>	<u>\$ 21,998</u>
<b>Cash and Investment Fund Balance - Ending</b>							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	414,285	-	315	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	10,000	-	3,160	-	111,216	562	21,998
Total cash and investment fund balance - ending	<u>\$ 10,000</u>	<u>\$ 414,285</u>	<u>\$ 3,160</u>	<u>\$ 315</u>	<u>\$ 111,216</u>	<u>\$ 562</u>	<u>\$ 21,998</u>

DECATUR 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)

	Bioterrorism Preparedness Grant	Burney/Clay Fire Department	Lawrenceburg Grant/Honda	Rainy Day	Sales Disclosure	Law Enforcement Continuing Education	State Welfare Excise Tax
<b>Receipts:</b>							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	323,386	-	-	-
Charges for services	-	-	-	-	2,125	1,178	-
Fines and forfeits	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
<b>Total receipts</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>323,386</b>	<b>2,125</b>	<b>1,178</b>	<b>-</b>
<b>Disbursements:</b>							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	11,640
Economic development	-	-	355,869	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>-</b>	<b>-</b>	<b>355,869</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>11,640</b>
Excess (deficiency) of receipts over disbursements	-	-	(355,869)	323,386	2,125	1,178	(11,640)
<b>Other financing sources (uses):</b>							
Transfers in	-	-	-	1,396,115	-	-	-
Transfers out	-	-	(84,878)	-	-	-	-
Other receipts	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>(84,878)</b>	<b>1,396,115</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	(440,747)	1,719,501	2,125	1,178	(11,640)
Cash and investment fund balance - beginning	67,844	1,488	440,747	124,533	10,822	14,489	11,640
Cash and investment fund balance - ending	\$ 67,844	\$ 1,488	\$ -	\$ 1,844,034	\$ 12,947	\$ 15,667	\$ -
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ -	\$ -	\$ -	\$ 1,844,034	\$ 12,947	\$ -	\$ -
Restricted assets:							
Cash and investments	67,844	1,488	-	-	-	15,667	-
Total cash and investment assets - ending	\$ 67,844	\$ 1,488	\$ -	\$ 1,844,034	\$ 12,947	\$ 15,667	\$ -
<b>Cash and Investment Fund Balance - Ending</b>							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	67,844	1,488	-	-	-	15,667	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	-	-	1,844,034	12,947	-	-
Total cash and investment fund balance - ending	\$ 67,844	\$ 1,488	\$ -	\$ 1,844,034	\$ 12,947	\$ 15,667	\$ -

DECATUR 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)

	Cumulative Reassessment	Police Pension	Sheriff's Commissary	Park Gifts and Grants	Home Detention	Tobacco Settlement	Public Health Preparedness (H1N1)
<b>Receipts:</b>							
Taxes	\$ 209,060		\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-		-	-	-	-	-
Intergovernmental	28,246		-	-	-	14,297	31,769
Charges for services	-	47,067	56,084	-	93,352	-	-
Fines and forfeits	-		-	-	-	-	-
Other	3,165	-	-	24,684	-	-	-
<b>Total receipts</b>	<b>240,471</b>	<b>47,067</b>	<b>56,084</b>	<b>24,684</b>	<b>93,352</b>	<b>14,297</b>	<b>31,769</b>
<b>Disbursements:</b>							
General government	298,141	24,582	-	-	-	-	-
Public safety	-	-	54,697	-	89,275	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	32,418	16,322
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	24,089	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	974	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>298,141</b>	<b>24,582</b>	<b>54,697</b>	<b>24,089</b>	<b>90,249</b>	<b>32,418</b>	<b>16,322</b>
Excess (deficiency) of receipts over disbursements	(57,670)	22,485	1,387	595	3,103	(18,121)	15,447
<b>Other financing sources (uses):</b>							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(57,670)	22,485	1,387	595	3,103	(18,121)	15,447
Cash and investment fund balance - beginning	1,195,180	38,507	19,861	3,542	17,908	20,943	-
Cash and investment fund balance - ending	\$ 1,137,510	\$ 60,992	\$ 21,248	\$ 4,137	\$ 21,011	\$ 2,822	\$ 15,447
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ 1,137,510	\$ 60,992	\$ -	\$ -	\$ 21,011	\$ -	\$ -
Restricted assets:							
Cash and investments	-	-	21,248	4,137	-	2,822	15,447
<b>Total cash and investment assets - ending</b>	<b>\$ 1,137,510</b>	<b>\$ 60,992</b>	<b>\$ 21,248</b>	<b>\$ 4,137</b>	<b>\$ 21,011</b>	<b>\$ 2,822</b>	<b>\$ 15,447</b>
<b>Cash and Investment Fund Balance - Ending</b>							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	21,248	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	2,822	15,447
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	4,137	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	1,137,510	60,992	-	-	21,011	-	-
<b>Total cash and investment fund balance - ending</b>	<b>\$ 1,137,510</b>	<b>\$ 60,992</b>	<b>\$ 21,248</b>	<b>\$ 4,137</b>	<b>\$ 21,011</b>	<b>\$ 2,822</b>	<b>\$ 15,447</b>

DECATUR 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 Advocacy	Federal Adoptive Forfeiture	Excess Levy	Common School	Identification Security Protection	Operation Pullover	Homeland Security Grant
<b>Receipts:</b>							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	1,000	84,636
Charges for services	-	-	-	-	9,865	-	-
Fines and forfeits	-	291	-	450	-	-	-
Other	100	-	-	-	-	-	-
<b>Total receipts</b>	<b>100</b>	<b>291</b>	<b>-</b>	<b>450</b>	<b>9,865</b>	<b>1,000</b>	<b>84,636</b>
<b>Disbursements:</b>							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	1,340	658	84,636
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,340</b>	<b>658</b>	<b>84,636</b>
Excess (deficiency) of receipts over disbursements	100	291	-	450	8,525	342	-
<b>Other financing sources (uses):</b>							
Transfers in	-	-	1,396,701	-	-	-	-
Transfers out	-	-	(1,396,115)	-	-	-	-
Other receipts	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>586</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	100	291	586	450	8,525	342	-
Cash and investment fund balance - beginning	50	-	-	-	5,589	-	-
Cash and investment fund balance - ending	\$ 150	\$ 291	\$ 586	\$ 450	\$ 14,114	\$ 342	\$ -
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ 150	\$ 291	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	-	-	586	450	14,114	342	-
<b>Total cash and investment assets - ending</b>	<b>\$ 150</b>	<b>\$ 291</b>	<b>\$ 586</b>	<b>\$ 450</b>	<b>\$ 14,114</b>	<b>\$ 342</b>	<b>\$ -</b>
<b>Cash and Investment Fund Balance - Ending</b>							
Restricted for:							
General government	\$ -	\$ -	\$ 586	\$ 450	\$ -	\$ -	\$ -
Public safety	-	-	-	-	14,114	342	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	150	291	-	-	-	-	-
<b>Total cash and investment fund balance - ending</b>	<b>\$ 150</b>	<b>\$ 291</b>	<b>\$ 586</b>	<b>\$ 450</b>	<b>\$ 14,114</b>	<b>\$ 342</b>	<b>\$ -</b>

DECATUR 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)

	Check Enforcement	Emergency Telephone System Wireless	Drug Free Grant	Sheriff's Drug Testing	Probation Administration	Sheriff's Inmate Food	Hospital Bond
<b>Receipts:</b>							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 491,824
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	92,770	-	-	-	42,676
Charges for services	2,043	98,014	-	-	33,578	125,256	-
Fines and forfeits	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
<b>Total receipts</b>	<b>2,043</b>	<b>98,014</b>	<b>92,770</b>	<b>-</b>	<b>33,578</b>	<b>125,256</b>	<b>534,500</b>
<b>Disbursements:</b>							
General government	2,500	-	-	-	-	-	-
Public safety	-	-	96,673	199	20,186	104,172	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	247,500
Interest	-	-	-	-	-	-	131,000
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>2,500</b>	<b>-</b>	<b>96,673</b>	<b>199</b>	<b>20,186</b>	<b>104,172</b>	<b>378,500</b>
Excess (deficiency) of receipts over disbursements	(457)	98,014	(3,903)	(199)	13,392	21,084	156,000
<b>Other financing sources (uses):</b>							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(457)	98,014	(3,903)	(199)	13,392	21,084	156,000
Cash and investment fund balance - beginning	11,622	-	7,444	505	104,214	6,498	74,979
Cash and investment fund balance - ending	\$ 11,165	\$ 98,014	\$ 3,541	\$ 306	\$ 117,606	\$ 27,582	\$ 230,979
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ 11,165	\$ -	\$ -	\$ 306	\$ 117,606	\$ 27,582	\$ -
Restricted assets:							
Cash and investments	-	98,014	3,541	-	-	-	230,979
<b>Total cash and investment assets - ending</b>	<b>\$ 11,165</b>	<b>\$ 98,014</b>	<b>\$ 3,541</b>	<b>\$ 306</b>	<b>\$ 117,606</b>	<b>\$ 27,582</b>	<b>\$ 230,979</b>
<b>Cash and Investment Fund Balance - Ending</b>							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	98,014	3,541	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	230,979
Capital outlay	-	-	-	-	-	-	-
Unrestricted	11,165	-	-	306	117,606	27,582	-
<b>Total cash and investment fund balance - ending</b>	<b>\$ 11,165</b>	<b>\$ 98,014</b>	<b>\$ 3,541</b>	<b>\$ 306</b>	<b>\$ 117,606</b>	<b>\$ 27,582</b>	<b>\$ 230,979</b>

DECATUR 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)

	EDIT Debt Service	Cumulative Capital Development	Park Nonreverting Capital	Sheriff's Donation	Family Violence/Victim's Assistance	Redevelopment Commission TIF	Totals
<b>Receipts:</b>							
Taxes	\$ -	\$ 275,903	\$ -	\$ -	\$ -	\$ 543,254	\$ 2,994,781
Licenses and permits	-	-	-	-	-	-	100,809
Intergovernmental	1,062,259	37,522	-	-	-	-	2,827,504
Charges for services	-	-	-	-	-	-	1,230,605
Fines and forfeits	-	-	-	-	3,215	-	156,141
Other	3,184	2,275	-	12,428	-	-	233,248
<b>Total receipts</b>	<b>1,065,443</b>	<b>315,700</b>	<b>-</b>	<b>12,428</b>	<b>3,215</b>	<b>543,254</b>	<b>7,543,088</b>
<b>Disbursements:</b>							
General government	-	-	-	-	-	-	443,896
Public safety	-	-	-	12,395	507	-	1,125,191
Highways and streets	-	-	-	-	-	-	454,455
Health and welfare	-	-	-	-	-	-	814,855
Economic development	63,050	-	-	-	-	270,431	689,350
Culture and recreation	-	-	-	-	-	-	777,926
<b>Debt service:</b>							
Principal	489,914	-	-	-	-	-	737,414
Interest	135,086	-	-	-	-	-	266,086
<b>Capital outlay:</b>							
General government	-	203,333	-	-	-	-	203,333
Public safety	-	-	-	-	-	-	74,483
Health and welfare	-	-	-	-	-	-	23,064
Culture and recreation	-	-	-	-	-	-	38,217
<b>Total disbursements</b>	<b>688,050</b>	<b>203,333</b>	<b>-</b>	<b>12,395</b>	<b>507</b>	<b>270,431</b>	<b>5,648,270</b>
Excess (deficiency) of receipts over disbursements	377,393	112,367	-	33	2,708	272,823	1,894,818
<b>Other financing sources (uses):</b>							
Transfers in	-	-	-	-	-	-	2,792,816
Transfers out	-	-	-	-	-	-	(2,877,108)
Other receipts	-	-	-	-	-	-	12,688
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(71,604)</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	377,393	112,367	-	33	2,708	272,823	1,823,214
Cash and investment fund balance - beginning	930,119	192,750	3,675	16,023	1,500	-	7,451,522
Cash and investment fund balance - ending	\$ 1,307,512	\$ 305,117	\$ 3,675	\$ 16,056	\$ 4,208	\$ 272,823	\$ 9,274,736
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ -	\$ -	\$ -	\$ 16,056	\$ 4,208	\$ -	\$ 5,223,541
<b>Restricted assets:</b>							
Cash and investments	1,307,512	305,117	3,675	-	-	272,823	4,051,195
<b>Total cash and investment assets - ending</b>	<b>\$ 1,307,512</b>	<b>\$ 305,117</b>	<b>\$ 3,675</b>	<b>\$ 16,056</b>	<b>\$ 4,208</b>	<b>\$ 272,823</b>	<b>\$ 9,274,736</b>
<b>Cash and Investment Fund Balance - Ending</b>							
<b>Restricted for:</b>							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 194,346
Public safety	-	-	-	16,056	-	-	999,190
Highways and streets	-	-	-	-	-	-	401,494
Health and welfare	-	-	-	-	-	-	311,021
Economic development	-	-	-	-	-	272,823	272,823
Culture and recreation	-	-	-	-	-	-	41,094
Debt service	1,307,512	-	-	-	-	-	1,538,491
Capital outlay	-	305,117	3,675	-	-	-	308,792
Unrestricted	-	-	-	-	4,208	-	5,207,485
<b>Total cash and investment fund balance - ending</b>	<b>\$ 1,307,512</b>	<b>\$ 305,117</b>	<b>\$ 3,675</b>	<b>\$ 16,056</b>	<b>\$ 4,208</b>	<b>\$ 272,823</b>	<b>\$ 9,274,736</b>

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

	City and Town Court Costs	Coroner's Training and Continuing Education	Congressional School Interest	Surplus Tax Sale	Surplus Tax	State Settlement
Additions: Agency fund additions	\$ 11,859	\$ 1,757	\$ 553	\$ -	\$ 106,499	\$ 30,372,606
Deductions: Agency fund deductions	6,865	1,743	2,489	-	168,168	30,372,606
Excess (deficiency) of total additions over total deductions	4,994	14	(1,936)	-	(61,669)	-
Cash and investment fund balance - beginning	715	138	19,194	11,039	69,526	-
Cash and investment fund balance - ending	<u>\$ 5,709</u>	<u>\$ 152</u>	<u>\$ 17,258</u>	<u>\$ 11,039</u>	<u>\$ 7,857</u>	<u>\$ -</u>

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

	State Fines And Forfeitures	State Sales Disclosure Fees	Liens and Assessment Collections	Infraction Judgements	Inheritance Tax	Riverboat Wagering Tax Sharing
Additions: Agency fund additions	\$ 12,787	\$ 2,120	\$ 6,923	\$ 44,269	\$ 667,878	\$ 79,759
Deductions: Agency fund deductions	16,522	2,185	12,934	43,759	726,540	79,759
Excess (deficiency) of total additions over total deductions	(3,735)	(65)	(6,011)	510	(58,662)	-
Cash and investment fund balance - beginning	4,150	275	6,011	2,177	356,718	-
Cash and investment fund balance - ending	<u>\$ 415</u>	<u>\$ 210</u>	<u>\$ -</u>	<u>\$ 2,687</u>	<u>\$ 298,056</u>	<u>\$ -</u>

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

	CEDIT Homestead Credit	Homestead Credit Rebate	Ptrc (Cagit)	Payroll	Sheriff Inmate Trust	Special Death Benefits
Additions: Agency fund additions	\$ 368,311	\$ 31	\$ 1,149,251	\$ 4,340,172	\$ 93,772	\$ 2,485
Deductions: Agency fund deductions	368,041	31	1,149,251	4,320,212	98,629	2,385
Excess (deficiency) of total additions over total deductions	270	-	-	19,960	(4,857)	100
Cash and investment fund balance - beginning	7,571	-	-	329,419	6,581	130
Cash and investment fund balance - ending	<u>\$ 7,841</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 349,379</u>	<u>\$ 1,724</u>	<u>\$ 230</u>

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

	Education Plate Fees	Financial Institution Tax	County Wheel Tax	State Mortgage Fee Fund	Child Restraint Fees	Commercial Vehicle Excise
Additions: Agency fund additions	\$ 3,169	\$ 28,216	\$ 83,442	\$ 4,145	\$ 100	\$ 192,731
Deductions: Agency fund deductions	3,394	28,549	83,442	4,012	100	192,724
Excess (deficiency) of total additions over total deductions	(225)	(333)	-	133	-	7
Cash and investment fund balance - beginning	656	333	-	167	-	-
Cash and investment fund balance - ending	<u>\$ 431</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 300</u>	<u>\$ -</u>	<u>\$ 7</u>

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

	EDIT Tax Distribution	County Treasurer	Clerk Of Circuit Court	County Recorder	Probation User Fees	Home Detention
Additions:						
Agency fund additions	\$ 5,051,392	\$ 929,613	\$ 3,215,847	\$ 119,240	\$ 128,222	\$ 57,723
Deductions:						
Agency fund deductions	5,363,892	6,160,942	3,368,353	116,799	126,781	57,243
Excess (deficiency) of total additions over total deductions	(312,500)	(5,231,329)	(152,506)	2,441	1,441	480
Cash and investment fund balance - beginning	312,500	6,160,942	727,359	8,203	7,444	4,567
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 929,613</u>	<u>\$ 574,853</u>	<u>\$ 10,644</u>	<u>\$ 8,885</u>	<u>\$ 5,047</u>

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

	County Health	County Park & Recreation	City/County Animal Shelter	Prosecutor Check Enforcement	Sheriff Cash Book	Totals
Additions:						
Agency fund additions	\$ 25,626	\$ 109,015	\$ 41,442	\$ 17,768	\$ 872,999	\$ 48,141,722
Deductions:						
Agency fund deductions	23,672	107,458	40,721	17,699	872,951	53,940,851
Excess (deficiency) of total additions over total deductions	1,954	1,557	721	69	48	(5,799,129)
Cash and investment fund balance - beginning	3,075	2,893	3,810	851	692	8,047,136
Cash and investment fund balance - ending	<u>\$ 5,029</u>	<u>\$ 4,450</u>	<u>\$ 4,531</u>	<u>\$ 920</u>	<u>\$ 740</u>	<u>\$ 2,248,007</u>

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

The County has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:		
Capital leases:		
Courthouse renovation	\$ 2,231,389	\$ 625,000
Bonds payable:		
General obligation bonds:		
Hospital renovation/addition	2,732,500	379,500
Revenue bonds:		
Honda TIF bonds	<u>10,100,299</u>	*
Total governmental activities debt	<u>\$ 15,064,188</u>	<u>\$ 1,004,500</u>

\*The total TIF bond issue is authorized for \$42,830,000. The first projected payment of \$90,000 is due August 1, 2010.

DECATUR 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 Commissioners  
County Auditor  
County Treasurer

SUPPLEMENTAL AUDIT OF  
FEDERAL AWARDS



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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

TO: THE OFFICIALS OF DECATUR COUNTY, INDIANA

Compliance

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

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

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

Internal Control Over Compliance

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

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

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

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

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

This report is intended solely for the information and use of the County's management, the Board of County Commissioners, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. In accordance with Indiana Code 5-11-5-1, this report is a part of the public records of the State Board of Accounts and of the office examined.

STATE BOARD OF ACCOUNTS

August 16, 2010

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

Federal Grantor Agency/Pass-Through Entity Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. DEPARTMENT OF COMMERCE</u>			
Pass-Through Indiana Department of Homeland Security Public Safety Interoperable Communications Grant Program	11.555		\$ 84,636
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Direct Grant ARRA - Recovery Act - Assistance to Rural Law Enforcement to Combat Crime and Drugs Competitive Grant Program	16.810		85,656
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Pass-Through Indiana Department of Transportation Highway Planning and Construction Cluster Project Costs Programmatic Sign Improvement	20.205	#9885070	89,702 133,500
Total for program			223,202
Pass-Through Indiana Criminal Justice Institute State and Community Highway Safety Operation Pullover	20.600		658
Total for federal grantor agency			223,860
<u>U.S. ELECTIONS ASSISTANCE COMMISSION</u>			
Pass-Through Indiana Secretary of State Help America Vote Act Requirement Payments	90.401		2,352
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana Department of Health Public Health Emergency Preparedness	93.069		16,322
Pass-Through Indiana Department of Child Services Child Support Enforcement County Prosecutor's Expenditures County Clerk of the Circuit Court's Expenditures Indirect Costs	93.563		78,884 16,978 18,459
Total for program			114,321
Total for federal grantor agency			130,643
Total federal awards expended			\$ 527,147

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

DECATUR COUNTY  
NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Basis of Presentation

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

DECATUR COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Qualified

Internal control over financial reporting:

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

Noncompliance material to financial statements noted? no

Federal Awards:

Internal control over major programs:

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

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

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

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
20.205	Highway Planning and Construction

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.

DECATUR COUNTY  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

DECATUR COUNTY  
EXIT CONFERENCE

The contents of this report were discussed on August 16, 2010, with Jerome Buening, President of the Board of County Commissioners; and Bridgett C. Weber, Auditor. Our audit disclosed no material items that warrant comment at this time.