

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

ANNUAL FINANCIAL REPORT

2009

LAKE COUNTY, INDIANA



FILED
09/30/2010

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Peggy Holinga Katona	01-01-07 to 12-31-10
Treasurer	John E. Petalas	01-01-07 to 12-31-10
Clerk of the Circuit Court	Thomas R. Philpot Michael A. Brown	01-01-08 to 12-31-09 01-01-10 to 12-31-10
Sheriff	Rogelio "Roy" Dominguez	01-01-07 to 12-31-10
Recorder	Michael A. Brown Vacant Michelle R. Fajman	01-01-09 to 12-31-09 01-01-10 to 01-29-10 01-30-10 to 12-31-12
President of the Board of County Commissioners	Roosevelt Allen, Jr. Frances DuPey	01-01-09 to 12-31-09 01-01-10 to 12-31-10
President of the County Council	Larry Blanchard Thomas O'Donnell	01-01-09 to 12-31-09 01-01-10 to 12-31-10



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

TO: THE OFFICIALS OF LAKE COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Lake 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.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective cash and investment balances of the governmental activities, the business-type 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 September 2, 2010, on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

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

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

Included in the financial statements are the receipts and disbursements activity from emergency telephone system fees (IC 36-8-16) and enhanced wireless emergency telephone fees (IC 36-8-16.5). In accordance with IC 36-8-16-14 and IC 36-8-16.5-41 these fees have been subject to an annual 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 are necessary to supplement, although not required to be part of, the basic financial statements.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The Combining Schedules, as listed in the Table of Contents, Schedule of Capital Assets, and Schedule of Long-Term Debt are presented for additional analysis and are not required parts of the basic financial statements. The Combining Schedules, as listed in the Table of Contents, have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The Schedule of Capital Assets and Schedule of Long-Term Debt have not been subjected to the auditing procedures applied by us in the audit of the basic financial statements and, accordingly, we express no opinion on them.

STATE BOARD OF ACCOUNTS

September 2, 2010



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

TO: THE OFFICIALS OF LAKE COUNTY, INDIANA

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Lake 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 September 2, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

Our consideration of the internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we considered to be significant deficiencies.

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. We consider the deficiencies described in items 2009-1 and 2009-2 of the accompanying Schedule of Findings and Questioned Costs to be significant deficiencies in internal control over financial reporting.

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.

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)

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. However, we believe that none of the significant deficiencies described above is a material weakness.

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 instances of noncompliance or other matters that are required to be reported under Government Auditing Standards and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2009-1 and 2009-2.

We noted certain matters that we reported to management in separate letters dated September 2, 2010.

The County's response to the findings identified in our audit is described in the accompanying section of the report entitled Corrective Action Plan. We did not audit the County's response and, accordingly, we express no opinion on it.

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

September 2, 2010

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

Functions/Programs	Program Receipts				Net (Disbursement) Receipt and Changes in Net Assets		
	Disbursements	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Totals
					Governmental Activities	Business-Type Activities	
Primary government:							
Governmental activities:							
General government	\$ 198,930,396	\$ 10,003,490	\$ 2,342,364	\$ -	\$ (186,584,542)	\$ -	\$ (186,584,542)
Public safety	51,420,366	7,344,652	93,279	-	(43,982,435)	-	(43,982,435)
Highways and streets	8,687,845	-	-	-	(8,687,845)	-	(8,687,845)
Health and welfare	13,746,869	588,732	488,858	-	(12,669,279)	-	(12,669,279)
Economic development	3,066,213	-	-	2,523,818	(542,395)	-	(542,395)
Culture and recreation	10,789,542	153,682	-	-	(10,635,860)	-	(10,635,860)
Urban redevelopment and housing	2,785,472	-	-	-	(2,785,472)	-	(2,785,472)
Principal and interest on indebtedness	50,913,435	-	-	-	(50,913,435)	-	(50,913,435)
Total governmental activities	<u>340,340,138</u>	<u>18,090,556</u>	<u>2,924,501</u>	<u>2,523,818</u>	<u>(316,801,263)</u>	<u>-</u>	<u>(316,801,263)</u>
Business-type activities:							
Hermit's Lake sewer	204,344	153,937	-	-	-	(50,407)	(50,407)
Total business-type activities	<u>204,344</u>	<u>153,937</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(50,407)</u>	<u>(50,407)</u>
Total primary government	<u>\$ 340,544,482</u>	<u>\$ 18,244,493</u>	<u>\$ 2,924,501</u>	<u>\$ 2,523,818</u>	<u>(316,801,263)</u>	<u>(50,407)</u>	<u>(316,851,670)</u>
General receipts:							
Property taxes					71,460,284	-	71,460,284
Intergovernmental					41,257,596	-	41,257,596
Other local sources					29,076,533	-	29,076,533
Net proceeds from borrowings					65,210,000	-	65,210,000
Grants and contributions not restricted to specific programs					2,738,611	-	2,738,611
Investment earnings					1,337,101	-	1,337,101
Total general receipts					<u>211,080,125</u>	<u>-</u>	<u>211,080,125</u>
Change in net assets					(105,721,138)	(50,407)	(105,771,545)
Restated net assets - beginning (Note III. C.)					138,089,458	217,458	138,306,916
Net assets - ending					<u>\$ 32,368,320</u>	<u>\$ 167,051</u>	<u>\$ 32,535,371</u>
<u>Assets</u>							
Cash and investments					\$ 5,032,115	\$ 167,051	\$ 5,199,166
Restricted assets:							
Cash and investments					27,336,205	-	27,336,205
Total assets					<u>\$ 32,368,320</u>	<u>\$ 167,051</u>	<u>\$ 32,535,371</u>
<u>Net Assets</u>							
Restricted for:							
General government					\$ 4,235,404	\$ -	\$ 4,235,404
Public safety					4,990,699	-	4,990,699
Highways and streets					3,096,495	-	3,096,495
Health and welfare					1,256,365	-	1,256,365
Economic development					18,521	-	18,521
Culture and recreation					151,744	-	151,744
Debt service					551,247	-	551,247
Capital outlay					493,527	-	493,527
Other purposes					12,542,203	-	12,542,203
Unrestricted					5,032,115	167,051	5,199,166
Total net assets					<u>\$ 32,368,320</u>	<u>\$ 167,051</u>	<u>\$ 32,535,371</u>

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

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

	General	Family And Children	Other Governmental Funds	Totals
Receipts:				
Taxes	\$ 32,301,571	\$ 22,560,614	\$ 16,598,099	\$ 71,460,284
Licenses and permits	77,074	-	169,270	246,344
Intergovernmental	10,887,972	2,864,532	35,663,372	49,415,876
Charges for services	2,296,676	-	9,055,089	11,351,765
Fines and forfeits	4,056,765	-	2,435,682	6,492,447
Interfund loans	-	-	10,613,784	10,613,784
Other	6,154,956	79,804	11,577,202	17,811,962
Total receipts	55,775,014	25,504,950	86,112,498	167,392,462
Disbursements:				
General government	140,584,194	11,988,638	38,817,847	191,390,679
Public safety	41,264,557	-	8,319,103	49,583,660
Highways and streets	-	-	8,425,035	8,425,035
Health and welfare	368,272	9,235,848	4,115,777	13,719,897
Economic development	233,244	-	456,639	689,883
Culture and recreation	167,437	-	9,839,140	10,006,577
Urban redevelopment and housing	-	-	3,500	3,500
Interfund loans	-	-	14,119,784	14,119,784
Debt service:				
Principal	-	30,000,000	14,596,507	44,596,507
Interest	-	283,027	3,431,388	3,714,415
Capital outlay:				
General government	202,166	-	9,246,453	9,448,619
Public safety	-	-	1,836,706	1,836,706
Highways and streets	-	-	262,810	262,810
Health and welfare	-	-	26,972	26,972
Economic development	-	-	2,376,330	2,376,330
Culture and recreation	-	-	782,965	782,965
Urban redevelopment and housing	-	-	2,781,972	2,781,972
Total disbursements	182,819,870	51,507,513	119,438,928	353,766,311
Excess (deficiency) of receipts over disbursements	(127,044,856)	(26,002,563)	(33,326,430)	(186,373,849)
Other financing sources (uses):				
Net proceeds from borrowings	50,000,000	-	15,210,000	65,210,000
Transfers in	32,827	-	6,879,669	6,912,496
Transfers out	-	-	(7,092,996)	(7,092,996)
Other receipts	8,400,320	-	4,229,994	12,630,314
Total other financing sources (uses)	58,433,147	-	19,226,667	77,659,814
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(68,611,709)	(26,002,563)	(14,099,763)	(108,714,035)
Restated cash and investment fund balance - beginning (Note III. C.)	24,401,325	26,996,681	77,142,146	128,540,152
Cash and investment fund balance - ending	\$ (44,210,384)	\$ 994,118	\$ 63,042,383	19,826,117
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.				
				12,542,203
Net assets of governmental activities				\$ 32,368,320
Cash and Investment Assets - Ending				
Cash and investments	\$ (44,210,384)	\$ -	\$ 49,242,499	\$ 5,032,115
Restricted assets:				
Cash and investments	-	994,118	13,799,884	14,794,002
Total cash and investment assets - ending	\$ (44,210,384)	\$ 994,118	\$ 63,042,383	\$ 19,826,117
Cash and Investment Fund Balance - Ending				
Restricted for:				
General government	\$ -	\$ -	\$ 4,235,404	\$ 4,235,404
Public safety	-	-	4,990,699	4,990,699
Highways and streets	-	-	3,096,495	3,096,495
Health and welfare	-	994,118	262,247	1,256,365
Economic development	-	-	18,521	18,521
Culture and recreation	-	-	151,744	151,744
Debt service	-	-	551,247	551,247
Capital outlay	-	-	493,527	493,527
Unrestricted	(44,210,384)	-	49,242,499	5,032,115
Total cash and investment fund balance - ending	\$ (44,210,384)	\$ 994,118	\$ 63,042,383	\$ 19,826,117

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

LAKE 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

	Hermit's Lake Sewer	Internal Service Funds
Operating receipts:		
Fees	\$ 153,937	\$ -
Charges for services	-	31,630,860
Interfund loan proceeds	-	9,006,000
Miscellaneous	-	8
	<u>153,937</u>	<u>40,636,868</u>
Total operating receipts		
Operating disbursements:		
Insurance claims and expense	-	29,662,288
Treatment and disposal	204,344	-
Interfund loans made/repaid	-	5,500,000
Miscellaneous	-	59,670
	<u>204,344</u>	<u>35,221,958</u>
Total operating disbursements		
Excess (deficiency) of operating receipts over operating disbursements	<u>(50,407)</u>	<u>5,414,910</u>
Nonoperating receipts (disbursements):		
Debt service of principal	-	(2,090,000)
Interest disbursements	-	(512,513)
	<u>-</u>	<u>(2,602,513)</u>
Total nonoperating receipts (disbursements)		
Excess (deficiency) of receipts over disbursements and nonoperating receipts (disbursements)	(50,407)	2,812,397
Transfers in	<u>-</u>	<u>180,500</u>
Excess (deficiency) of receipts, contributions and transfers in over disbursements and transfers out	(50,407)	2,992,897
Cash and investment fund balance - beginning	<u>217,458</u>	<u>9,549,306</u>
Cash and investment fund balance - ending	<u>\$ 167,051</u>	<u>\$ 12,542,203</u>
<u>Cash and Investment Assets - December 31</u>		
Cash and investments	\$ 167,051	\$ -
Restricted assets:		
Cash and investments	-	12,542,203
Total cash and investment assets - December 31	<u>\$ 167,051</u>	<u>\$ 12,542,203</u>
<u>Cash and Investment Fund Balance - December 31</u>		
Restricted for:		
Other purposes	\$ -	\$ 12,542,203
Unrestricted	<u>167,051</u>	<u>-</u>
Total cash and investment fund balance - December 31	<u>\$ 167,051</u>	<u>\$ 12,542,203</u>

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

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

	<u>Pension Trust Funds</u>	<u>Private-Purpose Trust Funds</u>	<u>Agency Funds</u>
Additions:			
Contributions:			
Employer	\$ 2,997,999	\$ -	
Plan members	<u>340,365</u>	<u>-</u>	
Total contributions	<u>3,338,364</u>	<u>-</u>	
Investment earnings:			
Dividends	<u>3,265,475</u>	<u>-</u>	
Total additions	<u>6,603,839</u>	<u>-</u>	
Deductions:			
Benefits	1,555,186	-	
Refunds of contributions	43,047	-	
Administrative and general	<u>109,761</u>	<u>3,230</u>	
Total deductions	<u>1,707,994</u>	<u>3,230</u>	
Excess (deficiency) of total additions over total deductions	4,895,845	(3,230)	
Cash and investment fund balance - beginning	<u>21,944,196</u>	<u>38,230</u>	
Cash and investment fund balance - ending	<u>\$ 26,840,041</u>	<u>\$ 35,000</u>	<u>\$ 485,347,926</u>

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

LAKE COUNTY
NOTES TO FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies

A. Reporting Entity

The County was established under the laws of the State of Indiana. The County operates under a Council-Commissioner form of government and provides the following services: public safety (police), highways and streets, health welfare and social services, culture and recreation, public improvements, planning and zoning, and general administrative services.

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

Primary Government:	Lake County
Blended Component Units:	Lake County Redevelopment Authority (Redevelopment Authority) Lake County 2000 Building Corporation (Building Corporation)

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

Blended Component Units

A blended component unit is a separate legal entity that meets the component unit criteria. In addition, the blended component unit's governing body is the same or substantially the same as the County's governing body or the component unit provides services entirely to the County. The component unit's funds are blended into those of the County by appropriate fund type to constitute the primary government presentation. The blended component units are presented below:

Lake County Redevelopment Authority (Redevelopment Authority): The County appoints a voting majority of the Lake County Redevelopment Authority (Redevelopment Authority)'s board and is able to impose its will. Although it is legally separate from the County, the Lake County Redevelopment Authority (Redevelopment Authority) is reported as if it were a part of the County because it provides services entirely or almost entirely to the County.

Lake County 2000 Building Corporation (Building Corporation): The County appoints a voting majority of the Lake County 2000 Building Corporation (Building Corporation)'s board and is able to impose its will. Although it is legally separate from the County, the Lake County 2000 Building Corporation (Building Corporation) is reported as if it were a part of the County because it provides services entirely or almost entirely to the County.

Joint Venture

The County is a participant in a joint venture to operate Northwestern Indiana Regional Planning Commission (NIRPC) which was created to assist with planning economic development, transportation, environmental protection, and comprehensive planning. NIRPC's enabling legislation, Indiana Code 36-7-7, provides that participating counties must provide an annual appropriation at a minimum level of thirty cents per capita. Complete financial statements for NIRPC can be obtained from Northwestern Indiana Regional Planning Commission's office at 6100 Southport Road, Portage, IN 46368.

LAKE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

The County is a participant in a joint venture to operate Lake County Solid Waste Management District which was created to assist with recycling and environmental projects. Complete financial statements for the Lake County Solid Waste Management District can be obtained from the Lake County Solid Waste Management District's office at 7820 Broadway, Merrillville, IN 46410.

The County is a participant with the State of Indiana, Porter County, certain cities in Lake and Porter Counties, and federal agencies in a joint venture to operate Regional Development Authority (RDA). The RDA was created to assist in funding and developing all transportation services, including the Gary/Chicago International Airport expansion, commuter transportation districts, rail projects and services, bus projects and services, shoreline development projects and activities, and economic development projects. The Regional Development Authority (RDA) uses its surplus resources to undertake special projects for the County. Complete financial statements for the Regional Development Authority (RDA) can be obtained from their administration office at 98001 Connecticut Drive, Crown Point, IN 46307.

Related Organizations

The County's officials are also responsible for appointing the voting majority of the boards of other organizations, but the County's accountability for these organizations does not extend beyond making the appointments. The County appoints the voting majority of the Lake County Public Library, Gary Public Library, Gary/Chicago International Airport, Regional Bus Authority, and the Lake County Convention and Visitor's Bureau.

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.

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 Family and Children Fund, which accounts for the costs of providing various assistance programs administered by the Indiana Family and Social Services Administration and the Indiana Department of Child Services.

LAKE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

The County reports the following major enterprise fund:

The Wastewater Utility (Hermits Lake Sewer) Fund accounts for the operation of the wastewater treatment plant and collection systems.

Additionally, the County reports the following fund types:

The Internal Service Funds account for the County's group health care program, workman's compensation, general liability provided to other departments on a cost-reimbursement basis, as well as the juvenile center building financing.

The Pension Trust Fund accounts for the activities of the sheriff's police pension trust and sheriff's police pension fund 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 other local governmental entities, and payroll withholding remittances and serve as control of accounts for cash transactions during the time they are a liability to the County.

C. Measurement Focus and Basis of Accounting

The government-wide, governmental fund, 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.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in the enterprise fund statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their enterprise funds, subject to this same limitation. The County has elected not to follow subsequent private-sector guidance.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the County and its enterprise funds. Elimination of these charges would distort the direct costs and program receipts reported for the various functions concerned.

LAKE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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).

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.

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.

LAKE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

F. Internal and Interfund Activities

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

Fund Financial Statements

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

LAKE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

A. Budgetary Information

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

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

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

B. Disbursements in Excess of Appropriations

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

Fund	2009
Park and Recreation Bond	\$ 11,030
Circuit Breaker Debt Service	474,980
Total	\$ 486,010

These disbursements were funded by available fund balances of the Park and Recreation Bond, and the County's pooled cash balances in the case of the General Fund.

LAKE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

C. Cash and Investment Balance Deficits

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

Fund	2009
General	\$ 44,210,384
Circuit Breaker Debt Service	474,980

Cash and investment deficits arose primarily from disbursements exceeding receipts due to the delay in receipt of property taxes; these deficits are to be repaid from future tax receipt distributions.

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 \$460,592,842. Of this amount, the following was exposed to custodial credit risk:

	2009
Uninsured and uncollateralized deposits	\$ 19,389,411

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

2. Investments

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

LAKE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Investment Type	Sheriff's Retirement and Benefit Pension Plans
U.S. agencies	\$ 24,942
Mutual funds	11,402,868
Mutual bond funds	745,015
Guaranteed income account	10,608,620
Corporate bonds	722,235
Preferred stock	470,437
Total	\$ 23,974,117

Statutory Authorization for Investments

IC 5-13-9 authorizes the County to invest in securities backed by the full faith and credit of the United States Treasury or fully guaranteed by the United States of America and issued by the United States Treasury, a federal agency, a federal instrumentality, or a federal government sponsored enterprise. Indiana Code also authorizes the County to invest in securities fully guaranteed and issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise. These investments are required by statute to have a stated final maturity of not more than two years.

Indiana Code also provides for investment in money market mutual funds that are in the form of securities of, or interest in, an open-end, no-load, management-type investment company or investment trust registered under the provision of the federal Investment Company Act of 1940, as amended. Investments in money market mutual funds may not exceed 50% of the funds held by the County and available for investment. The portfolio of an investment company or investment trust used must be limited to direct obligations of the United States of America, obligations issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise or repurchase agreements fully collateralized by direct obligations of the United States of America or obligations issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise. The form of securities of, or interest in, an investment company or investment trust must be rated as AAA, or its equivalent by Standard and Poor's Corporation or its successor or Aaa, or its equivalent, by Moody's Investors Service, Inc., or its successor. The form of securities in an investment company or investment trust should 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.

LAKE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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.

The following investments held by the County and the Sheriff's Retirement and Benefit Pension Plans were exposed to custodial credit risks because they are uninsured and unregistered with securities held by the counterparty, or the counterparty's trust department or agent, either in the government's name or not in the government's name:

Sheriff's Retirement and Benefit Pension Plans:

Investment Type	2009 Not in the Government's Name
U.S. agencies	\$ 24,942
Mutual bond funds	745,015
Guaranteed income account	10,608,620
Corporate bonds	722,235
Preferred stock	470,437
Total	\$ 12,571,249

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.

LAKE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Sheriff's Retirement and Benefit Pension Plans:

Investment Type	Investment Maturities (in Years)		
	Less Than 1	1-2	More Than 2
U.S. agencies	\$ -	\$ -	\$ 24,942
Corporate bonds	61,530	61,540	599,165
Totals	<u>\$ 61,530</u>	<u>\$ 61,540</u>	<u>\$ 624,107</u>

Credit Risk

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

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

Sheriff's Retirement and Benefit Pension Plans:

Moody's Rating	County's Investments		
	Mutual Bond Funds	Corporate Bonds	U.S. Agencies
Aaa	\$ 745,015	\$ 193,279	\$ 24,942
Aa	-	53,896	-
A	-	429,697	-
Ba	-	45,345	-
Unrated	-	18	-
Totals	<u>\$ 745,015</u>	<u>\$ 722,235</u>	<u>\$ 24,942</u>

Concentration of Credit Risk

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

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

The County and the Sheriff's Retirement and Benefit Pension Plan held the following investments that were exposed to concentration of credit risk:

LAKE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Sheriff's Retirement and Benefit Pension Plans:

Issuer	2009
Securian	\$ 10,608,620

Foreign Currency Risk

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

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

B. Interfund Transfers

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

Transfer From	Transfer To	2009
Other governmental funds	General Fund	\$ 32,827
	Other governmental funds	6,879,669
	Internal service funds	180,500
Total		\$ 7,092,996

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

C. Restatements and Reclassifications

For the year ended December 31, 2008, certain changes have been made to the financial statements to more appropriately reflect financial activity of the County. The following schedule presents a summary of restated beginning balances by opinion unit. Prior period adjustments represent funds included in the financial statements that had been omitted in the prior year due to insufficient financial records.

Opinion Unit	Balance as Reported December 31, 2008	Fund Reclassification	Prior Period Adjustments	Balance as Restated January 1, 2009
Governmental activities	\$ 137,881,502	\$ 1,604	\$ 206,352	\$ 138,089,458
Governmental funds	128,332,196	1,604	206,352	128,540,152
Agency funds	303,002,349	(1,604)	-	303,000,745

LAKE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

IV. Other Information

A. Risk Management

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

The risks of theft of, damage to, and destruction of assets; errors and omissions; medical benefits to; are covered by commercial insurance from independent third parties.

Group Health Insurance and Workmen's Compensation

The County has chosen to establish a risk financing fund for risks associated with Health Insurance and Worker's Compensation. The risk financing fund is accounted for in the Health Insurance Reserve 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. The commercial insurance covers individual claims in excess of \$275,000, but not more than \$2,000,000 per year, per employee. Interfund premiums are based upon fixed amount per employee paid from an affected fund, and are reported as quasi-external interfund transactions.

General Liability

The County has chosen to establish a risk financing fund for risks associated with torts, general liability claims, and errors and omissions. The risk financing fund is accounted for in the Non-reverting Self-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. The policy through commercial insurance covers individual claims in excess of \$300,000 per incident, up to \$1,000,000 per year. Amounts are paid into the fund from an appropriation in the County Council's General Fund budget and are available to pay claims, claim reserves, and administrative costs of the program.

Park and Recreation Department's Judgments, Settlements, Claims, and Damages for Uninsured Liability Claims

The County has chosen to establish a risk financing fund for risks associated with park and recreation department's judgments, settlements, claims, and damages for uninsured liability claims. The risk financing fund is accounted for in the Park Self-Insurance Fund, an internal service fund, where assets are set aside for claim settlements. Amounts are paid into the fund by an appropriation in the Park and Recreation Operating Fund's budget and are available to pay claims, claim reserves, and administrative costs of the program.

Settled claims from risks covered by commercial insurance have not exceeded commercial insurance coverage for the past three years. There were no significant reductions in insurance by major category of risk.

LAKE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

B. Holding Corporation

The County has entered into a capital lease with Lake County 2000 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. The term of the lease is 12 years with annual lease payments of \$2,512,000 to \$2,618,000. Lease payments during the year 2009 totaled \$2,608,000. The Building Corporation is a blended component unit as described in Note I.A. and is presented as an internal service fund on the proprietary fund statements and as a governmental fund on the government-wide statements.

C. Subsequent Events

Due to errors in assessments of Calumet Township, the assessed valuations of Lake County were not finalized by February 15, 2010, as required. Therefore, the 2009 pay 2010 property tax rates and levies, as well as related budget orders for 2010, were not established. The County issued a provisional billing due May 10, 2010, based upon the 2008 pay 2009 tax rates. The County has not been advised when the tax rates for 2009 pay 2010 will be established.

On August 18, 2009, the County approved a settlement agreement with the U.S. Department of Justice regarding concerns over conditions at the jail. The settlement is to be filed in U.S. District Court in Hammond.

Resolution 10-06 was adopted on March 17, 2010, authorizing the sale of Tax Anticipation Warrants (TAW) for the County. TAW's of \$50,000,000 for the General fund and \$2,900,000 for the Park and Recreation fund were sold to provided temporary funding for 2010, until taxes for 2009 pay 2010 are received.

D. Contingent Liabilities

The County is a defendant in various lawsuits and other litigations. The Council adopted Ordinance 1326-A on August 10, 2010. This ordinance is for the sale of General Obligation Bonds, not to exceed \$3,900,000, and the proceeds will be used to satisfy judgments against the County.

E. Noncompliance – Legal/Contractual Provisions

During an inspection of the Lake County Jail in 2009, the Department of Justice noted mold in the showers. This was deemed to be unsatisfactory. The Board of Commissioners took immediate action and contracted with PrimeCoat, Inc., to correct the situation. The project is currently 50% completed. The goal is for PrimeCoat to complete the project by November 1, 2010.

F. Termination Benefits

The County offered termination benefits to employees 65 and older, who would retire by December 31, 2008. Beginning January 1, 2009, those employees who chose to retire under the offer in 2008 could receive a stipend equal to the cost of Medicare, or return in a part-time status equal to their full-time hourly compensation, not to exceed 24 hours/week. Under either option, the retiree will receive health benefits at the same cost as active employees for 5 years. Twenty-nine employees accepted the stipend, which is not to exceed \$96.40 a month. Three employees chose to return to work in a part-time status, under a full-time hourly rate. This program was extended in 2009 and an additional 24 employees retired on or before December 31, 2009, and selected to receive the stipend beginning in 2010.

LAKE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

G. Other Postemployment Benefits

Single-Employer Defined Benefit Healthcare Plan

Plan Description

Lake County's Healthcare Plan is a single-employer defined benefit healthcare plan administered by the County. The plan provides post retirement health coverage to eligible retirees and their dependants. Indiana Code 5-10-8-2.6 assigns the authority to establish and amend benefit provisions to the County. The plan, which is a part of the County's Health Insurance Reserve fund, an internal service fund, is included within these financial statements.

Funding Policy

The contribution requirements of plan members for the Lake County's Healthcare Plan are established by the County's Council. The plan provides postretirement health coverage to eligible retirees and their dependants. Indiana Code 5-10-8-2.6 assigns the authority to establish and amend benefit provisions to the County. The plan, which is a part of the County's Health Insurance Reserve fund, an internal service fund, is included within these financial statements. The required contribution is based on projected pay-as-you-go financing requirements. For the year ended December 31, 2009, the County contributed \$24,817,245 to the plan which is for health benefits for both employees and retirees (approximately 98.6% of total premiums). Plan members receiving benefits contributed \$349,949, or approximately 1.4% of the total premiums, through their required contribution of \$65.19 or \$90 per month for retiree-only coverage and \$130.38 or \$165 for retiree and spouse coverage. Retiree premiums are based upon whether or not the retiree is Medicare eligible.

H. 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:

LAKE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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 \$3,703,948.

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 \$2,398,560.

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 \$599,440.

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

	Local Road And Street	Accident Report	Firearms Training	Park Non-Reverting Operating	Health	Animal Shelter	Law Enforcement Continuing Education
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 532,422	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	733,691	-	-	-	606,292	-	-
Charges for services	-	-	-	3,312,381	588,732	-	-
Fines and forfeits	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Other	4,677	11,415	34,610	613	32,345	12,266	6,969
Total receipts	738,368	11,415	34,610	3,312,994	1,759,791	12,266	6,969
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	-	-	27,122	-	-	19,929	-
Highways and streets	1,039,027	-	-	-	-	-	-
Health and welfare	-	-	-	-	2,247,935	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	3,678,372	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	500,000	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	2,970	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	26,877	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	36,341	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Total disbursements	1,039,027	2,970	27,122	3,714,713	2,774,812	19,929	-
Excess (deficiency) of receipts over disbursements	(300,659)	8,445	7,488	(401,719)	(1,015,021)	(7,663)	6,969
Other financing sources (uses):							
Net proceeds from borrowings	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Other receipts	2,518	-	-	782	-	-	-
Total other financing sources (uses)	2,518	-	-	782	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(298,141)	8,445	7,488	(400,937)	(1,015,021)	(7,663)	6,969
Cash and investment fund balance - beginning	1,429,450	85,290	22,319	552,681	1,277,268	9,698	26,198
Cash and investment fund balance - ending	\$ 1,131,309	\$ 93,735	\$ 29,807	\$ 151,744	\$ 262,247	\$ 2,035	\$ 33,167
Cash and Investment Assets - Ending							
Cash and investments	\$ -	\$ 93,735	\$ 29,807	\$ -	\$ -	\$ 2,035	\$ 33,167
Restricted assets:							
Cash and investments	1,131,309	-	-	151,744	262,247	-	-
Total cash and investment assets - ending	\$ 1,131,309	\$ 93,735	\$ 29,807	\$ 151,744	\$ 262,247	\$ 2,035	\$ 33,167
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-	-
Highways and streets	1,131,309	-	-	-	-	-	-
Health and welfare	-	-	-	-	262,247	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	151,744	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	-	93,735	29,807	-	-	2,035	33,167
Total cash and investment fund balance - ending	\$ 1,131,309	\$ 93,735	\$ 29,807	\$ 151,744	\$ 262,247	\$ 2,035	\$ 33,167

LAKE 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)

	Motor Vehicle Inspection	Clerk's Records Perpetuation	Electronic Map Generation	Deferral Program	Unsafe Building	Riverboat
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	14,204,918
Charges for services	-	-	103,372	-	27,600	-
Fines and forfeits	-	-	-	854,333	-	-
Interfund loans	-	-	-	-	-	-
Other	2,752	131,590	-	1,431	1,118	18,106
Total receipts	2,752	131,590	103,372	855,764	28,718	14,223,024
Disbursements:						
General government	-	65,135	35,258	-	-	10,131,731
Public safety	-	-	-	838,770	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	44,394	4,830	-	-	3,626,436
Public safety	-	-	-	5,563	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	-	109,529	40,088	844,333	-	13,758,167
Excess (deficiency) of receipts over disbursements	2,752	22,061	63,284	11,431	28,718	464,857
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	(997,248)
Other receipts	-	-	-	-	-	97,054
Total other financing sources (uses)	-	-	-	-	-	(900,194)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,752	22,061	63,284	11,431	28,718	(435,337)
Cash and investment fund balance - beginning	20,515	234,210	4,285	1,319,732	169,865	6,356,762
Cash and investment fund balance - ending	<u>\$ 23,267</u>	<u>\$ 256,271</u>	<u>\$ 67,569</u>	<u>\$ 1,331,163</u>	<u>\$ 198,583</u>	<u>\$ 5,921,425</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 23,267	\$ -	\$ 67,569	\$ 1,331,163	\$ 198,583	\$ 5,921,425
Restricted assets:						
Cash and investments	-	256,271	-	-	-	-
Total cash and investment assets - ending	\$ 23,267	\$ 256,271	\$ 67,569	\$ 1,331,163	\$ 198,583	\$ 5,921,425
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ 256,271	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	23,267	-	67,569	1,331,163	198,583	5,921,425
Total cash and investment fund balance - ending	\$ 23,267	\$ 256,271	\$ 67,569	\$ 1,331,163	\$ 198,583	\$ 5,921,425

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

	Emergency Telephone System	Drug Free Community	Emergency Planning/Right To Know	Highway	Parks And Recreation	Property Reassessment
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 3,056,735	\$ 501,922
Licenses and permits	-	-	-	-	-	-
Intergovernmental	1,275,906	-	15,462	4,980,610	277,118	103,229
Charges for services	1,207,282	-	-	-	2,003,811	-
Fines and forfeits	-	415,368	-	-	-	-
Interfund loans	-	-	-	-	500,000	500,000
Other	4,747	1,544	532	12,782	6,286	166
Total receipts	2,487,935	416,912	15,994	4,993,392	5,843,950	1,105,317
Disbursements:						
General government	-	-	-	-	-	2,289,722
Public safety	3,591,530	352,127	4,038	-	-	-
Highways and streets	-	-	-	4,834,815	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	6,156,755	-
Urban redevelopment and housing	-	-	-	-	-	-
Interfund loans	-	-	-	-	2,015,000	500,000
Debt service:						
Principal	-	-	-	-	1,151,507	-
Interest	-	-	-	-	73,529	-
Capital outlay:						
General government	-	-	-	-	-	16,906
Public safety	189,928	-	12,028	-	-	-
Highways and streets	-	-	-	1,634	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	331,191	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	3,781,458	352,127	16,066	4,836,449	9,727,982	2,806,628
Excess (deficiency) of receipts over disbursements	(1,293,523)	64,785	(72)	156,943	(3,884,032)	(1,701,311)
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	3,000,000	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	(193,296)	-
Other receipts	88	1,099	-	188,060	-	50
Total other financing sources (uses)	88	1,099	-	188,060	2,806,704	50
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,293,435)	65,884	(72)	345,003	(1,077,328)	(1,701,261)
Cash and investment fund balance - beginning	4,364,608	326,185	137,387	1,620,183	1,977,909	4,946,748
Cash and investment fund balance - ending	\$ 3,071,173	\$ 392,069	\$ 137,315	\$ 1,965,186	\$ 900,581	\$ 3,245,487
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ 137,315	\$ -	\$ 900,581	\$ -
Restricted assets:						
Cash and investments	3,071,173	392,069	-	1,965,186	-	3,245,487
Total cash and investment assets - ending	\$ 3,071,173	\$ 392,069	\$ 137,315	\$ 1,965,186	\$ 900,581	\$ 3,245,487
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,245,487
Public safety	3,071,173	392,069	-	-	-	-
Highways and streets	-	-	-	1,965,186	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	137,315	-	900,581	-
Total cash and investment fund balance - ending	\$ 3,071,173	\$ 392,069	\$ 137,315	\$ 1,965,186	\$ 900,581	\$ 3,245,487

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

	Juvenile Probation Service	Adult Probation Services	Recorder's Records Perpetuation	Health Maintenance	Pretrial Diversion	Court Appointed Special Advocate
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	52,402	-	301,546
Charges for services	31,675	820,530	248,042	-	133,014	-
Fines and forfeits	-	-	-	-	167,391	-
Interfund loans	-	-	-	-	-	-
Other	327	150	199,756	-	3,150	-
Total receipts	32,002	820,680	447,798	52,402	303,555	301,546
Disbursements:						
General government	-	-	461,036	-	-	285,477
Public safety	33,686	614,072	-	-	72,316	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	29,741	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	34,207	-	-	-
Public safety	649	41,422	-	-	25,033	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	95	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	34,335	655,494	495,243	29,836	97,349	285,477
Excess (deficiency) of receipts over disbursements	(2,333)	165,186	(47,445)	22,566	206,206	16,069
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	37	-	-	-
Total other financing sources (uses)	-	-	37	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,333)	165,186	(47,408)	22,566	206,206	16,069
Cash and investment fund balance - beginning	249,837	2,110,739	234,002	190,206	736,879	189,806
Cash and investment fund balance - ending	<u>\$ 247,504</u>	<u>\$ 2,275,925</u>	<u>\$ 186,594</u>	<u>\$ 212,772</u>	<u>\$ 943,085</u>	<u>\$ 205,875</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 247,504	\$ 2,275,925	\$ -	\$ 212,772	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	186,594	-	943,085	205,875
Total cash and investment assets - ending	\$ 247,504	\$ 2,275,925	\$ 186,594	\$ 212,772	\$ 943,085	\$ 205,875
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ -	\$ 186,594	\$ -	\$ -	\$ 205,875
Public safety	-	-	-	-	943,085	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	247,504	2,275,925	-	212,772	-	-
Total cash and investment fund balance - ending	\$ 247,504	\$ 2,275,925	\$ 186,594	\$ 212,772	\$ 943,085	\$ 205,875

LAKE 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 Service	Jail Commissary	Surveyor's Corner Perpetuation	Jury Pay	Park Donation
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	646,743	95,344	-	-	-	-
Charges for services	-	-	-	78,094	56,353	-
Fines and forfeits	-	99,130	-	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	-	507,731	-	1,840	9,102
Total receipts	646,743	194,474	507,731	78,094	58,193	9,102
Disbursements:						
General government	-	-	-	32,062	48,650	-
Public safety	496,357	159,232	582,277	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	4,013
Urban redevelopment and housing	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	29,844	-	-
Public safety	62,967	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	559,324	159,232	582,277	61,906	48,650	4,013
Excess (deficiency) of receipts over disbursements	87,419	35,242	(74,546)	16,188	9,543	5,089
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	3,795	-	-	68,424	-
Total other financing sources (uses)	-	3,795	-	-	68,424	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	87,419	39,037	(74,546)	16,188	77,967	5,089
Cash and investment fund balance - beginning	819,645	98,698	184,997	106,610	140,249	51,370
Cash and investment fund balance - ending	\$ 907,064	\$ 137,735	\$ 110,451	\$ 122,798	\$ 218,216	\$ 56,459
Cash and Investment Assets - Ending						
Cash and investments	\$ 907,064	\$ 137,735	\$ 110,451	\$ -	\$ -	\$ 56,459
Restricted assets:						
Cash and investments	-	-	-	122,798	218,216	-
Total cash and investment assets - ending	\$ 907,064	\$ 137,735	\$ 110,451	\$ 122,798	\$ 218,216	\$ 56,459
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ 122,798	\$ 218,216	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	907,064	137,735	110,451	-	-	56,459
Total cash and investment fund balance - ending	\$ 907,064	\$ 137,735	\$ 110,451	\$ 122,798	\$ 218,216	\$ 56,459

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

	Rainy Day	Inmate Medical	Sales Disclosure	Community Corrections	DARE	Juvenile Incentive Block Grant
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	36,355	-	-	-
Interfund loans	-	-	-	168,158	-	-
Other	3,268,977	19,228	85	111	-	-
Total receipts	3,268,977	19,228	36,440	168,269	-	-
Disbursements:						
General government	2,002,620	-	34,854	-	-	-
Public safety	-	7,824	-	174,644	788	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Interfund loans	-	-	-	168,158	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	220	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	2,002,620	7,824	35,074	342,802	788	-
Excess (deficiency) of receipts over disbursements	1,266,357	11,404	1,366	(174,533)	(788)	-
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	(3,446)
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	(3,446)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,266,357	11,404	1,366	(174,533)	(788)	(3,446)
Cash and investment fund balance - beginning	515,381	21,355	63,253	174,644	1,711	3,446
Cash and investment fund balance - ending	\$ 1,781,738	\$ 32,759	\$ 64,619	\$ 111	\$ 923	\$ -
Cash and Investment Assets - Ending						
Cash and investments	\$ 1,781,738	\$ 32,759	\$ 64,619	\$ 111	\$ 923	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 1,781,738	\$ 32,759	\$ 64,619	\$ 111	\$ 923	\$ -
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	1,781,738	32,759	64,619	111	923	-
Total cash and investment fund balance - ending	\$ 1,781,738	\$ 32,759	\$ 64,619	\$ 111	\$ 923	\$ -

LAKE 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	Spay And Neuter	Identification Security Protection	Children's Psychiatric Treatment	Homeland Security	NSF Check Service Charge
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	456,614	-
Charges for services	-	-	159,842	-	-	-
Fines and forfeits	250	-	-	-	-	7,901
Interfund loans	-	-	-	-	500,000	-
Other	-	11,015	-	4,532	-	-
Total receipts	250	11,015	159,842	4,532	956,614	7,901
Disbursements:						
General government	-	-	-	1,213,436	-	874
Public safety	-	7,360	10,000	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	1,838,101	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Interfund loans	-	-	-	-	500,000	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	445,692	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	-	7,360	10,000	3,051,537	945,692	874
Excess (deficiency) of receipts over disbursements	250	3,655	149,842	(3,047,005)	10,922	7,027
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	250	3,655	149,842	(3,047,005)	10,922	7,027
Cash and investment fund balance - beginning	7,979	9,586	434,530	3,548,407	78,425	32,151
Cash and investment fund balance - ending	<u>\$ 8,229</u>	<u>\$ 13,241</u>	<u>\$ 584,372</u>	<u>\$ 501,402</u>	<u>\$ 89,347</u>	<u>\$ 39,178</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 8,229	\$ 13,241	\$ -	\$ 501,402	\$ 89,347	\$ 39,178
Restricted assets:						
Cash and investments	-	-	584,372	-	-	-
Total cash and investment assets - ending	\$ 8,229	\$ 13,241	\$ 584,372	\$ 501,402	\$ 89,347	\$ 39,178
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	584,372	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	8,229	13,241	-	501,402	89,347	39,178
Total cash and investment fund balance - ending	\$ 8,229	\$ 13,241	\$ 584,372	\$ 501,402	\$ 89,347	\$ 39,178

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

	Prosecutor's Elderly Abuse	State Drunk Driving Fees	Non-Reverting Fairgrounds	Reassessment 1999	HUD NSP Grant	Non-Reverting RICO Seizure
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	164,760	12,955	7,316	-	592,805	-
Charges for services	-	-	79,547	-	-	-
Fines and forfeits	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	-	-	-	-	27
Total receipts	164,760	12,955	86,863	-	592,805	27
Disbursements:						
General government	162,486	13,858	42,481	-	89,205	202,728
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	1,385	-	19,291	-	503,437	73,278
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	163,871	13,858	61,772	-	592,642	276,006
Excess (deficiency) of receipts over disbursements	889	(903)	25,091	-	163	(275,979)
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	19,443
Total other financing sources (uses)	-	-	-	-	-	19,443
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	889	(903)	25,091	-	163	(256,536)
Cash and investment fund balance - beginning	31,147	14,834	53,338	1,041	-	417,109
Cash and investment fund balance - ending	<u>\$ 32,036</u>	<u>\$ 13,931</u>	<u>\$ 78,429</u>	<u>\$ 1,041</u>	<u>\$ 163</u>	<u>\$ 160,573</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 32,036	\$ 13,931	\$ 78,429	\$ 1,041	\$ -	\$ 160,573
Restricted assets:						
Cash and investments	-	-	-	-	163	-
Total cash and investment assets - ending	<u>\$ 32,036</u>	<u>\$ 13,931</u>	<u>\$ 78,429</u>	<u>\$ 1,041</u>	<u>\$ 163</u>	<u>\$ 160,573</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ 163	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	<u>32,036</u>	<u>13,931</u>	<u>78,429</u>	<u>1,041</u>	<u>-</u>	<u>160,573</u>
Total cash and investment fund balance - ending	<u>\$ 32,036</u>	<u>\$ 13,931</u>	<u>\$ 78,429</u>	<u>\$ 1,041</u>	<u>\$ 163</u>	<u>\$ 160,573</u>

LAKE 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)

	DAG 71 Prosecutor's Non-Reverting	Non-Reverting Property Prosecutor's #1	Sheriff's Alarms, Permits And Fines	Juvenile Home Detention Grant	Juvenile Home Detention Project	Economic Development Administration Budget
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	342,656
Charges for services	-	-	-	-	580	-
Fines and forfeits	-	-	-	-	-	-
Interfund loans	-	-	-	54,753	-	-
Other	-	-	6,920	-	-	119,168
Total receipts	-	-	6,920	54,753	580	461,824
Disbursements:						
General government	-	147,639	-	54,753	30	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	456,639
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Interfund loans	-	-	-	54,753	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	24,597	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	-	172,236	-	109,506	30	456,639
Excess (deficiency) of receipts over disbursements	-	(172,236)	6,920	(54,753)	550	5,185
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	(35,910)	-
Other receipts	-	149,043	-	-	-	174
Total other financing sources (uses)	-	149,043	-	-	(35,910)	174
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(23,193)	6,920	(54,753)	(35,360)	5,359
Cash and investment fund balance - beginning	206	478,868	24,834	54,753	35,360	1,183
Cash and investment fund balance - ending	<u>\$ 206</u>	<u>\$ 455,675</u>	<u>\$ 31,754</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,542</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 206	\$ 455,675	\$ 31,754	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	6,542
Total cash and investment assets - ending	\$ 206	\$ 455,675	\$ 31,754	\$ -	\$ -	\$ 6,542
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	6,542
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	206	455,675	31,754	-	-	-
Total cash and investment fund balance - ending	\$ 206	\$ 455,675	\$ 31,754	\$ -	\$ -	\$ 6,542

LAKE 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)

	Economic Development Cities/Towns	Economic Development HOME Program	Economic Development Rehab	Economic Development REMP IDOC	Economic Development FMHA	Economic Development Revolving Loan
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	562,627	1,132,206	486,329	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	100	100	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	29,045	2,484	621	-	110
Total receipts	562,627	1,161,351	488,913	621	-	110
Disbursements:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	3,120
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	562,627	1,311,584	502,119	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	562,627	1,311,584	502,119	-	-	3,120
Excess (deficiency) of receipts over disbursements	-	(150,233)	(13,206)	621	-	(3,010)
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	162,212	13,206	28,362	-	207,021
Total other financing sources (uses)	-	162,212	13,206	28,362	-	207,021
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	11,979	-	28,983	-	204,011
Cash and investment fund balance - beginning	-	-	-	93,004	45,238	3,662
Cash and investment fund balance - ending	\$ -	\$ 11,979	\$ -	\$ 121,987	\$ 45,238	\$ 207,673
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ -	\$ -	\$ 121,987	\$ 45,238	\$ 207,673
Restricted assets:						
Cash and investments	-	11,979	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ 11,979	\$ -	\$ 121,987	\$ 45,238	\$ 207,673
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	11,979	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	-	121,987	45,238	207,673
Total cash and investment fund balance - ending	\$ -	\$ 11,979	\$ -	\$ 121,987	\$ 45,238	\$ 207,673

LAKE 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)

	Non-Reverting Sheriff's Federal Forfeiture	Lake County Multi-Agency Task Force	Sheriff's State County Non-Reverting	CDBG Recapture Loans	Public Works Tax Incentive	Auditor's Tax Incentive
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	80,324	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	170,000	-	1,108	-	-
Total receipts	-	250,324	-	1,108	-	-
Disbursements:						
General government	-	246,624	-	-	-	77,255
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	-	246,624	-	-	-	77,255
Excess (deficiency) of receipts over disbursements	-	3,700	-	1,108	-	(77,255)
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	594	-	-	124,025	-	-
Total other financing sources (uses)	594	-	-	124,025	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	594	3,700	-	125,133	-	(77,255)
Cash and investment fund balance - beginning	13,051	38,731	4,995	64,162	7	273,862
Cash and investment fund balance - ending	<u>\$ 13,645</u>	<u>\$ 42,431</u>	<u>\$ 4,995</u>	<u>\$ 189,295</u>	<u>\$ 7</u>	<u>\$ 196,607</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 13,645	\$ 42,431	\$ 4,995	\$ 189,295	\$ 7	\$ 196,607
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 13,645</u>	<u>\$ 42,431</u>	<u>\$ 4,995</u>	<u>\$ 189,295</u>	<u>\$ 7</u>	<u>\$ 196,607</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	13,645	42,431	4,995	189,295	7	196,607
Total cash and investment fund balance - ending	<u>\$ 13,645</u>	<u>\$ 42,431</u>	<u>\$ 4,995</u>	<u>\$ 189,295</u>	<u>\$ 7</u>	<u>\$ 196,607</u>

LAKE 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)

	HIDTA	Storm Water Sediment Control	Campaign Finance Enforcement Fund	Division III Addiction Monitoring	COPS Interoperability Grant	Division II Lados
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	218,844	2,968
Charges for services	-	5,941	-	244	-	-
Fines and forfeits	-	1,250	2,166	-	-	-
Interfund loans	-	-	-	-	-	-
Other	1,410	-	-	45	-	205
Total receipts	1,410	7,191	2,166	289	218,844	3,173
Disbursements:						
General government	-	4,934	-	-	165,269	165,712
Public safety	-	-	-	6,091	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	11,297
Public safety	-	-	-	-	50,038	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	-	4,934	-	6,091	215,307	177,009
Excess (deficiency) of receipts over disbursements	1,410	2,257	2,166	(5,802)	3,537	(173,836)
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	300	-	184,395
Total other financing sources (uses)	-	-	-	300	-	184,395
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,410	2,257	2,166	(5,502)	3,537	10,559
Cash and investment fund balance - beginning	-	15,703	34,871	23,994	-	206,057
Cash and investment fund balance - ending	<u>\$ 1,410</u>	<u>\$ 17,960</u>	<u>\$ 37,037</u>	<u>\$ 18,492</u>	<u>\$ 3,537</u>	<u>\$ 216,616</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 1,410	\$ 17,960	\$ 37,037	\$ 18,492	\$ 3,537	\$ 216,616
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 1,410</u>	<u>\$ 17,960</u>	<u>\$ 37,037</u>	<u>\$ 18,492</u>	<u>\$ 3,537</u>	<u>\$ 216,616</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	1,410	17,960	37,037	18,492	3,537	216,616
Total cash and investment fund balance - ending	<u>\$ 1,410</u>	<u>\$ 17,960</u>	<u>\$ 37,037</u>	<u>\$ 18,492</u>	<u>\$ 3,537</u>	<u>\$ 216,616</u>

LAKE 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)

	Division I Lados	Non-Reverting Highway Deposit Gambling	Court Improvement Grant	LC CASA Program Grant	Domestic Relation Counseling	Non-Reverting Delinquent Collection Fees
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	2,883	710,081	-	-	10,000	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	24,355	-
Interfund loans	-	-	-	-	-	-
Other	205	-	-	-	15,800	-
Total receipts	3,088	710,081	-	-	50,155	-
Disbursements:						
General government	170,901	724,313	1,847	825	41,934	-
Public safety	-	-	-	-	-	1,317,820
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	9,523	-	-	-	485	-
Public safety	-	71,401	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	180,424	795,714	1,847	825	42,419	1,317,820
Excess (deficiency) of receipts over disbursements	(177,336)	(85,633)	(1,847)	(825)	7,736	(1,317,820)
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	205,888	146	-	-	-	2,003,079
Total other financing sources (uses)	205,888	146	-	-	-	2,003,079
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	28,552	(85,487)	(1,847)	(825)	7,736	685,259
Cash and investment fund balance - beginning	130,705	656,122	2,115	1,790	69,927	1,671
Cash and investment fund balance - ending	\$ 159,257	\$ 570,635	\$ 268	\$ 965	\$ 77,663	\$ 686,930
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 159,257	\$ 570,635	\$ 268	\$ 965	\$ 77,663	\$ 686,930
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 159,257	\$ 570,635	\$ 268	\$ 965	\$ 77,663	\$ 686,930
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	159,257	570,635	268	965	77,663	686,930
Total cash and investment fund balance - ending	\$ 159,257	\$ 570,635	\$ 268	\$ 965	\$ 77,663	\$ 686,930

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

	Sheriff's Grants Fund	Child Support/PCA Fees	Commissioner's Incentive Fund	Adult Probation Administration	Juvenile Probation Administration	Community Fund
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	27,413	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	183,478	59,061	-
Interfund loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	-	27,413	-	183,478	59,061	-
Disbursements:						
General government	-	27,687	132,723	211,635	90,306	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	425	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	-	27,687	133,148	211,635	90,306	-
Excess (deficiency) of receipts over disbursements	-	(274)	(133,148)	(28,157)	(31,245)	-
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(274)	(133,148)	(28,157)	(31,245)	-
Cash and investment fund balance - beginning	14,881	4,977	189,707	154,272	54,627	12
Cash and investment fund balance - ending	<u>14,881</u>	<u>4,703</u>	<u>56,559</u>	<u>126,115</u>	<u>23,382</u>	<u>12</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 14,881	\$ 4,703	\$ 56,559	\$ 126,115	\$ 23,382	\$ 12
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>14,881</u>	<u>4,703</u>	<u>56,559</u>	<u>126,115</u>	<u>23,382</u>	<u>12</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	<u>14,881</u>	<u>4,703</u>	<u>56,559</u>	<u>126,115</u>	<u>23,382</u>	<u>12</u>
Total cash and investment fund balance - ending	<u>14,881</u>	<u>4,703</u>	<u>56,559</u>	<u>126,115</u>	<u>23,382</u>	<u>12</u>

LAKE 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)

	Health Dept Tobacco Settlement	Family Court Initiative Grant	Anti-Bioterrorism	Weights-Measures User Fees	Website Maintenance Fund	CERT Community Emergency Response Team
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	169,270	-	-
Intergovernmental	293,329	10,000	-	-	-	-
Charges for services	-	-	-	-	198,049	-
Fines and forfeits	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	293,329	10,000	-	169,270	198,049	-
Disbursements:						
General government	162,889	9,893	-	150,830	172,956	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	70,353	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	233,242	9,893	-	150,830	172,956	-
Excess (deficiency) of receipts over disbursements	60,087	107	-	18,440	25,093	-
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	60,087	107	-	18,440	25,093	-
Cash and investment fund balance - beginning	823,637	42,754	1,021	3,474	365,349	348
Cash and investment fund balance - ending	<u>\$ 883,724</u>	<u>\$ 42,861</u>	<u>\$ 1,021</u>	<u>\$ 21,914</u>	<u>\$ 390,442</u>	<u>\$ 348</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 883,724	\$ 42,861	\$ 1,021	\$ 21,914	\$ 390,442	\$ 348
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 883,724</u>	<u>\$ 42,861</u>	<u>\$ 1,021</u>	<u>\$ 21,914</u>	<u>\$ 390,442</u>	<u>\$ 348</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	883,724	42,861	1,021	21,914	390,442	348
Total cash and investment fund balance - ending	<u>\$ 883,724</u>	<u>\$ 42,861</u>	<u>\$ 1,021</u>	<u>\$ 21,914</u>	<u>\$ 390,442</u>	<u>\$ 348</u>

LAKE 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)

	Interpreter Service Grant	Justice Assistance Grant	Recorder's Incentive Fund	HAVA Title III Voting System	MS4	Sheriff's Aviation Grant
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 766,675	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	17,500	739,379	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	17,500	739,379	-	-	766,675	-
Disbursements:						
General government	12,973	221,228	72,412	-	397,571	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	69,477	282,079	-
Public safety	-	538,083	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	12,973	759,311	72,412	69,477	679,650	-
Excess (deficiency) of receipts over disbursements	4,527	(19,932)	(72,412)	(69,477)	87,025	-
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	(180,500)
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	(180,500)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	4,527	(19,932)	(72,412)	(69,477)	87,025	(180,500)
Cash and investment fund balance - beginning	3,511	23,688	218,857	464,338	606,370	180,500
Cash and investment fund balance - ending	<u>\$ 8,038</u>	<u>\$ 3,756</u>	<u>\$ 146,445</u>	<u>\$ 394,861</u>	<u>\$ 693,395</u>	<u>\$ -</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 8,038	\$ 3,756	\$ 146,445	\$ 394,861	\$ 693,395	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 8,038</u>	<u>\$ 3,756</u>	<u>\$ 146,445</u>	<u>\$ 394,861</u>	<u>\$ 693,395</u>	<u>\$ -</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	8,038	3,756	146,445	394,861	693,395	-
Total cash and investment fund balance - ending	<u>\$ 8,038</u>	<u>\$ 3,756</u>	<u>\$ 146,445</u>	<u>\$ 394,861</u>	<u>\$ 693,395</u>	<u>\$ -</u>

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

	Public Works Recycling Grant	Sheriff's SIG Grant	Auditor's Endorsement Fees	Superior Court Division III Drug Free Grant	Alternative Dispute Resolution	Alternative Dispute Resolution Co-Payment
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	29,381	139,487	-	7,000	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	95,520	-	-	6,805
Interfund loans	-	-	-	-	-	-
Other	-	-	-	-	39,850	3,670
Total receipts	29,381	139,487	95,520	7,000	39,850	10,475
Disbursements:						
General government	-	146,560	68,087	776	20,895	10,405
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	255	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	-	146,560	68,342	776	20,895	10,405
Excess (deficiency) of receipts over disbursements	29,381	(7,073)	27,178	6,224	18,955	70
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	(29,381)	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	(29,381)	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(7,073)	27,178	6,224	18,955	70
Cash and investment fund balance - beginning	9	21,048	39,665	-	108,378	21,913
Cash and investment fund balance - ending	<u>9</u>	<u>13,975</u>	<u>66,843</u>	<u>6,224</u>	<u>127,333</u>	<u>21,983</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 9	\$ 13,975	\$ 66,843	\$ 6,224	\$ 127,333	\$ 21,983
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 9</u>	<u>\$ 13,975</u>	<u>\$ 66,843</u>	<u>\$ 6,224</u>	<u>\$ 127,333</u>	<u>\$ 21,983</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	9	13,975	66,843	6,224	127,333	21,983
Total cash and investment fund balance - ending	<u>\$ 9</u>	<u>\$ 13,975</u>	<u>\$ 66,843</u>	<u>\$ 6,224</u>	<u>\$ 127,333</u>	<u>\$ 21,983</u>

LAKE 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)

	Treasurer's Incentive	Environmental Task Force	Title Search Fees	Late Surrender Fees/Bail Bonds	Non-Reverting Property Seizure	DUI Task Force Grant
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	382
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	4,640	-	-
Interfund loans	-	-	-	-	-	-
Other	-	-	57,362	80	-	-
Total receipts	-	-	57,362	4,720	-	382
Disbursements:						
General government	130,599	-	52,032	3,470	-	387
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	6,228	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	136,827	-	52,032	3,470	-	387
Excess (deficiency) of receipts over disbursements	(136,827)	-	5,330	1,250	-	(5)
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	9,587	-
Total other financing sources (uses)	-	-	-	-	9,587	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(136,827)	-	5,330	1,250	9,587	(5)
Cash and investment fund balance - beginning	342,664	36,402	7,268	17,754	4,117	4,931
Cash and investment fund balance - ending	\$ 205,837	\$ 36,402	\$ 12,598	\$ 19,004	\$ 13,704	\$ 4,926
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 205,837	\$ 36,402	\$ 12,598	\$ 19,004	\$ 13,704	\$ 4,926
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 205,837	\$ 36,402	\$ 12,598	\$ 19,004	\$ 13,704	\$ 4,926
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	205,837	36,402	12,598	19,004	13,704	4,926
Total cash and investment fund balance - ending	\$ 205,837	\$ 36,402	\$ 12,598	\$ 19,004	\$ 13,704	\$ 4,926

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

	Emergency Planning Subgrant	Community Correction Fair Share	Community Corrections Program	Sheriff Animal Control SNAP	Community Economic Development	Parks Outside Cash
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	215,910	2,135,133	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	274,803	-	-	-	-
Interfund loans	-	136,000	358,911	-	-	-
Other	-	220,563	-	7,360	-	6,356,491
Total receipts	-	847,276	2,494,044	7,360	-	6,356,491
Disbursements:						
General government	-	677,834	2,233,950	7,145	44,415	6,150,000
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Interfund loans	-	136,000	358,911	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	56,837	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	-	870,671	2,592,861	7,145	44,415	6,150,000
Excess (deficiency) of receipts over disbursements	-	(23,395)	(98,817)	215	(44,415)	206,491
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	-
Transfers in	-	35,910	12,449	-	-	-
Transfers out	-	(12,449)	-	-	-	-
Other receipts	-	-	268,070	-	44,025	-
Total other financing sources (uses)	-	23,461	280,519	-	44,025	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	66	181,702	215	(390)	206,491
Cash and investment fund balance - beginning	29	259,758	39,101	1,604	4,001	-
Cash and investment fund balance - ending	<u>29</u>	<u>259,824</u>	<u>220,803</u>	<u>1,819</u>	<u>3,611</u>	<u>206,491</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 29	\$ 259,824	\$ 220,803	\$ 1,819	\$ 3,611	\$ 206,491
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 29</u>	<u>\$ 259,824</u>	<u>\$ 220,803</u>	<u>\$ 1,819</u>	<u>\$ 3,611</u>	<u>\$ 206,491</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	29	259,824	220,803	1,819	3,611	206,491
Total cash and investment fund balance - ending	<u>\$ 29</u>	<u>\$ 259,824</u>	<u>\$ 220,803</u>	<u>\$ 1,819</u>	<u>\$ 3,611</u>	<u>\$ 206,491</u>

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

	Juvenile Center Grants Fund	Cumulative Helicopter Improvement Fund	HPRP Homeless Prevention	Check Deception Collection Fee	Park And Recreation Bond	Park Revenue Bond Redemption
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 376,817	\$ 605,494
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	7,631	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	38,644	-	-
Interfund loans	-	-	-	-	-	-
Other	-	-	-	-	393	200
Total receipts	-	-	7,631	38,644	377,210	605,694
Disbursements:						
General government	-	-	7,631	-	13,448	12,314
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Interfund loans	-	-	-	-	417,000	560,000
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	390,932	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	-	390,932	7,631	-	430,448	572,314
Excess (deficiency) of receipts over disbursements	-	(390,932)	-	38,644	(53,238)	33,380
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	-	-
Transfers in	-	580,000	-	-	-	135,000
Transfers out	-	-	-	-	(449,356)	(647,331)
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	580,000	-	-	(449,356)	(512,331)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	189,068	-	38,644	(502,594)	(478,951)
Cash and investment fund balance - beginning	4	500,000	-	-	502,594	485,442
Cash and investment fund balance - ending	4	689,068	-	38,644	-	6,491
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 4	\$ 689,068	\$ -	\$ 38,644	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	6,491
Total cash and investment assets - ending	4	689,068	-	38,644	-	6,491
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	6,491
Capital outlay	-	-	-	-	-	-
Unrestricted	4	689,068	-	38,644	-	-
Total cash and investment fund balance - ending	4	689,068	-	38,644	-	6,491

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

	County Bond Redemption	Circuit Breaker Debt Service	LC Redevelopment Commission	Exempt Debt Service	Exempt Park Bond	Exempt Park Revenue Bond Redemption
Receipts:						
Taxes	\$ 3,161,770	\$ -	\$ 3,208,225	\$ 300,000	\$ 626,972	\$ 549,806
Licenses and permits	-	-	-	-	-	-
Intergovernmental	1,355	2,855,402	-	353,191	91,684	80,400
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Interfund loans	-	-	-	5,500,000	387,180	16,782
Other	1,046	-	81,318	-	-	-
Total receipts	3,164,171	2,855,402	3,289,543	6,153,191	1,105,836	646,988
Disbursements:						
General government	64,325	3,556,534	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	3,500	-	-	-
Interfund loans	5,206,000	-	-	-	-	-
Debt service:						
Principal	450,000	-	2,240,000	8,960,000	1,795,000	-
Interest	64,017	-	211,591	1,712,740	75,192	1,294,319
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	1,657,441	-	-	-
Total disbursements	5,784,342	3,556,534	4,112,532	10,672,740	1,870,192	1,294,319
Excess (deficiency) of receipts over disbursements	(2,620,171)	(701,132)	(822,989)	(4,519,549)	(764,356)	(647,331)
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	450,000	-
Transfers in	-	417,248	-	4,544,079	314,356	647,331
Transfers out	(4,544,079)	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	(4,544,079)	417,248	-	4,544,079	764,356	647,331
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(7,164,250)	(283,884)	(822,989)	24,530	-	-
Cash and investment fund balance - beginning	7,684,476	(191,096)	4,440,772	-	-	-
Cash and investment fund balance - ending	\$ 520,226	\$ (474,980)	\$ 3,617,783	\$ 24,530	\$ -	\$ -
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ (474,980)	\$ 3,617,783	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	520,226	-	-	24,530	-	-
Total cash and investment assets - ending	\$ 520,226	\$ (474,980)	\$ 3,617,783	\$ 24,530	\$ -	\$ -
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	520,226	-	-	24,530	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	(474,980)	3,617,783	-	-	-
Total cash and investment fund balance - ending	\$ 520,226	\$ (474,980)	\$ 3,617,783	\$ 24,530	\$ -	\$ -

LAKE 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)

	Park Non-Reverting Capital	Cumulative Bridge	General Drain Improvement	County Highway Maintenance Garage Bond	County Bond Improvements	Park District Bond 1982
Receipts:						
Taxes	\$ -	\$ 780,768	\$ 1,373,626	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	360,874	95,407	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	600	163,432	-	-	-
Interfund loans	540,000	-	-	-	-	1,952,000
Other	29,612	25,036	190	1,553	5,776	30,129
Total receipts	569,612	1,167,278	1,632,655	1,553	5,776	1,982,129
Disbursements:						
General government	-	-	307,660	-	4,064,612	-
Public safety	-	-	-	-	-	-
Highways and streets	-	2,551,193	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Interfund loans	500,000	-	1,400,000	-	-	403,962
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	1,288,315	23,136	-	1,402,329
Public safety	-	-	-	-	-	-
Highways and streets	-	261,176	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	415,433	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	915,433	2,812,369	2,995,975	23,136	4,064,612	1,806,291
Excess (deficiency) of receipts over disbursements	(345,821)	(1,645,091)	(1,363,320)	(21,583)	(4,058,836)	175,838
Other financing sources (uses):						
Net proceeds from borrowings	-	-	-	-	11,760,000	-
Transfers in	193,296	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	322,447	120,184	-	-	-
Total other financing sources (uses)	193,296	322,447	120,184	-	11,760,000	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(152,525)	(1,322,644)	(1,243,136)	(21,583)	7,701,164	175,838
Cash and investment fund balance - beginning	603,709	6,436,105	1,285,479	799,694	2,711,393	658,097
Cash and investment fund balance - ending	\$ 451,184	\$ 5,113,461	\$ 42,343	\$ 778,111	\$ 10,412,557	\$ 833,935
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ 5,113,461	\$ -	\$ 778,111	\$ 10,412,557	\$ 833,935
Restricted assets:						
Cash and investments	451,184	-	42,343	-	-	-
Total cash and investment assets - ending	\$ 451,184	\$ 5,113,461	\$ 42,343	\$ 778,111	\$ 10,412,557	\$ 833,935
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	451,184	-	42,343	-	-	-
Unrestricted	-	5,113,461	-	778,111	10,412,557	833,935
Total cash and investment fund balance - ending	\$ 451,184	\$ 5,113,461	\$ 42,343	\$ 778,111	\$ 10,412,557	\$ 833,935

LAKE 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)

	Major Move Construction	LC Voting System Cumulative	Cumulative Capital Development	LC Redevelopment Authority	Totals
Receipts:					
Taxes	\$ -	\$ -	\$ 756,867	\$ -	\$ 16,598,099
Licenses and permits	-	-	-	-	169,270
Intergovernmental	-	-	125,885	-	35,663,372
Charges for services	-	-	-	-	9,055,089
Fines and forfeits	-	-	-	-	2,435,682
Interfund loans	-	-	-	-	10,613,784
Other	16,434	-	43,038	-	11,577,202
Total receipts	16,434	-	925,790	-	86,112,498
Disbursements:					
General government	652,623	-	15,393	-	38,817,847
Public safety	-	-	-	-	8,319,103
Highways and streets	-	-	-	-	8,425,035
Health and welfare	-	-	-	-	4,115,777
Economic development	-	-	-	-	456,639
Culture and recreation	-	-	-	-	9,839,140
Urban redevelopment and housing	-	-	-	-	3,500
Interfund loans	-	-	1,400,000	-	14,119,784
Debt service:					
Principal	-	-	-	-	14,596,507
Interest	-	-	-	-	3,431,388
Capital outlay:					
General government	-	-	1,646,889	-	9,246,453
Public safety	-	-	-	-	1,836,706
Highways and streets	-	-	-	-	262,810
Health and welfare	-	-	-	-	26,972
Economic development	-	-	-	-	2,376,330
Culture and recreation	-	-	-	-	782,965
Urban redevelopment and housing	-	-	-	1,124,531	2,781,972
Total disbursements	652,623	-	3,062,282	1,124,531	119,438,928
Excess (deficiency) of receipts over disbursements	(636,189)	-	(2,136,492)	(1,124,531)	(33,326,430)
Other financing sources (uses):					
Net proceeds from borrowings	-	-	-	-	15,210,000
Transfers in	-	-	-	-	6,879,669
Transfers out	-	-	-	-	(7,092,996)
Other receipts	-	-	-	5,886	4,229,994
Total other financing sources (uses)	-	-	-	5,886	19,226,667
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(636,189)	-	(2,136,492)	(1,118,645)	(14,099,763)
Cash and investment fund balance - beginning	3,084,385	1,278,941	2,465,970	2,657,677	77,142,146
Cash and investment fund balance - ending	\$ 2,448,196	\$ 1,278,941	\$ 329,478	\$ 1,539,032	\$ 63,042,383
<u>Cash and Investment Assets - Ending</u>					
Cash and investments	\$ 2,448,196	\$ 1,278,941	\$ 329,478	\$ 1,539,032	\$ 49,242,499
Restricted assets:					
Cash and investments	-	-	-	-	13,799,884
Total cash and investment assets - ending	\$ 2,448,196	\$ 1,278,941	\$ 329,478	\$ 1,539,032	\$ 63,042,383
<u>Cash and Investment Fund Balance - Ending</u>					
Restricted for:					
General government	\$ -	\$ -	\$ -	\$ -	\$ 4,235,404
Public safety	-	-	-	-	4,990,699
Highways and streets	-	-	-	-	3,096,495
Health and welfare	-	-	-	-	262,247
Economic development	-	-	-	-	18,521
Culture and recreation	-	-	-	-	151,744
Debt service	-	-	-	-	551,247
Capital outlay	-	-	-	-	493,527
Unrestricted	2,448,196	1,278,941	329,478	1,539,032	49,242,499
Total cash and investment fund balance - ending	\$ 2,448,196	\$ 1,278,941	\$ 329,478	\$ 1,539,032	\$ 63,042,383

LAKE COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 INTERNAL SERVICE FUNDS
 As Of And For The Year Ended December 31, 2009

	Nonreverting Self-Insurance	Park Self- Insurance	Health Insurance Reserve	Lake County 2000 Building	Totals
Operating receipts:					
Charges for services	\$ 2,163,203	\$ 101,681	\$ 26,757,976	\$ 2,608,000	\$ 31,630,860
Interfund loan proceeds	-	500,000	8,506,000	-	9,006,000
Miscellaneous	-	-	-	8	8
Total operating receipts	<u>2,163,203</u>	<u>601,681</u>	<u>35,263,976</u>	<u>2,608,008</u>	<u>40,636,868</u>
Operating disbursements:					
Insurance claims and expense	1,491,405	-	28,170,883	-	29,662,288
Interfund loans made/repaid	-	-	5,500,000	-	5,500,000
Miscellaneous	-	48,963	-	10,707	59,670
Total operating disbursements	<u>1,491,405</u>	<u>48,963</u>	<u>33,670,883</u>	<u>10,707</u>	<u>35,221,958</u>
Excess (deficiency) of receipts over disbursements	<u>671,798</u>	<u>552,718</u>	<u>1,593,093</u>	<u>2,597,301</u>	<u>5,414,910</u>
Nonoperating receipts (disbursements):					
Debt service of principal	-	-	-	(2,090,000)	(2,090,000)
Interest disbursements	-	-	-	(512,513)	(512,513)
Total nonoperating receipts (disbursements)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,602,513)</u>	<u>(2,602,513)</u>
Excess (deficiency) of receipts over disbursements and nonoperating receipts (disbursements)	671,798	552,718	1,593,093	(5,212)	2,812,397
Transfers in	<u>180,500</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>180,500</u>
Excess (deficiency) of receipts, contributions and transfers in over disbursements and transfers out	852,298	552,718	1,593,093	(5,212)	2,992,897
Cash and investment fund balance - beginning	<u>5,090,162</u>	<u>204,689</u>	<u>4,070,409</u>	<u>184,046</u>	<u>9,549,306</u>
Cash and investment fund balance - ending	<u><u>\$ 5,942,460</u></u>	<u><u>\$ 757,407</u></u>	<u><u>\$ 5,663,502</u></u>	<u><u>\$ 178,834</u></u>	<u><u>\$ 12,542,203</u></u>
<u>Cash and Investment Assets - December 31</u>					
Restricted assets:					
Cash and investments	<u><u>\$ 5,942,460</u></u>	<u><u>\$ 757,407</u></u>	<u><u>\$ 5,663,502</u></u>	<u><u>\$ 178,834</u></u>	<u><u>\$ 12,542,203</u></u>
<u>Cash and Investment Fund Balance - December 31</u>					
Restricted for:					
Other purposes	<u><u>\$ 5,942,460</u></u>	<u><u>\$ 757,407</u></u>	<u><u>\$ 5,663,502</u></u>	<u><u>\$ 178,834</u></u>	<u><u>\$ 12,542,203</u></u>

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

	County Excess Levy	Welfare Trusts	City And Town Court Costs	Congressional School Interest	Surplus Tax Sale	Tax Sale Redemption	State Fair Board
Additions:							
Agency fund additions	\$ 13,202,074	\$ -	\$ 145,324	\$ 3,233	\$ 3,975,549	\$ 4,274,763	\$ 103,727
Deductions:							
Agency fund deductions	9,133,902	17,808	143,735	-	3,563,162	3,786,917	103,727
Excess (deficiency) of total additions over total deductions	4,068,172	(17,808)	1,589	3,233	412,387	487,846	-
Cash and investment fund balance - beginning	-	17,808	9,789	21,425	2,869,348	112,465	-
Cash and investment fund balance - ending	<u>\$ 4,068,172</u>	<u>\$ -</u>	<u>\$ 11,378</u>	<u>\$ 24,658</u>	<u>\$ 3,281,735</u>	<u>\$ 600,311</u>	<u>\$ -</u>

LAKE 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 Fee	State Forestry Tax	Overweight Vehicle Fines	Sheriff	Infraction Judgements	Inheritance Tax
Additions:							
Agency fund additions	<u>\$ 463,783</u>	<u>\$ 36,355</u>	<u>\$ 207,454</u>	<u>\$ 10,817</u>	<u>\$ 5,060,075</u>	<u>\$ 985,061</u>	<u>\$ 11,561,075</u>
Deductions:							
Agency fund deductions	<u>517,091</u>	<u>36,805</u>	<u>207,454</u>	<u>8,037</u>	<u>4,843,975</u>	<u>960,752</u>	<u>11,624,124</u>
Excess (deficiency) of total additions over total deductions	(53,308)	(450)	-	2,780	216,100	24,309	(63,049)
Cash and investment fund balance - beginning	<u>120,046</u>	<u>3,905</u>	<u>-</u>	<u>-</u>	<u>440,992</u>	<u>52,339</u>	<u>2,702,633</u>
Cash and investment fund balance - ending	<u><u>\$ 66,738</u></u>	<u><u>\$ 3,455</u></u>	<u><u>-</u></u>	<u><u>\$ 2,780</u></u>	<u><u>\$ 657,092</u></u>	<u><u>\$ 76,648</u></u>	<u><u>\$ 2,639,584</u></u>

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

	Prop Replacement And Homestead Credit	Special Death Benefit	Payroll Withholdings	Education Plate Fees	Tax Sale	Innkeepers Tax	Financial Institution Tax
Additions:							
Agency fund additions	\$ -	\$ 67,415	\$ 30,560,725	\$ 21,825	\$ 3,860,399	\$ 2,385,530	\$ 2,233,132
Deductions:							
Agency fund deductions	-	64,944	30,619,326	22,856	3,837,791	2,339,535	2,233,132
Excess (deficiency) of total additions over total deductions	-	2,471	(58,601)	(1,031)	22,608	45,995	-
Cash and investment fund balance - beginning	95,030	4,499	1,392,483	17,115	31,792	13,871	-
Cash and investment fund balance - ending	<u>\$ 95,030</u>	<u>\$ 6,970</u>	<u>\$ 1,333,882</u>	<u>\$ 16,084</u>	<u>\$ 54,400</u>	<u>\$ 59,866</u>	<u>\$ -</u>

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

	Convention And Tourism Agency	Mortgage Fees - State Share	Child Restraint Violations Fines	Interstate Compact	CVET Agency	US Research Consultant	Unfunded Money
Additions:							
Agency fund additions	\$ 4,397,414	\$ 44,108	\$ 1,490	\$ 2,398	\$ 3,768,617	\$ -	\$ 1,070,005,432
Deductions:							
Agency fund deductions	4,547,761	43,670	1,455	3,133	3,768,617	-	887,607,128
Excess (deficiency) of total additions over total deductions	(150,347)	438	35	(735)	-	-	182,398,304
Cash and investment fund balance - beginning	220,322	2,910	110	1,185	-	3,473	256,747,398
Cash and investment fund balance - ending	<u>\$ 69,975</u>	<u>\$ 3,348</u>	<u>\$ 145</u>	<u>\$ 450</u>	<u>\$ -</u>	<u>\$ 3,473</u>	<u>\$ 439,145,702</u>

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

	National Park System	Children With Special Health Needs	Doctors Merchants	Health Care For Indigent	Medical Assistance To Wards	MVH Agency	Users Relief Loan
Additions:							
Agency fund additions	\$ 7,204	\$ 244,408	\$ 200	\$ 7,856,118	\$ 2,286,394	\$ 4,460,763	\$ 1,437,840
Deductions:							
Agency fund deductions	8,919	401,942	-	12,922,640	3,760,107	4,460,763	1,395,368
Excess (deficiency) of total additions over total deductions	(1,715)	(157,534)	200	(5,066,522)	(1,473,713)	-	42,472
Cash and investment fund balance - beginning	9,093	157,534	551	5,066,522	1,473,713	-	613,376
Cash and investment fund balance - ending	<u>\$ 7,378</u>	<u>\$ -</u>	<u>\$ 751</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 655,848</u>

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

	Homestead Credit Rebate	Police Pension Distribution	Payroll Court Judgement	New "Exempt" Funds	Ordinance Deferral Program	Commissioner's Tax Certificate Sale
Additions:						
Agency fund additions	\$ -	\$ 4,803,077	\$ 76,620	\$ 79,964,915	\$ 307,417	\$ 2,409,748
Deductions:						
Agency fund deductions	383	4,803,077	-	79,964,915	305,512	712,342
Excess (deficiency) of total additions over total deductions	(383)	-	76,620	-	1,905	1,697,406
Cash and investment fund balance - beginning	5,508	-	-	-	17,871	2,522,424
Cash and investment fund balance - ending	<u>\$ 5,125</u>	<u>\$ -</u>	<u>\$ 76,620</u>	<u>\$ -</u>	<u>\$ 19,776</u>	<u>\$ 4,219,830</u>

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

	Payment Errors (Refunds)	Tax Sale Cancellation	Subdivision Escrow Bonds	Overpayment	Northwest Regional Plan Commission	Cities Park Sales Tax
Additions:						
Agency fund additions	\$ 775,105	\$ 534,900	\$ 14,995	\$ 6,901,756	\$ 100,371	\$ 111,097
Deductions:						
Agency fund deductions	<u>1,715,669</u>	<u>445,733</u>	<u>10,328</u>	<u>4,644,187</u>	<u>166,434</u>	<u>110,708</u>
Excess (deficiency) of total additions over total deductions	(940,564)	89,167	4,667	2,257,569	(66,063)	389
Cash and investment fund balance - beginning	<u>1,325,457</u>	<u>14,243</u>	<u>75,456</u>	<u>6,236,339</u>	<u>126,700</u>	<u>1,504</u>
Cash and investment fund balance - ending	<u>\$ 384,893</u>	<u>\$ 103,410</u>	<u>\$ 80,123</u>	<u>\$ 8,493,908</u>	<u>\$ 60,637</u>	<u>\$ 1,893</u>

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

	Calumet Township Poor Relief	Cedar Creek Township Poor Relief	Center Township Poor Relief	Eagle Creek Township Poor Relief	Tax Sale Fees - SRI	Hanover Township Poor Relief
Additions:						
Agency fund additions	\$ 11,367,353	\$ 40,916	\$ 88,208	\$ 15,209	\$ 292,631	\$ 105,070
Deductions:						
Agency fund deductions	<u>11,367,353</u>	<u>40,916</u>	<u>88,208</u>	<u>15,209</u>	<u>351,121</u>	<u>105,070</u>
Excess (deficiency) of total additions over total deductions	-	-	-	-	(58,490)	-
Cash and investment fund balance - beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>63,785</u>	<u>-</u>
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,295</u>	<u>\$ -</u>

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

	Hobart Township Poor Relief	North Township Poor Relief	Ross Township Poor Relief	St. John Township Poor Relief	West Creek Township Poor Relief	Winfield Township Poor Relief
Additions:						
Agency fund additions	\$ 274,676	\$ 3,526,865	\$ 178,995	\$ 39,333	\$ 46,212	\$ 39,158
Deductions:						
Agency fund deductions	274,676	3,526,865	178,995	39,333	46,212	39,158
Excess (deficiency) of total additions over total deductions	-	-	-	-	-	-
Cash and investment fund balance - beginning	-	-	-	-	-	-
Cash and investment fund balance - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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

	Supplemental County Wide Tax	Coroner's Training And Cont Education	Delinquent Sewer	Barret Law	Commissioner's Surplus Tax Sale	US Steel Prop Tax Settlement Fund
Additions:						
Agency fund additions	\$ 1,521,268	\$ 64,374	\$ 460,280	\$ 75,897	\$ 4,477	\$ 6,389
Deductions:						
Agency fund deductions	4,341,389	63,595	460,280	75,897	-	546,828
Excess (deficiency) of total additions over total deductions	(2,820,121)	779	-	-	4,477	(540,439)
Cash and investment fund balance - beginning	2,820,121	6,122	2,956	3,180	-	541,569
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 6,901</u>	<u>\$ 2,956</u>	<u>\$ 3,180</u>	<u>\$ 4,477</u>	<u>\$ 1,130</u>

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

	Township Fund	Township Recreation	Township Firefighting	Township Property Maintenance	Library Fund	Library Bond
Additions:						
Agency fund additions	\$ 3,615,167	\$ 1,507,698	\$ 970,789	\$ 448,408	\$ 24,174,592	\$ 460,319
Deductions:						
Agency fund deductions	<u>3,615,167</u>	<u>1,507,698</u>	<u>970,789</u>	<u>448,408</u>	<u>24,174,592</u>	<u>460,319</u>
Excess (deficiency) of total additions over total deductions	-	-	-	-	-	-
Cash and investment fund balance - beginning	-	-	-	-	-	-
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	General School	School Debt Service Fund	Street Lights	Corporation Fund	Corporation Bond	Cumulative Fire And Equipment
Additions:						
Agency fund additions	\$ 86,892,571	\$ 75,051,871	\$ 59,374	\$ 197,653,320	\$ 6,232,791	\$ 160,173
Deductions:						
Agency fund deductions	86,892,571	75,051,871	59,374	197,653,320	6,232,791	160,173
Excess (deficiency) of total additions over total deductions	-	-	-	-	-	-
Cash and investment fund balance - beginning	-	-	-	-	-	-
Cash and investment fund balance - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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

	Fire Pension Fund	Water Hydrant Rental	Independence Hill Conservancy	Cumulative Capital Improvement Fund	Park Dist Bond	Sanitary District/Sanitary Sewer
Additions:						
Agency fund additions	\$ 3,425,669	\$ 73,065	\$ 214,164	\$ 32,564	\$ 3,453,283	\$ 19,799,417
Deductions:						
Agency fund deductions	<u>3,425,669</u>	<u>73,065</u>	<u>214,164</u>	<u>32,564</u>	<u>3,453,283</u>	<u>19,799,417</u>
Excess (deficiency) of total additions over total deductions	-	-	-	-	-	-
Cash and investment fund balance - beginning	-	-	-	-	-	-
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Sanitary District Bond	Cumulative Sewer And Drain	School Transportation	Special Cumulative Fire	Airport	Redevelopment District
Additions:						
Agency fund additions	\$ 5,485,593	\$ 1,115,581	\$ 40,623,339	\$ 16,926	\$ 1,242,078	\$ 1,634,326
Deductions:						
Agency fund deductions	<u>5,485,593</u>	<u>1,115,581</u>	<u>40,623,339</u>	<u>16,926</u>	<u>1,242,078</u>	<u>1,634,326</u>
Excess (deficiency) of total additions over total deductions	-	-	-	-	-	-
Cash and investment fund balance - beginning	-	-	-	-	-	-
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Redevelopment District Bond	Emergency Medical Services/ Ambulance	Public Transportation	Special Transportation Debt	City Parks And Recreation	Library Lease Rental
Additions:						
Agency fund additions	\$ 2,409,511	\$ 519,346	\$ 3,596,339	\$ 170,818	\$ 13,272,250	\$ 666,496
Deductions:						
Agency fund deductions	<u>2,409,511</u>	<u>519,346</u>	<u>3,596,339</u>	<u>170,818</u>	<u>13,272,250</u>	<u>666,496</u>
Excess (deficiency) of total additions over total deductions	-	-	-	-	-	-
Cash and investment fund balance - beginning	-	-	-	-	-	-
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Storm Sewer	Municipal Complex/Genesis Center	Airport Bond Fund	Cumulative Capital Development Fund	Lease/Rental Payment	Sewer Bond Fund
Additions:						
Agency fund additions	\$ 768,315	\$ 1,065,225	\$ 219,527	\$ 4,073,005	\$ 2,982,180	\$ 290,086
Deductions:						
Agency fund deductions	768,315	1,065,225	219,527	4,073,005	2,982,180	290,086
Excess (deficiency) of total additions over total deductions	-	-	-	-	-	-
Cash and investment fund balance - beginning	-	-	-	-	-	-
Cash and investment fund balance - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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

	Lake Ridge Fire District	Cumulative Cap Fire Equipment	Capital Projects Fund	TIF Replacement	TIF Allocation	Township Community Service
Additions:						
Agency fund additions	\$ 243,026	\$ 228,146	\$ 54,817,908	\$ 1,030,944	\$ 49,972,841	\$ 305,200
Deductions:						
Agency fund deductions	243,026	228,146	54,817,908	1,030,944	49,972,841	305,200
Excess (deficiency) of total additions over total deductions	-	-	-	-	-	-
Cash and investment fund balance - beginning	-	-	-	-	-	-
Cash and investment fund balance - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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

	Library Capital Projects Fund	Water District	Water District Bond	Special Education Pre-School	Solid Waste Management District	Sanitary District/Solid Waste
Additions:						
Agency fund additions	\$ 910,653	\$ 236,262	\$ 188,311	\$ 185,056	\$ 4,949,055	\$ 3,794,051
Deductions:						
Agency fund deductions	910,653	236,262	188,311	185,056	4,949,055	3,794,051
Excess (deficiency) of total additions over total deductions	-	-	-	-	-	-
Cash and investment fund balance - beginning	-	-	-	-	-	-
Cash and investment fund balance - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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

	Township Cumulative Park	Indiana Common School Fund	Bus Replacement Schools	Cumulative Fire Special	Corp. Redevelopment Capital Fund	School Pension Debt
Additions:						
Agency fund additions	\$ 493,055	\$ 82,632	\$ 4,964,757	\$ 331,460	\$ 21,013	\$ 4,098,472
Deductions:						
Agency fund deductions	493,055	94,896	4,964,757	331,460	21,013	4,098,472
Excess (deficiency) of total additions over total deductions	-	(12,264)	-	-	-	-
Cash and investment fund balance - beginning	-	20,727	-	-	-	-
Cash and investment fund balance - ending	\$ -	\$ 8,463	\$ -	\$ -	\$ -	\$ -

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

	Storm Sewer Bond	Emergency Medical Service-Equipment	Vehicle License Fund	Excess Monies Settlement 2001	Inmate Trust	Clerk - Outside Cash
Additions:						
Agency fund additions	\$ 244,597	\$ 82,453	\$ -	\$ 369,086	\$ 1,459,906	\$ 51,964,541
Deductions:						
Agency fund deductions	244,597	82,453	-	-	1,334,649	50,838,407
Excess (deficiency) of total additions over total deductions	-	-	-	369,086	125,257	1,126,134
Cash and investment fund balance - beginning	-	-	1,094	107,774	280,899	16,638,505
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,094</u>	<u>\$ 476,860</u>	<u>\$ 406,156</u>	<u>\$ 17,764,639</u>

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

	Juvenile Probation - Outside Cash	Recorder - Outside Cash	Planning Commission - Outside Cash	Adult Probation - Outside Cash	Totals
Additions:					
Agency fund additions	<u>\$ 108,386</u>	<u>\$ 1,882,515</u>	<u>\$ 395,523</u>	<u>\$ 395,284</u>	<u>\$ 1,992,480,137</u>
Deductions:					
Agency fund deductions	<u>108,386</u>	<u>1,569,518</u>	<u>395,523</u>	<u>391,854</u>	<u>1,810,132,956</u>
Excess (deficiency) of total additions over total deductions	-	312,997	-	3,430	182,347,181
Cash and investment fund balance - beginning	<u>-</u>	<u>(14,146)</u>	<u>-</u>	<u>930</u>	<u>303,000,745</u>
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 298,851</u>	<u>\$ -</u>	<u>\$ 4,360</u>	<u>\$ 485,347,926</u>

LAKE COUNTY
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS
 For The Year Ended December 31, 2009

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed or donated assets are reported at estimated fair value at the time received.

General infrastructure assets (those reported by governmental activities) are included regardless of their acquisition date or amount. The government was able to estimate the historical cost for the initial reporting of these assets through backtrending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). As the government constructs or acquires additional capital assets each period, including infrastructure assets, they are reported at historical cost.

<u>Primary Government</u>	<u>Ending Balance</u>
Governmental activities:	
Capital assets:	
Land	\$ 24,171,723
Buildings and improvements	134,643,475
Sanitary sewer/storm water	9,000,000
Machinery and equipment	34,594,824
Bridges	125,601,093
Roads	114,190,879
Street lights and traffic signals	1,219,034
Construction in progress	<u>11,252,504</u>
 Total governmental activities, capital assets	 \$ <u>454,673,532</u>

<u>Primary Government</u>	<u>Ending Balance</u>
Wastewater Utility:	
Capital assets:	
Land	\$ 21,040
Improvements other than buildings	<u>969,251</u>
 Total Wastewater Utility capital assets	 <u>990,291</u>
 Total business-type activities capital assets	 \$ <u>990,291</u>

LAKE 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:		
Helicopter	\$ 1,687,522	\$ 302,327
Claims and judgments		
Notes and loans payable	103,548	104,312
Bonds payable:		
General obligation bonds:		
2008A Judgment Bond - Court Judgments	635,000	646,113
2008B Judgment Bond - Court Judgments	1,430,000	1,012,806
2006 Lake County Garage - Highway	4,255,000	581,140
2007 Energy Savings Phase I	15,960,000	2,575,750
2009 Energy Savings Phase II	12,000,000	1,360,572
2005 Parks	23,300,000	1,013,588
2007 Parks	7,000,000	1,225,731
Revenue bond:		
New Juvenile Center	7,005,000	2,608,000
 Total governmental activities debt	 <u>\$ 73,376,070</u>	 <u>\$ 11,430,339</u>
 Business-type activities:		
Wastewater Utility		
Revenue bonds:		
Hermit's Lake Wastewater	\$ 339,291	\$ 40,797

LAKE COUNTY
OTHER REPORTS

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

Board of County Commissioners
Clerk of the Circuit Court
Community Corrections
County Auditor
County Council
County Health Department
County Park and Recreation Department
County Recorder
County Sheriff
County Treasurer
Domestic Counseling Relations Bureau

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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

TO: THE OFFICIALS OF LAKE COUNTY, INDIANA

Compliance

We have audited the compliance of Lake 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.

As described in items 2009-3, 2009-4, and 2009-5 in the accompanying Schedule of Findings and Questioned Costs, the County did not comply with requirements regarding Equipment Management, Special Tests and Provisions, and Level of Effort applicable to the ARRA – Edward Byrne Memorial Justice Assistance Grant (JAG) Program. As described in item 2009-6 in the accompanying Schedule of Findings and Questioned Costs, the County did not comply with requirements regarding Activities Allowed for Child Support Enforcement. As described in items 2009-7, 2009-8, and 2009-9 in the accompanying Schedule of Findings and Questioned Costs, the County did not comply with requirements regarding Procurement, Suspension and Disbarment, Equipment Management, and Reporting applicable to the Chemical Sector Buffer Zone Protection Program. Compliance with such requirements is necessary, in our opinion, for the County to comply with requirements applicable to these programs.

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

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)

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.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in the entity's internal control that might be significant deficiencies or material weaknesses as defined below. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies.

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. We consider the deficiencies in internal control over compliance described in items 2009-3 through 2009-9, of the accompanying Schedule of Findings and Questioned Costs to be significant deficiencies.

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. Of the significant deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs, we consider items 2009-7 through 2009-9, to be material weaknesses.

The County's response to the findings identified in our audit is described in the accompanying Corrective Action Plan. We did not audit the County's response and, accordingly, we express no opinion on it.

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

September 2, 2010

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

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. DEPARTMENT OF AGRICULTURE</u>			
Pass-Through Indiana Department of Education Child Nutrition Cluster			
School Breakfast Program	10.553		\$ 46,115
National School Lunch Program	10.555		<u>70,144</u>
Total for federal grantor agency			<u>116,259</u>
<u>U.S. DEPARTMENT OF COMMERCE</u>			
Pass-Through Indiana Department of Natural Resources Coastal Zone Management Administration Awards	11.419		16,775
		CZ0711	<u>52,000</u>
Total for program			<u>68,775</u>
Pass-Through Indiana Department of Homeland Security Public Safety Interoperable Communications Grant Program	11.555	PSIC	<u>78,423</u>
Total for federal grantor agency			<u>147,198</u>
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>			
Direct Grants			
CDBG - Entitlement Grants Cluster			
Community Development Block Grants/Entitlement Grants	14.218		998,360
		B-07-UC-180016	346,708
		B-08-UC-180016	<u>1,501</u>
Total for program			<u>1,346,569</u>
ARRA - Community Development Block Grant ARRA Entitlement Grants (CDBG-R)	14.253	B-09-UY-180016	<u>73,032</u>
Total for cluster			<u>1,419,601</u>
Direct Grant			
Housing Counseling Assistance Program	14.169	HC-08-0498-108	<u>30,000</u>
Direct Grant			
HOME Investment Partnerships Program	14.239		261,250
		M-06-UC-180016	581,952
		M-07-UC-180016	392,744
		M-08-UC-180016	<u>79,815</u>
Total for program			<u>1,315,761</u>
Direct Grant			
ARRA - Neighborhood Stabilization Program	14.256	B-08-UN-18-0002	<u>595,004</u>
Direct Grant			
ARRA - Homeless Prevention and Rapid Re-Housing Program	14.257	S-09-UY-180016	<u>7,631</u>
Total for federal grantor agency			<u>3,367,997</u>
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Direct Grant			
ARRA - Public Safety Partnership and Community Policing Grants Technology Program Grant	16.710		215,307
		2008CKWX0790	<u>215,307</u>
Direct Grant			
Edward Byrne Memorial Justice Assistance Grant Program	16.738		47,806
		2006-DJ-BX-1120	69,284
		2007-DJ-BX-0698	<u>42,720</u>
		2008-DJ-BX-0288	<u>42,720</u>
Total for program			<u>159,810</u>

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

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

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. DEPARTMENT OF JUSTICE (continued)</u>			
Direct Grant			
ARRA - Edward Byrne Memorial Justice Assistance Grant (JAG) Program	16.803	2009-SB-B9-1671	599,503
Direct Grant			
Federal Equity Sharing	16.XXX		
Federal Forfeitures - County Sheriff			594
Pass-Through Indiana Criminal Justice Institute			
Edward Byrne Memorial Formula Grant Program	16.579	07-DJ-013 07-DJ-099	11,228 123,455
Total for program			134,683
Pass-Through Indiana Department of Natural Resources			
Public Safety Partnership and Community Policing Grants	16.710	E11-8-SB016	4,500
Pass-Through Indiana Criminal Justice Institute			
ARRA - Edward Byrne Memorial Justice Assistance Grant (JAG) Program	16.803	2009-SB-B9-0047	20,690
Pass-Through Indiana Criminal Justice Institute			
ARRA - VOCA Crime Victim Assistance	16.807		3,000
Total for federal grantor agency			1,138,087
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Pass-Through Indiana Department of Transportation			
Highway Planning and Construction Cluster			
Highway Planning and Construction	20.205		
Bridge Inspection		STP-9099 (107)	46,094
Construction Management		STP-9945	52,288
Total for program			98,382
Pass-Through Indiana Department of Transportation			
Recreational Trails Program	20.219		
Savannah Trail - Wisconsin Street		R-29234	20,990
Savannah Trail - Prairie Duneland Trail		R-29619	59,469
Total for program			80,459
Total for cluster			178,841
Pass-Through Indiana Criminal Justice Institute			
Highway Safety Cluster			
State and Community Highway Safety	20.600		
Big City/County Seat Belt Enforcement		PT-09-04-01-31	10,080
Pass-Through Indiana Criminal Justice Institute			
Alcohol Impaired Driving Countermeasures Incentive Grant I	20.601		
DUI Task Force Enforcement Program			382
Aggressive Driving Enforcement Program		PT-10-04-04-25	2,875
Total for program			3,257
Total for cluster			13,337
Total for federal grantor agency			192,178
<u>U.S. ELECTION ASSISTANCE COMMISSION</u>			
Direct Grant			
Help America Vote Act Requirements Payments	90.401		69,478

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

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

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana Family and Social Services Administration Special Programs for the Aging - Title VII, Chapter 3 Programs for Prevention of Elder Abuse, Neglect, and Exploitation	93.041	45-08-PV-1222-02 45-08-PV-1222-03	77,940 <u>85,636</u>
Total for program			<u>163,576</u>
Pass-Through Indiana Department of Health Public Health Emergency Preparedness Public Health Preparedness and Response for H1N1 Bioterrorism Preparedness and Response	93.069	H1N1 144-67 5U90TP517024-09 5U90TP517024-10	162,007 113,211 <u>5,120</u>
Total for program			<u>280,338</u>
Pass-Through Indiana Department of Health Project Grants and Cooperative Agreements for Tuberculosis Control Program	93.116		<u>50,501</u>
Pass-Through Indiana Family and Social Services Administration Substance Abuse and Mental Health Services	93.243	45-08-XQ-1222-02 45-08-XQ-1222-03	81,512 <u>65,047</u>
Total for program			<u>146,559</u>
Pass-Through Indiana Department of Child Services ARRA - Child Support Enforcement ARRA - County Prosecutor's Expenditures ARRA - County Clerk's Expenditures	93.563		35,845 <u>21,703</u>
Total ARRA - Child Support Enforcement			<u>57,548</u>
Child Support Enforcement County Prosecutor's Expenditures County Clerk's Expenditures County Court's Expenditures Indirect Cost	93.563		1,635,855 174,918 257,281 <u>509,314</u>
Total Child Support Enforcement			<u>2,577,368</u>
Total for program			<u>2,634,916</u>
Pass-Through Indiana Supreme Court State Court Improvement Program	93.586	CIP-FY08	<u>1,847</u>
Pass-Through Indiana Department of Health Human Immunodeficiency Virus (HIV)/Acquired Immunodeficiency Virus Syndrome (AIDS) Surveillance	93.944		<u>57,455</u>
Total for federal grantor agency			<u>3,335,192</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Homeland Security Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	Disaster #1795	<u>391,620</u>
Pass-Through Indiana Department of Homeland Security Emergency Management Performance Grants	97.042	2008 EMPG	<u>44,521</u>
Pass-Through Indiana Department of Homeland Security Chemical Sector Buffer Zone Protection Program (BZPP)	97.078	06 BZPP	<u>367,269</u>
Total for federal grantor agency			<u>803,410</u>
Total federal awards expended			<u>\$ 9,169,799</u>

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

LAKE COUNTY
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

I. Basis of Presentation

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

II. Subrecipients

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

Program Title	Federal CFDA Number	2009
CDBG - Community Development Block Grant	14.218	\$ 55,000
HOME Investment Partnership Program	14.239	560,500

LAKE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

Material weaknesses identified?	no
Significant deficiencies identified that are not considered to be material weaknesses?	yes

Noncompliance material to financial statements noted? yes

Federal Awards:

Internal control over major programs:

Material weaknesses identified?	yes
Significant deficiencies identified that are not considered to be material weaknesses?	yes

Type of auditor's report issued on compliance for major program: Unqualified, except for ARRA – Edward Byrne Memorial Justice Assistance Grant (JAG) Program, Child Support Enforcement, and Chemical Sector Buffer Zone Protection Program (BZPP), which are qualified.

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? yes

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
	CDBG – Entitlement Grants Cluster
14.239	HOME Investment Partnerships Program
14.256	ARRA – Neighborhood Stabilization Program
16.803	ARRA – Edward Byrne Memorial Justice Assistance Grant (JAG) Program
93.563	Child Support Enforcement
93.563	ARRA Child Support Enforcement
97.036	Disaster Grants – Public Assistance (Presidentially Declared Disasters)
97.078	Chemical Sector Buffer Zone Protection Program (BZPP)

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

Auditee qualified as low-risk auditee? No

LAKE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Section II - Financial Statement Findings

FINDING 2009 - 1, FEDERAL GRANT SCHEDULE

The County's Annual Financial Report, "Part 6 – Federal Grants" (Federal Grant Schedule) was incomplete for the year ended December 31, 2009. Each county department is responsible for overseeing and reporting their grants. County departments are responsible for applying for grants, presenting them to the County Council and the Board of County Commissioners, and accounting for the grants they receive. The County Auditor is responsible for preparing the grant schedule annually based on the grant information provided by each department. The Federal Grant Schedule presented for audit was missing one major federal grant and several minor grants, and was not available for audit until July 15, 2010. The federal grant expenditures reported by the officials was \$1,079,213 (12%) less than what was determined to be federal expenditures for 2009. The County does not have adequate controls to ensure that the departments adequately report grant information to the County Auditor in a timely and accurate manner.

The auditee shall:

"(a) Identify, in its accounts, all Federal awards received and expended and the Federal programs under which they were received. Federal program and award identification shall include, as applicable, the CFDA title and number, award number and year, name of the Federal agency, and name of the pass-through entity." (OMB Circular A-133, Subpart C--Auditees § __.300)

"(b) Schedule of Expenditures of Federal awards. The auditee shall also prepare a schedule of expenditures of Federal awards for the period covered by the auditee's financial statements. While not required, the auditee may choose to provide information requested by Federal awarding agencies and pass-through entities to make the schedule easier to use. For example, when a Federal program has multiple award years, the auditee may list the amount of Federal awards expended for each award year separately." (OMB Circular A-133, Subpart C--Auditees § __.310)

Governmental units should have internal controls in effect which provide reasonable assurance regarding the reliability of financial information and records, effectiveness and efficiency of operations, proper execution of management's objectives, and compliance with laws and regulations. Among other things, segregation of duties, safeguarding controls over cash and all other assets and all forms of information processing are necessary for proper internal control. (Accounting and Uniform Compliance Guidelines Manual for Counties in Indiana, Chapter 1)

We recommended that the County establish procedures to ensure that the grants are presented before both the County Council and the Board of County Commissioners, and that the financial information reported on the County Annual Report is accurate.

LAKE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

FINDING 2009-2, INTERNAL CONTROLS SHERIFF

Significant deficiencies were noted in the internal controls over financial reporting in the Sheriff's Department as follows:

1. The Sheriff's Department implemented a new accounting system in May 2009 for the Commissary Fund. The system was able to provide a "Bank Register Entries" report that contained a detail of deposits and disbursements (checks) for the Commissary Fund. However, this report did not include totals for receipts or disbursements and did not provide the cash balance of the fund. General Form No. 358, Ledger of Receipts, Disbursements, and Balances, was not in use and the current system and the related reports have not been approved. Reported financial activity for the Commissary Fund was obtained by abstracting bank activity.
2. The Sheriff's Department did not provide a report of receipts, disbursements and balances for the Commissary Fund semiannually to the County Council as required by statute. We noted \$86,110 of expenditures from the Commissary Fund that did not comply with statutory guidelines and were not mutually agreed upon by the fiscal body.
3. A computerized cash book used to record receipt and disbursement activity and to provide a cash balance for the Sheriff's Civil Division was implemented in March 2007. At that time, a beginning cash balance was not posted. In 2008, the Sheriff engaged a public accounting firm to determine the monthly balances and perform bank reconciliations for the years 2006 and 2007. The consultant's information and adjustments were not provided to the appropriate Sheriff's staff in order to adjust the computerized cash book's beginning balance. As a result, the cash balance in the cash book is inaccurate and has not been reconciled to the bank to verify that all activity is recorded and in the correct amounts. At December 31, 2009, the Sheriff's Civil Division cash book reported a balance of \$30,889.07. However, the adjusted bank balance was \$241,368.89, resulting in a difference of \$210,479.52.
4. In 2009, the Sheriff's Department transferred \$200,000 (\$100,000 on September 15th and \$100,000 on November 9th) from the Inmate Trust bank account into the Jail Commissary bank account. The notation on the deposit was "Commission owed by PCS." PCS (Public Communications Services, Inc) was the sole telephone company used by inmates in the jail. The Sheriff's Department earned a commission on the telephone calls made by inmates and their families. These commissions had accumulated in the Inmate Trust bank account. The transfer was to be a correction of multiple prior years' telephone commissions. However, supporting documentation for the calculation of the commission earned and transferred was not provided for audit.
5. The Sheriff's Department implemented a new accounting system in May 2009. At December 31, 2009, the Inmate Trust bank account (control ledger) had a cash balance of \$406,156. A detailed list (subsidiary ledger) of inmate trust balances on the new system totaled \$212,119. However, a detailed list (subsidiary ledger) of inmate trust balances from the old system still on hand at December 31, 2009, was not presented for audit. The total of the inmate trust balances on the old system was calculated to be \$194,037. Due to a lack of a detailed list of inmates with trust balances from the old system, reconciliation of the inmate trust balances to the bank account balance could not be performed.

LAKE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

6. Controls over the bank reconciliation process were insufficient at the Sheriff's Department. We were advised that bank reconciliations were prepared by an outside accounting firm for the Sheriff's Inmate Trust, Commissary, Medical, and Social Security Funds. Documentation was not provided to demonstrate that Sheriff Department personnel had performed reviews of the accountant's work.

At all times, the manual and/or computerized records, subsidiary ledgers, control ledger, and reconciled bank balances should agree. If the reconciled bank balance is less than the subsidiary or control ledgers, then the responsible official or employee may be held personally responsible for the amount needed to balance the fund. (Accounting and Uniform Compliance Guidelines Manual for Counties of Indiana, Chapter 1)

IC 36-8-10-21 (e), states: "The sheriff shall maintain a record of the (Commissary) fund's receipts and disbursements. The State Board of Accounts shall prescribe the form for this record. The sheriff shall semiannually provide a copy of this record of receipts and disbursements to the county fiscal body. The semiannual reports are due on July 1 and December 31 of each year."

Governmental units should have internal controls in effect which provide reasonable assurance regarding the reliability of financial information and records, effectiveness and efficiency of operations, proper execution of management's objectives, and compliance with laws and regulations. Among other things, segregation of duties, safeguarding controls over cash and all other assets and all forms of information processing are necessary for proper internal control. (Accounting and Uniform Compliance Guidelines Manual for Counties, Chapter 1)

Supporting documentation such as receipts, canceled checks, invoices, bills, contracts, and other public records must be available for audit to provide supporting information for the validity and accountability of monies disbursed. Payments without supporting documentation may be the personal obligation of the responsible official or employee. (Accounting and Uniform Compliance Guidelines Manual for Counties, Chapter 1)

IC 5-13-6-1(e) states: "All local investment officers shall reconcile at least monthly the balance of public funds, as disclosed by the records of the local officers, with the balance statements provided by the respective depositories."

We recommended that the Sheriff's Department establish internal controls to provide reasonable assurance regarding the reliability of financial information and records, effectiveness and efficiency of operations, proper execution of management's objectives, and compliance with laws and regulations.

LAKE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Section III – Federal Award Findings and Questioned Costs

FINDING 2009-3, CAPITAL ASSET RECORDS AND CONTROLS

Federal Agency: U.S. Department of Justice
Federal Program: ARRA - Edward Byrne Memorial Justice Assistance Grant (JAG) Program
CFDA Number: 16.803
Award Number: 2009-SB-B9-1671

Capital asset inventory records are not maintained for equipment purchased with federal funds by the JAG grant administrator. Purchase orders and invoices for purchased equipment are retained in each grant file, along with the name of the local police department that received the equipment. The local police department for which the equipment was purchased is to maintain asset records in accordance with their local policy. Inquiry with the local police departments only produced copies of the invoices, titles and registrations for vehicles, and invoices for other equipment purchased. Capital asset records, with all of the required information listed below were not available. Grant officials did not monitor the inventory records of the receiving police departments.

Purchase of equipment is one of the primary uses of JAG grant funds. In 2009, equipment totaling \$202,596 was purchased with grant funds. Records are required to be maintained to ensure adequate safeguards over assets. Without an inventory and detailed capital asset records, the county cannot adequately account for all of the equipment purchased with grant funds.

The federal guidelines regarding equipment purchases states in part: "For all property or equipment having an acquisition cost of over \$5,000, acquired in whole or in part with grant funds, the Sub-grantee must comply with the applicable federal requirements pertaining to equipment in 28 CFR 66.32; which includes, but is not limited to, the following:

- A. Maintain records that include the following:
 - i. A description of the property;
 - ii. Manufacturer's serial number or other identification number;
 - iii. Source of the property;
 - iv. Identification of the title holder;
 - v. Acquisition date;
 - vi. Cost of the property;
 - vii. Percentage of Federal participation in the cost of the property;
 - viii. Location of the property;
 - ix. Use of the property;
 - x. Condition of the property; and
 - xi. The ultimate disposition of the property, including the date of disposal and sale price."

LAKE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

When proper capital asset records are not maintained the County is unable to safeguard the equipment from misuse or theft, or avoid substantial risk of inaccurate records and financial statements.

We recommended that officials establish procedures to ensure that equipment purchased with federal funds is accounted for in accordance with federal guidelines.

FINDING 2009-4, ARRA (AMERICAN RECOVERY AND REINVESTMENT ACT) GRANTS COMINGLED

Federal Agency: U.S. Department of Justice
Federal Program: ARRA - Edward Byrne Memorial Justice Assistance Grant (JAG) Program
CFDA Number: 16.803
Direct Grant Award Number: 2009-SB-B9-1671
Pass-Through: Indiana Criminal Justice Institute
Pass Through Award Number: 2009-SU-B9-0047

The County comingled ARRA - Edward Byrne Memorial Justice Assistance Grant (JAG) Program, 2009-SB-B9-1671 with three other (non ARRA) JAG grants programs in Fund 262, Justice Assistance Grant. The grant administrator does maintain detailed spreadsheets for each grant that accurately detail each award. However, these spreadsheets are not the County's official records. In the official records, Fund 262 does not provide for the separation of receipts and disbursements by grant awards. Award number 2009-SU-B9-0047 should have been accounted for in Fund 159, Juvenile Home Detention Grant; however, reimbursements were receipted into Fund 139, Community Correction Fair Share.

Federal guidelines in 2 CFR 176.210, state, "The award term described in this section shall be used by agencies to clarify recipient responsibilities regarding tracking and documenting Recovery Act expenditures: (a) To maximize the transparency and accountability of funds authorized under the American Recovery and Reinvestment Act of 2009 (Pub. L. 111-5) (Recovery Act) as required by Congress and in accordance with 28 CFR 66.20(b)(2) "Uniform Administrative Requirements for Grants and Agreements recipients agree to maintain records that identify adequately the source and application of funds." Failure to maintain official records that track the source (receipts) and application (disbursements) of each grant individually may hinder the County's ability to provide transparency for federal awards.

To comply with the federal requirements, we recommended the County establish procedures to adequately identify ARRA grant receipts and disbursements in the official records of the County.

FINDING 2009-5, SUPPLEMENT NOT SUPPLANT LOCAL FUNDS

Federal Agency: U.S. Department of Justice
Federal Program: ARRA - Edward Byrne Memorial Justice Assistance Grant (JAG) Program
CFDA Number: 16.803
Award Number: 2009-SB-B9-1671

The grant administrator had contractual responsibilities for all of the JAG grants in addition to being a full time County employee responsible for the administration of several other police grants. This employee was issued both a W-2 and a 1099 for her services. Time records were maintained for the employee's regular full-time position but not for the contractual responsibilities. The employee submitted claims for grant services performed which listed the reports and records prepared. Documentation

LAKE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

needed to determine if those services were performed outside of the regular county workday was not provided for audit. Without such documentation, we were not able to determine whether the additional contractual services were supplemental to the County's normal police grant administration and did not supplant local funds.

A recent IRS (Internal Revenue Service) on site audit noted that an employee cannot be treated both as a subcontractor and an employee for the same employer. This employee did not have a contract with the County for the additional grant services provided and was not included on the County's Salary Ordinance. She relied on information from her supervisor that the grant agreement was a sufficient contract.

The program information from the Catalogue of Federal Domestic Assistance for the U.S. Department of Justice, Recovery Act - Edward Byrne Memorial Justice Assistance Grant (JAG) regarding uses and restrictions (070) states, "Funds may not be used to supplant State and local funds."

Failure to maintain adequate time records may hinder the County's ability to provide supporting documentation to substantiate that grant funds are supplementing local programs and not supplanting local funds, and may result in the loss of future federal funding.

We recommended that officials establish controls to document that the grant administration expenditures are supplemental to the County employee's regular duties and in compliance with federal regulations.

FINDING 2009-6, ACTIVITIES UNALLOWED

Federal Agency: U.S. Department of Health and Human Services
Federal Program: Child Support Enforcement
CFDA Number: 93.563
Pass-Through: Indiana Department of Child Services
Award Number: County Clerk's Expenditures

In 2009, the County Clerk (Clerk) was compensated an additional \$14,206.89, from the County Clerk Incentive Fund (428-0100) for administration of child support enforcement based upon an opinion from his attorney. The Clerk's regular salary is paid from the General Fund. The Clerk is an elected official and in accordance with Indiana statute his/her salary cannot be increased during the year for which it is fixed. The County Council did not approve a salary increase for the Clerk and because it was not submitted to the Council in 2008 as required by statute, we consider the additional compensation unallowable from the County Clerk Incentive Fund.

On February 16, 2010, after the Clerk was provided the statutes regarding these payments, he repaid \$24,704.77 to the County Clerk Incentive Fund. This amount included 2009 payments and three prior years of payments previously received from this fund. In addition, the Clerk paid \$5,243.30 in interest to the County for the use of the incentive money.

Failure to implement internal controls to prevent unallowable payments in the future may result in the loss of federal funding.

IC 31-25-4-23 (c) states: "Amounts received as incentive payments may not, without the approval of the county fiscal body, be used to increase or supplement the salary of an elected official. The amounts received as incentive payments must be used to supplement, rather than take the place of, other funds used for Title IV-D program activities."

LAKE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

IC 36-2-5-13 (a) states: ". . . the compensation of an elected county officer may not be changed in the year for which it is fixed."

45 CFR 304.11 states: "Subject to the provisions and limitations of Title IV-D of the Act and Chapter III, Federal financial participation will be available in expenditures made under the State plan (including the administration thereof) in accordance with applicable State laws, rules, regulations, and standards governing expenditures by State and local child support enforcement agencies."

We recommended that County officials design and implement internal controls to prevent unallowable disbursements from the County Clerk Incentive Fund.

FINDING 2009-7, PROCUREMENT, SUSPENSION, AND DEBARMENT

Federal Agency: U. S. Department of Homeland Security
Federal Program: Chemical Sector Buffer Zone Protection Program (BZPP)
CFDA Number: 97.078
Pass-Through: Indiana Department of Homeland Security
Award Number: C44P-8-202A

The Chemical Sector Buffer Zone Protection Program (BZPP) grant awarded to the County included funds to purchase an outdoor warning siren system (warning system) in the City of Hammond. This purchase amounted to 31% of the total grant award of \$540,272. The warning system was installed and an invoice for \$167,946 was received from the vendor dated September 10, 2009. However, the Lake County Department of Homeland Security did not follow the County's established purchasing procedures for this purchase.

There was not a written contract approved by the Lake County Board of Commissioners in 2009, nor was a purchase order issued in 2009 for this purchase. In addition, the successful bid for the purchase was not approved by the Lake County Board of Commissioners at a public meeting. Neither a written contract nor bids on the warning system were presented for audit. A purchase order was issued on February 17, 2010, and a check for \$167,946 was issued on February 18, 2010, to pay the invoice dated September 10, 2009.

The County's established purchasing procedures include issuing a purchase order prior to the goods or services being ordered and the Lake County Board of Commissioners' awarding of bids and approving of all written contracts before the purchase of equipment and performance of the service. Indiana statutes also require the awarding of bids at a public meeting. Therefore, the required procurement procedures were not followed.

In addition, the County did not present documentation demonstrating that they determined that the vendor was not suspended or debarred. The County currently has no verification procedures to ensure that vendors paid with federal funds are not suspended or debarred with the Federal or State Government.

When the County fails to follow federal, state, and local rules regarding the use of purchase orders, bidding of purchases, awarding of bids, preparation of written contracts, and approval of written contracts by the County Commissioners, the County purchasing system cannot identify the intent to purchase until after the purchase has occurred. Federal funds may be obligated before they are available. This is a control deficiency and a material weakness because the internal controls in place are not effective.

LAKE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

There was a similar finding concerning another Homeland Security grant in the 2008 audit report. Unresolved findings could result in the loss of federal funding for Lake County and its Department of Homeland Security/Emergency Management Agency.

As a result of prior findings, the County has created a new Homeland Security Grant Purchasing Procedure Checklist dated July 2, 2010. Per this Checklist, before a purchase is made using federal grant money, the officials will check the state suspended vendors list, check the federal excluded parties vendor list, have three quotes if the purchase is between \$1,000 and \$50,000, and have sealed bids if the purchase is over \$50,000.

The 2006 Chemical Sector Buffer Zone Protection Program Sub-Grant Agreement between the Indiana Department of Homeland Security and Lake County, Section 8, Procurement and Contracts states, in part: "In addition to local, state and other applicable federal requirements pertaining to procurement and contracting, the Sub-Grantee shall comply with the applicable federal requirements pertaining to procurement and contracting contained in 28 CFR 66.36."

28 CFR 66.36(b) (1) states: "Grantees and subgrantees will use their own procurement procedures which reflect applicable State and local laws and regulations, provided that the procurements conform to applicable Federal law and the standards identified in this section."

28 CFR 66.35 states: "Grantees and subgrantees must not make any award or permit any award (subgrant or contract) at any tier to any party which is debarred or suspended or is otherwise excluded from or ineligible for participation in Federal assistance programs under Executive Order 12549, "Debarment and Suspension"."

IC 5-22-7-1 states: "A purchasing agent shall follow the procedure described in this chapter in awarding a contract for supplies . . ." IC 5-22-2-38 states: "(a) Supplies means any property. (b) The term includes equipment, goods, and materials."

Payments made or received for contractual services should be supported by a written contract. Each governmental unit is responsible for complying with the provisions of its contracts. (Accounting and Uniform Compliance Guidelines Manual for County Auditors of Indiana, Chapter 20)

We recommended that the officials follow the established procurement procedures to ensure that equipment is purchased in compliance with applicable State and Federal requirements.

FINDING 2009-8, CAPITAL ASSETS PURCHASED WITH FEDERAL FUNDS

Federal Agency: U. S. Department of Homeland Security
Federal Program: Chemical Sector Buffer Zone Protection Program (BZPP)
CFDA Number: 97.078
Pass-Through: Indiana Department of Homeland Security
Award Number: C44P-8-202A

The equipment list presented for audit for the BZPP grant was not in compliance with the federal equipment records requirement. Some purchases on different dates were combined and reported as a lump sum rather than individually on the equipment list. Since no acquisition date was reported, it was difficult, and sometimes impossible, to trace the current year's purchases to the disbursement ledger. Serial numbers or other identification numbers, identification of the title holder, location of the property, and condition of the property were also not listed. In addition, the equipment list presented for audit included purchases with an acquisition cost less than \$5,000.

LAKE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

There was a similar finding on another Homeland Security grant in the 2008 audit report. Unresolved findings could result in the loss of federal funding for Lake County and its Department of Homeland Security/Emergency Management Agency.

When proper capital asset records are not maintained and an annual inventory not taken, the County is unable to safeguard the equipment from misuse or theft and avoid substantial risk of inaccurate records and financial statements. This is a control deficiency and a material weakness because the internal controls in place are not effective.

As a result of prior findings, the County has created a new Homeland Security Grant Purchasing Procedure Checklist dated July 2, 2010. Per this checklist, a capital assets spreadsheet will be maintained for each federal grant. The creation of this checklist is the County's corrective action response to the 2008 findings.

The 2006 Chemical Sector Buffer Zone Protection Program Sub-Grant Agreement between the Indiana Department of Homeland Security and Lake County, Section 7, Equipment Purchased states, in part: "For all property or equipment having an acquisition cost of over \$5,000, acquired in whole or in part with grant funds, the Sub-grantee must comply with the applicable federal requirements pertaining to equipment in 28 CFR 66.32; which includes, but is not limited to, the following:

- A. Maintain records that include the following:
 - i. A description of the property;
 - ii. Manufacturer's serial number or other identification number;
 - iii. Source of the property;
 - iv. Identification of the title holder;
 - v. Acquisition date;
 - vi. Cost of the property;
 - vii. Percentage of Federal participation in the cost of the property;
 - viii. Location of the property;
 - ix. Use of the property;
 - x. Condition of the property; and
 - xi. The ultimate disposition of the property, including the date of disposal and sale price."
- B. A control system shall be developed to ensure adequate safeguards to prevent loss, damage, or theft of the property. Any loss, damage, or theft shall be investigated and fully documented and made a part of the official project records.
- C. Adequate maintenance procedures shall be developed to keep the property in good condition.

LAKE COUNTY
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 (Continued)

- D. The Sub-grantee shall take a physical inventory of the property and the result reconciled with the property records at least once every two years. Any differences between quantities determined by the physical inspection and those in the accounting records shall be investigated to determine the cause of the difference. The Sub-grantee shall, in connection with the inventory, verify the existence, current utilization, current location, and continued need for the property.
- E. The Sub-grantee shall not dispose of any property acquired with grant funds except in accordance with 28 CFR 66.32(e)."

We recommended that the officials establish and follow procedures to ensure that equipment purchased with federal funds is accounted for in compliance with the guidelines established in the grant agreements.

FINDING 2009-9, REPORTING

Federal Agency: U. S. Department of Homeland Security
 Federal Program: Chemical Sector Buffer Zone Protection Program (BZPP)
 CFDA Number: 97.078
 Pass-Through: Indiana Department of Homeland Security
 Award Number: C44P-8-202A

The Chemical Sector Buffer Zone Protection Program (BZPP) grant requires the submission of quarterly reports to the State Department of Homeland Security. The State uses these quarterly reports for its reporting obligation to the Federal Government. The quarterly reports were not filed timely and one quarterly report was not presented for audit. See the following table for a schedule of reports, due dates, filing date, and number of days that the report was filed past the due date.

<u>Reporting Period</u>	<u>Due Date</u>	<u>Report Dated</u>	<u>Days Filed Late</u>
10-01-2008 to 12-31-2008	01-15-09	02-04-09	20
01-01-2009 to 03-31-2009	04-15-09	04-28-09	13
04-01-2009 to 06-30-2009	07-15-09	Not presented	Unknown
07-01-2009 to 09-30-2009	10-15-09	10-22-09	7
10-01-2009 to 12-31-2009	01-15-10	02-16-10	32
01-01-2010 to 03-31-2010	04-15-10	04-29-10	14

The Lake County Homeland Security officials need to prepare and file the quarterly reports in a timely manner and retain copies of all the signed reports for audit.

There was a similar finding on another Homeland Security grant in the 2008 audit report. Unresolved findings could result in the loss of federal funding for Lake County and its Department of Homeland Security/Emergency Management Agency.

LAKE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

The 2006 Chemical Sector Buffer Zone Protection Program Sub-Grant Agreement between the Indiana Department of Homeland Security and Lake County, Section 6, Sub-Grantee's Duties and Responsibilities, G Reports states in part: "The Sub-Grantee shall submit to the State quarterly reports, due on the following schedule:

January 1 to March 31	Due April 15
April 1 to June 30	Due July 15
July 1 to September 30	Due October 15
October 1 to December 31	Due January 15

These reports shall include the information and be in the format specified by the State."

The 2006 Chemical Sector Buffer Zone Protection Program Sub-Grant Agreement between the Indiana Department of Homeland Security and Lake County, Section 11, Recordkeeping and Access to Records states in part: "The Sub-Grantee shall maintain all books, documents, papers, accounting records and other evidence pertaining to this Agreement. The Sub-Grantee shall make such materials available at all reasonable times during this period for inspection by any authorized representative of the State (including an authorized representative of the State Board of Accounts), the federal granting agency, or the United State Comptroller General."

We recommended that the officials establish and follow reporting procedures to prepare and file quarterly reports timely in compliance with applicable State and Federal requirements. Also, we recommended that the officials retain copies of all signed reports for audit.



Lake County Homeland Security/ Emergency Management Agency

Director, Jodi E. Richmond ~ Assistant Director, Elijah Cole

2900 West. 93rd Avenue
Crown Point, Indiana 46307
Office: 219-755-3549
Fax: 219-755-3559
County Response Coordination

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Finding Number 2008-3

Homeland Security/EMA

Original SBA Audit Report Number: B 35145

Hazardous Materials

Fiscal Year: 2008

Lake County CERT

Audited Contact Person: Jodi E. Richmond

Lake County ERT

Title of Contact Person: Director

Skywarn/RACES

Phone Number: 219-755-3549

Status Finding:

Find 2008-3, Capital Assets Purchased With Federal Funds (Lake County Homeland Security/Emergency Management Agency)

The Lake County Homeland Security/Emergency Management Agency has completed an inventory of items purchased with grant funds and going forward will abide by the guidelines in the Sub-Grant Agreements related to Capital Assets.

Signed Jodi E. Richmond
Date 7/26/10



Lake County Homeland Security/ Emergency Management Agency

Director, Jodi E. Richmond ~ Assistant Director, Elijah Cole

2900 West. 93rd Avenue
Crown Point, Indiana 46307
Office: 219-755-3549
Fax: 219-755-3559
County Response Coordination

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Finding Number 2008-4

Homeland Security/EMA

Original SBA Audit Report Number: B 35145

Hazardous Materials

Fiscal Year: 2008

Lake County CERT

Audited Contact Person: Jodi E. Richmond

Lake County ERT

Title of Contact Person: Director

Skywarn/RACES

Phone Number: 219-755-3549

Status Finding:

Finding 2008-4, Procurement, Suspension, and Debarment (Lake County Homeland Security/Emergency Management Agency)

The Lake County Homeland Security/Emergency Management Agency has created a matrix that will be utilized with each grant (see attached). This matrix is completed and signed off by the staff of the LCHS/EMA. This will ensure that all the equipment purchased is in compliance with applicable State and Federal requirements.

Signed Jodi E. Richmond
Date 7/26/10



GRANT PURCHASING PROCEDURE CHECKLIST FOR:

LAKE COUNTY GUIDELINES
STATE OF INDIANA GUIDLINES
FEDERAL GUIDELINES
UPDATED 7/2/10

Grant Name & Year: _____

Sent Sub-Grant Agreement With Letter To John Dull, Commissioners Attorney, For ORIGINAL Signatures: YES _____ NO _____ DATE SENT: _____

Received Sub-Grant Agreement Fully Signed, ORIGINAL, Make Copies And Certify Mailed ORIGINAL To State: YES _____ NO _____ DATE RECEIVED: _____

Sent Sub-Grant Agreement Fully Signed, COPY, To Micki Presnell With Letter of 20 _____ Grant Awards: YES _____ NO _____ DATE SENT: _____

County Vendor Name & Number: _____

County Purchase Order Number & Amount: _____

County Approved Vendor: YES _____ NO _____

Printed The FEMA/Responder Knowledge Base Website For Approved Equipment/AEL #'s: YES _____ NO _____

3 Quotes For Purchases From \$1,000.00 - \$50,000.00: YES _____ NO _____

If Not Have 3 Quotes, State QPA: YES _____ NO _____ QPA#: _____

If Not Have 3 Quotes, Have Letter Of Explanation: YES _____ NO _____

Completed Sealed Bid Process For Purchases Over \$50,000.00: YES _____ NO _____

Checked Grant Loan Is In Place: YES _____ NO _____

Called Auditor's Office On: _____

Checked State Suspended Vendors List: Suspended _____ NOT Suspended _____

I checked State Suspended Vendors List On: _____

& Vendor _____ Is **NOT** On The List.

Checked Federal Excluded Parties Vendor List: Excluded _____ NOT Excluded _____

I Checked Federal Excluded Parties Vendor List On: _____

& Vendor _____ Is **NOT** On The List.

Checked If Department is Compliant With:

NIMS: YES _____ NO _____

If EMS or Fire Is Their Reporting Compliant With The State: YES _____ NO _____

Ensured All Equipment Was Received & In Good Working Order: YES _____ NO _____

Called: _____ Date: _____

Ensured Department Signed Acknowledgement Of Receipt of Equipment: YES _____ NO _____

Received Invoice For Payment: YES _____ NO _____

Received Proof Of Payment For Purchase: YES _____ NO _____

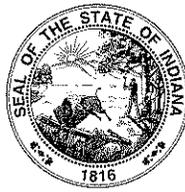
(This has to be a copy of the financial audit (green bars) or a signed copy of the front and back of the actual check.)

Sent Letter Of Incoming Wire Transfer To Larry and Micki On: _____

Submitted On iGMS & Faxed For Reimbursement: YES _____ NO _____ DATE: _____

Received Interim Receipt From Auditor's Office On: _____

** Make Sure There Is A Fixed Asset Excel Spreadsheet For This Grant.*



Auditor Lake County

LAKE COUNTY GOVERNMENT CENTER
2293 NORTH MAIN STREET
CROWN POINT, INDIANA 46307

© GCU 1049-M

CORRECTIVE ACTION PLAN

Section II

FINDING NO. 2009-1 FEDERAL GRANT SCHEDULE

Original SBA Audit Report Number:

Auditee Contact Person: Michael T. Wieser

Title of Contact Person: Director of Finance, Lake County Auditor's Office

Phone Number: (219) 755-3129

Corrective Action and Plan submitted:

The Lake County Auditor's finance department will conduct a thorough audit to identify all grants that varying agencies are now receiving. The information received from this audit report will help in the institution of this audit.

Additionally, with the cooperation of the Lake County Treasurer's office, the Auditor's office is instituting procedures to identify EFT receipts that may be from grant proceeds but aren't easily identified as such.

The Lake County Auditor, in cooperation with the Lake County Board of Commissioners and the Lake County Council, requested that an ordinance be written to re-energize the Grant Oversight Committee to demand office-holders and department heads to designate specific personnel responsible for all grant information. The responsibilities of these designees will be defined in the resolution and will include, but not be limited to, presenting the Lake County Commissioners, the Lake County Council, and the Lake County Auditor's finance department, all documentation and award letters for all federal grants.

Respectfully Submitted on this the 2nd day of September, 2010

Peggy Holinga Katona,
Lake County Auditor

John M. Kopack

Amy R. Bolen, *of counsel*

9111 Broadway, Suite GG
P.O. Box 10607
Merrillville, IN 46411
Tx: (219) 738-2978
Fax: (219) 738-2818

September 7, 2010

Bruce Hartman, CPA
State Examiner
State Board of Accounts
302 West Washington Street, Room E 418
Indianapolis, Indiana 46204-2765

(Via: Email and U.S. Mail)

**Re: Response by Lake County Sheriff's Department to:
Lake County 2009 - Schedule of Findings and Questioned Costs.**

Dear Mr. Hartman,

On August 30, 2010, Cynthia David and other field examiners from the State Board of Accounts ("SBA") met with representatives of the Lake County Sheriff's Department ("LCSD") to review those sections of the *Lake County 2009 - Schedule of Findings and Questioned Costs* relating to the LCSD. At the conclusion of said meeting, the SBA's representatives requested that any response by the LCSD to said Findings be delivered on or before September 7, 2010. Accordingly, the LCSD's response to each Finding relevant to the LCSD is stated below.

The contact person at the LCSD for corrective actions is: Commander William Paterson, Staff Services, TX: (219) 755-3435, Email: wpaterson@lakecountysheriff.com.

Section II - Financial Statement Findings

FINDING 2009-2: Internal Controls Sheriff

- (1) "The Sheriffs Department implemented a new accounting system in May 2009 for the Commissary Fund. The system was able to provide a "Bank Register Entries" report that contained a detail of deposits and disbursements (checks) for the Commissary Fund. However, this report did not include totals for receipts or disbursements and did not provide the cash balance of the Fund. General form No. 358, Ledger of Receipts, Disbursements, and Balances, was not in use and the current system and the related reports have not been approved. Reported financial activity for the Commissary fund was obtained by abstracting bank activity."

Corrective Action Plan:

The reports generated by the new accounting system software implemented by the LCSD and submitted to the SBA for audit did contain detailed listing of all deposits and disbursements but did not provide totals and the current cash balance for said fund. The new software is capable of generating said totals and cash balances, however, LCSD staff was not aware that said totals and cash balances were be required for said report. The staff has rectified this issue and all future reports will contain both the totals for each item and the corresponding cash balances.

Further, staff will utilize General Form No. 358 for such reporting and/or obtain the appropriate approval of the data forms generated by the new accounting software from the SBA according to statutory requirements.

- (2) "The Sheriffs Department did not provide a report of receipts, disbursements and balances for the Commissary Fund semiannually to the County Council as required by statute. We noted \$86,110 of expenditures from the Commissary Fund that did not comply with statutory guidelines and were not mutually agreed upon by the fiscal body."

Corrective Action Plan:

Following the 2009 field audit and prior to the meeting with SBA personnel on August 30, 2010, the LCSD staff implemented new semi-annual reporting procedures in compliance with Ind. Code § 36-8-10-21(e). Said reports are software generated and will be delivered to the Lake County Council annually on or before July 1st and December 31st. The 2009 reports are being generated and will be provided to the Lake County Council by Commander Paterson.

Further, new fields are being added to the Commissary Fund software that will match each expenditure with the appropriate statutory authorization therefore as found in Ind. Code § 36-8-10-21(d).

- (3) "A computerized cash book is used to record receipt and disbursement activity, and provide a cash balance for the Civil Division. The computerized cash book for the Sheriff Civil Division was implemented in March 2007. At that time, a beginning cash balance was not posted. In 2008, the Sheriff engaged a public accounting firm to determine the monthly balances and perform reconcilements for the years 2006-2007. The consultant's information and adjustments were not provided to the appropriate Sheriffs staff in order to adjust the computerized cash books beginning balance. As a result, the cash balance in the cash book is inaccurate and has not been reconciled to the bank to verify that all activity is recorded and in the correct amounts. At December 31, 2009, the Sheriffs Civil Department cash book showed a balance of \$30,889.07. However, the adjusted bank balance was \$241,368.89, resulting in a difference of \$210,479.52."

Corrective Action Plan:

On August 31, 2010, the Sheriff's staff met with representatives of Schwartz-Retson, the accounting firm retained in 2008, to implement new accounting software and procedures in the Civil Division. Software interfacing issues delayed generation of reports to reconcile old ledger cash balances with the new computer software. This has been rectified. Amended reports for 2009, reconciling all cash balances will be provided to the SBA subject to the staff completing training and data entries therefore on the new software system.

- (4) "In 2009, the Sheriff's Department transferred \$200,000 (\$100,000 on September 15th and \$100,000 on November 9th) out of the Inmate Trust bank account into the Jail Commissary bank account. The notation on the deposit was "Commission owed by PCS". PCS (Public Communications Services, Inc) was the sole telephone company used by inmates in the jail. The Sheriffs Department earned a commission on all the telephone calls that inmates and their families purchased out of inmate trust. This commission had accumulated in the Inmate Trust bank account. The transfer was to be a correction of multiple prior years' telephone commission. However, supporting documentation for the calculation of the commission earned (transferred) was not provided for audit."

Corrective Action Plan:

The aforementioned transfers were made to correct a problem created when PCS permitted monthly commissions due to the Commissary Account to accumulate in the Inmate Trust Account. The LCSD staff has met and conferred with PCS to rectify this issue so that monthly statements are submitted to PCS prior to such transfers to enable appropriate records to be maintained on each transfer. The LCSD made the two transfers based upon commission data supplied by the PCS staff and has requested the relevant records from PCS for to support the commissions earned and transferred in 2009. Upon receipt of the records from PCS, the account records will be updated to support the transfers made on 9/15 and 11/9.

- (5) "The Sheriffs Department implemented a new accounting system in May 2009. At December 31, 2009, the Inmate Trust bank account (control ledger) had a cash balance of \$406,156. A detailed list (subsidiary ledger) of inmate trust balances for activity on the new system totaled \$212,119. However, a detailed list (subsidiary ledger) of inmate trust balances on the old system, and still on hand at December 31, 2009, was not presented for audit. The total of the inmate trust balances on the old system was calculated to be \$194,037. Due to a lack of a detailed listing of inmates with trust balances from the old system, reconciliation of the inmate trust account and bank account could not be adequately completed."

Corrective Action Plan:

The new software implemented in May of 2009 for Inmate Trust Accounts contains sub-account reports for each individual inmate in the LC Jail. However, with approximately 17,000 inmates per year entering and leaving the LC Jail, the sub-accounts were not presented for audit as the SBA's request for records on these accounts was understood by the LCSD staff not to require production of individual records for each sub-account.

The LCSD staff has contacted and conferred with the inmate commissary vendor and appropriate software changes are being made so that all sub-accounts will be listed on one report reflecting inmate balances for each individual inmate. Thus, detailed listings will be generated of inmates with trust balances from the old system to enable reconciliation of the inmate trust account and bank account.

- (6) "Controls over the bank reconciliation process were insufficient at the Sheriff's department. We were advised that bank reconciliations were prepared by an outside accounting firm for the Sheriff's inmate trust, commissary, medical, and social security funds. Documentation was not provided to illustrate that Sheriff Department personnel had performed reviews of the accountant's work."

Corrective Action Plan:

On August 31, 2010 the Sheriff's staff met with Schwartz-Retson, the accounting firm retained in 2008 to implement new accounting software and procedures for the LCSD, to provide computerized reconciliations in accordance with SBA guidelines. The accounting firm is in the final stages of staff training and integration of all new accounting procedures.

Transfer of the old financial data maintained by hand in ledgers into the new system should be completed by mid to late October of 2010. Upon the completion of this final data transfer, LCSD staff will finalize and document their review of the of the accounting firms work and the new systems implemented during this project.

Section III - Federal Award Findings and Questioned Costs

FINDING 2009-3: CAPITAL ASSET RECORDS AND CONTROLS

Federal Agency: U.S. Department of Justice
Federal Program: ARRA- Edward Byrne Memorial Justice Assistance Grant (JAG) Program
CFDA Number: 16.803
Award Number: 2009-SB-B9-1671

Finding: "Capital asset inventory records are not maintained for equipment purchased with federal funds by the JAG grant administrator. Purchase orders and invoices for purchased equipment are retained in each grant file, along with the name of the local police department that received the equipment. The local police department for which the equipment was purchased is to maintain asset records in accordance with their local policy. Inquiry with the local police departments only produced copies of the invoices, titles and registrations for vehicles, and invoices for other equipment purchased. Capital asset records, with all of the required information listed below were not available. Grant officials did not monitor the inventory records of the receiving police department."

Corrective Action Plan: See Exhibit "A" Attached.

The Grant Administrator for the Lake County Sheriff's Department has completed a Capital Asset, Grant Purchased spreadsheet. The required Capital Asset Inventory Record was completed from the start date of grant 2009-8B-B9-1671 (03-01-09 to 07-30-10). Information for this record was acquired from purchase records in the Grant Administration Office and the records of the participating police departments who received equipment through this grant.

The Capital Asset Record will be maintained by entry of each item of equipment as acquired and a physical inventory review with the departments at the department location on an annual basis.

FINDING 2009-4: ARRA (AMERICAN RECOVERY AND REINVESTMENT ACT) GRANTS COMMINGLED.

Federal Agency: U.S. Department of Justice
Federal Program: ARRA - Edward Byrne Memorial Justice Assistance Grant (JAG) Program
CFDA Number: 16.803
Award Number: 2009-SB-B9-1671 - Pass-Through, Indiana Criminal Justice Institute, Award Number: 2009-SU-B9-0047

Finding: "The County has COMMINGLED ARRA - Edward Byrne Memorial Justice Assistance Grant (JAG) Program, award number 2009-SB-B9-1671, with three other (non ARRA) JAG grants from other program awards, in fund 262, Justice Assistance Grant. The grant administrator does maintain detailed spread sheets for each grant that accurately detailed each grant award. However, these spread sheets are not the County's official record. In the official records of the County, fund 262 does not provide for the separation of receipts and disbursements by grant awards. Award number 2009-SU-B9-0047 is supposed to be accounted for in fund 159, Juvenile Home Detention Grant. However, reimbursements were receipted into fund 139, Community Correction Fair Share. The federal government requires ARRA grants to have separate accountability and transparency. . ."

Corrective Action Plan: See Exhibit "B" Attached.

The Grant Administrator has met and conferred with the Lake County Auditor. The 262 Fund, which the County has designated as the Justice Assistance Grant (JAG) fund, will be sub-divided into the ARRA award operated through this fund. The subdivisions will provide for the individual award receipts and disbursements of the ARRA grant and prevent.

FINDING 2009-5: SUPPLEMENT NOT SUPPLANT LOCAL FUNDS

Federal Agency: U.S. Department of Justice
Federal Program: ARRA - Edward Byrne Memorial Justice Assistance Grant (JAG) Program
CFDA Number: 16.803
Award Number: 2009-SB-B9-1671

Finding: "The grant administrator had contractual responsibilities for all of the JAG grants, in addition to being a full time County employee responsible for the administration of several other police grants. This employee was issued both a W-2 and a 1099 for her services. . .

We recommend that officials establish controls to document that the grant administration expenditures are supplemental to the County employee's regular duties and in compliance with federal regulations.

Corrective Action Plan: See Exhibit "C" Attached.

The Grant Administrator has met and conferred LCSD payroll staff, per the SBA recommendation, the LCSD will provide compensation for grant administration activity as supplemental income received by the Grant Administrator for two grants that are considered County employment. Hours worked, both regular and those for supplemental income, will be identified on weekly time sheets and reported on Form W-2 as regular wages.

On behalf of the Lake County Sheriff, I would like to thank you for the opportunity to respond to each of the above findings contained in the 2009 Lake County audit. Please feel free to contact me at your convenience if you have any questions referencing this matter.

Sincerely,



John M. Kopack
Attorney for the Lake County Sheriff

cc: Sheriff Roy Dominguez
Chief Marco Kuyachich
Cmdr. William Paterson, Staff Services
Cynthia David, SBA
Lori Adney, SBA

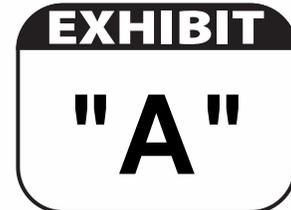
LAKE COUNTY SHERIFF'S DEPARTMENT

2293 N. MAIN STREET
CROWN POINT, IN 46307

(219) 755-3400
FAX (219) 755-3371

Rogelio "Roy" Dominguez
Sheriff

"To Serve & Protect"



CORRECTIVE ACTION PLAN

Section III – Financial Statement of Findings

Finding 2009 - CAPITAL ASSETS RECORDS – ARRA JAG

Federal Agency: U.S. Department of Justice

Federal Program: ARRA - - Edward Byrne Memorial Justice Assistance Grant (JAG) Program

CFDA Number: 16.803

Award Number: 2009-SB-B9-1671

Auditee Contact Person: Linda James

Title of Contact Person: Grant Administrator Lake County Sheriff's Department

Phone Number: (219)756-4742

Description of action to be taken to correct finding:

The Grant Administrator for the Lake County Sheriff's Department has completed a Capital Asset, Grant Purchased spreadsheet. The required Capital Asset Inventory Record was completed from the start date of grant 2009-SB-B9-1671 (03-01-09 to 07-30-10). Information for this record was acquired from purchase records in the Grant Administration Office and the records of the participating police departments who received equipment through this grant.

The Capital Asset Record will be maintained by entry of each item of equipment as acquired and a physical inventory review with the departments at the department location on an annual basis.

Signed *Linda James*

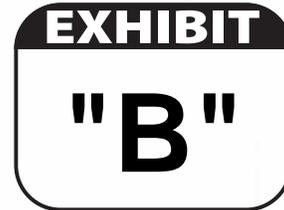
Date 08-02-10

LAKE COUNTY SHERIFF'S DEPARTMENT



Rogelio "Roy" Dominguez
Sheriff

"To Serve & Protect"



CORRECTIVE ACTION PLAN

Section III – Financial Statement of Findings

Finding 2009 – ARRA (AMERICAN RECOVERY AND REINVESTMENT ACT) GRANTS COMINGLED

Federal Agency: U.S. Department of Justice
Federal Program: ARRA - - Edward Byrne Memorial Justice Assistance Grant (JAG) Program
CFDA Number: 16.803
Award Number: 2009-SB-B9-1671
Auditee Contact Person: Linda James
Title of Contact Person: Grant Administrator Lake County Sheriff's Department
Phone Number: (219)756-4742

Description of action to be taken to correct finding:

The 262 fund, which the County has designated as the Justice Assistance Grant (JAG) fund, will be sub-divided by the ARRA award operated through this fund. The subdivisions will provide for the individual award receipts and disbursements of the ARRA grant.

Signed *Linda James*

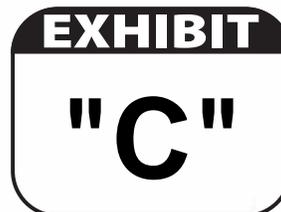
Date 08-02-10

LAKE COUNTY SHERIFF'S DEPARTMENT



Rogelio "Roy" Dominguez
Sheriff

"To Serve & Protect"



CORRECTIVE ACTION PLAN

Section III – Financial Statement of Findings

Finding 2009 – SUPPLEMENT NOT SUPPLANT LOCAL FUNDS

Federal Agency: U.S. Department of Justice
Federal Program: ARRA - - Edward Byrne Memorial Justice Assistance Grant (JAG) Program
CFDA Number: 16.803
Award Number: 2009-SB-B9-1671
Auditee Contact Person: Linda James
Title of Contact Person: Grant Administrator Lake County Sheriff's Department
Phone Number: (219)756-4742

Description of action to be taken to correct finding:

The Lake County Sheriff's Department will provide compensation for grant administration activity as supplemental income to income received by the Grant Administrator for two grants considered County employment. All hours worked, both regular and those for supplemental income, will be identified on weekly time sheets.

All compensation to the Grant Administrator will be provided through Lake County Sheriff's Department payroll.

Signed Linda James

Date 08-02-10



MICHAEL A. BROWN

CLERK LAKE CIRCUIT/SUPERIOR COURT
2293 NORTH MAIN STREET
CROWN POINT, INDIANA 46307

PHONE: (219) 755-3460

FAX: (219) 755-3520



August 24, 2010

**CORRECTIVE ACTION PLAN
OFFICIAL RESPONSE**

**FINDING NO. 2009-⁶XX ACTIVITIES UNALLOWED
RE: CHILD SUPPORT ENFORCEMENT-COUNTY CLERK'S
EXPENDITURES CFDA 93.563**

Auditee Contact Person: Michael A. Brown
Title of Contact Person: Lake County Clerk

Correction: Funds from the County Clerk Incentive Fund (428-0100) were incorrectly used to increase the salary of the County Clerk in 2009. As an elected official the clerk needed prior approval, ie, in 2008, from the county fiscal body to increase or supplement his salary. See IC 31-25-4-23 ©

Corrective action: The clerk will not use any funds from the County Clerk Incentive Fund (428-0100) to increase his salary. It is the clerk's position that this fund should be used to supplement the salaries of those employees who work in the IV-D Department. Prior to use of these funds, the clerk will seek guidance from Cynthia Longest, Deputy Director Child Support Bureau Indianapolis, IN and her staff, including Finance Director, Peggy Boggs, who administer the IV-D Department at the State Level.

Additionally the Clerk hired the firm of Crowe, Horwath LLP, C/O Michael M. Harmless, 10 West Marker Street, Suite 2000, Indianapolis Indiana 46204-2975. Direct 317-269-6686, Cell 317-439-0542, Home 765-653-8350, Fax 317-635-6127. E-mail mike.harmless@crowehorwath.com, to study this fund, and to prepare guidelines for use of this fund, so that no future violations occur. For a copy of this report contact Mike Harmless at the above address. At the writing of this correspondence the Clerk is awaiting receipt of this report.

Respectfully submitted,

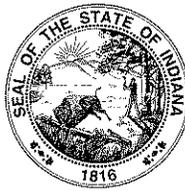


Michael A. Brown,
Clerk Lake Circuit/Superior Court

8/24/10

Date

PEGGY HOLINGA KATONA
AUDITOR



Auditor Lake County

LAKE COUNTY GOVERNMENT CENTER
2293 NORTH MAIN STREET
CROWN POINT, INDIANA 46307

© GCU 1049-M

CORRECTIVE ACTION PLAN

Section III

FINDING NO. 2009-7 PROCUREMENT, SUSPENSION, AND DEBARMENT

Original SBA Audit Report Number:

Auditee Contact Person: Jodi Richmond

Title of Contact Person: Deputy Director

Lake County Homeland Security/ Emergency Mgmt.

Phone Number: (219) 755-3549

Response Submitted: See attached

Respectfully Submitted,

Peggy Holinga Katona,
Lake County Auditor



LCHS/EMA

Lake County Homeland Security/ Emergency Management Agency

Director, Jodi E. Richmond ~ Assistant Director, Elijah Cole

2900 West, 93rd Avenue
Crown Point, Indiana 46307
Office: 219-755-3549
Fax: 219-755-3559
County Response Coordination

Homeland Security/EMA

Hazardous Materials

Lake County CERT

Lake County ERT

Skywarn/RACES

August 24, 2010

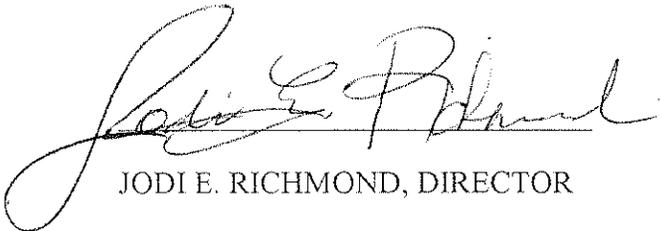
CORRECTION ACTION PLAN

Finding 2009- 7 , Procurement, Suspension, and Debarment

Federal Agency: U.S. Department of Homeland Security
Federal Program: Chemical Sector Buffer Zone Protection Program (BZPP)
CFDA Number: 97.078
Pass-Through: Indiana Department of Homeland Security
Award Number: C44P-8-202A

The Corrective Action Plan:

The Lake County Homeland Security/Emergency Management Agency has created a matrix that will be utilized with each grant (see attached). This matrix is completed and signoff on by the staff of the LCHS/EMA. One component of the matrix deals with purchasing. LCHS/EMA will follow procurement procedures to verify that equipment is purchased in compliance with applicable Federal, State and County guidelines.


JODI E. RICHMOND, DIRECTOR

8-27-10
DATE



GRANT PURCHASING PROCEDURE CHECKLIST FOR:

LAKE COUNTY GUIDELINES
STATE OF INDIANA GUIDLINES
FEDERAL GUIDELINES
UPDATED 8-24-10

Grant Name & Year: _____

Sent Sub-Grant Agreement With Letter To John Dull, Commissioners Attorney, For ORIGINAL Signatures: YES _____ DATE SENT: _____

Received Sub-Grant Agreement Fully Signed, ORIGINAL, Make Copies And Certify Mailed ORIGINAL To State: YES _____ DATE RECEIVED: _____ DATE SENT: _____

Sent Sub-Grant Agreement Fully Signed, COPY, To Micki Presnell With Letter of Grant Award: YES _____ DATE SENT: _____

Verified Grant Loan Is In Place: YES _____
Verified With Auditor's Office On: _____

Verified If Department In Receipt of This Grant is Compliant With NIMS:
Department Name: _____
Compliant With NIMS: YES _____ (See attached if more than one department receiving grant monies)

If EMS or Fire Is Their Reporting Responsibilities Compliant With The State: YES _____
Department Name: _____ Verified With The State On: _____
(See attached if multiple departments)

Ensured Each Department Signed *Acknowledgement of Receipt of Equipment Form*: YES _____
Department Name: _____
(See attached if multiple departments received grant equipment)

Printed The FEMA/Responder Knowledge Base Website For **ALL** Approved Equipment/AEL #'s For This Grant: YES _____ NO _____ (See attached)

Verified The State Suspended Vendors List: Suspended _____ NOT Suspended _____
I checked State Suspended Vendors List On: _____
& Vendor _____ Is **NOT** On The List.
(See attached if multiple vendors used)

Verified The Federal Excluded Parties Vendor List: Excluded _____ NOT Excluded _____
I Checked Federal Excluded Parties Vendor List On: _____
& Vendor _____ Is **NOT** On The List.
(See attached if multiple vendors used)

County Approved Vendor(s): YES _____ NA _____

County Vendor Name, Number, & Equipment Purchased: _____

(See attached if multiple vendors used)

3 Quotes For **ALL** Purchases From \$1,000.00 - \$50,000.00 For This Grant: YES _____ NA _____
(See attached to each purchase order)

If Not Have 3 Quotes, State QPA: YES _____ NA _____ QPA#: _____
(See attached to each purchase order)

Commissioners Approval To Purchase From State QPA: YES _____ NA _____ DATE _____
(See attached to each purchase order)

If Not Have 3 Quotes, Have Letter Of Explanation (Sole source vendor, see attached to each purchase order): YES _____ NA _____ (See attached to each purchase order)

Completed Sealed Bid Process For Purchases Over \$50,000.00: YES _____ NA _____
(See attached to each purchase order)

If Contracted Out To A City or Town, Is Contract Approved By Lake County Commissioners & City or Town: YES _____ NA _____ (See attached to each purchase order)

Ensured Departments ALL Equipment Was Received & In Good Working Order: YES _____
Department: _____ Date: _____
(See attached if multiple departments received grant equipment)

Received Invoice For Payment: YES _____ DATE: _____

Received Proof Of Payment For Purchase: YES _____ NO _____
(This has to be a copy of the financial audit (green bars) or a signed copy of the front and back of the actual check.)

Submitted On iGMS & Faxed For Reimbursement: YES _____ DATE: _____

Sent Letter Of Incoming Wire Transfer To Larry and Micki On: _____

Received Interim Receipt From Auditor's Office On: _____

A Fixed Asset Excel Spreadsheet Per Sub-Grant Agreement For This Grant: YES _____
(see attached)

A control system is in place to ensure adequate safeguards to prevent loss, damage, or theft of the property. Any loss, damage, or theft shall be investigated and fully documented.

Adequate maintenance procedures are in place to keep the property in good condition

A control system is in place to do physical inventory of the property and the result reconciled with the property records at least once every two years. An also verify existence, current utilization, current location, and continued need for the property.

A control system is in place and understood by all parties involved that there is NO disposal of property acquired with grant funds except in accordance with 28 CFR 66.32(e).

NIMS COMPLIANT

Department Name: _____
Compliant With NIMS: YES _____

EMS OR FIRE REPORTING COMPLIANT

Department Name: _____ Verified With The State On: _____

Department Name: _____ Verified With The State On: _____

Department Name: _____ Verified With The State On: _____

Department Name: _____ Verified With The State On: _____

Department Name: _____ Verified With The State On: _____

Department Name: _____ Verified With The State On: _____

Department Name: _____ Verified With The State On: _____

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Department Name: _____ Verified With The State On: _____

Department Name: _____ Verified With The State On: _____

Department Name: _____ Verified With The State On: _____

Department Name: _____ Verified With The State On: _____

Department Name: _____ Verified With The State On: _____

Department Name: _____ Verified With The State On: _____

Department Name: _____ Verified With The State On: _____

ACKNOLDEGEMENT OF RECIEPT FORM

Department Name: _____

STATE SUSPENDED VENDOR LIST

- Verified The State Suspended Vendors List: Suspended _____ NOT Suspended _____
I checked State Suspended Vendors List On: _____
& Vendor _____ Is **NOT** On The List.
- Verified The State Suspended Vendors List: Suspended _____ NOT Suspended _____
I checked State Suspended Vendors List On: _____
& Vendor _____ Is **NOT** On The List.
- Verified The State Suspended Vendors List: Suspended _____ NOT Suspended _____
I checked State Suspended Vendors List On: _____
& Vendor _____ Is **NOT** On The List.
- Verified The State Suspended Vendors List: Suspended _____ NOT Suspended _____
I checked State Suspended Vendors List On: _____
& Vendor _____ Is **NOT** On The List.
- Verified The State Suspended Vendors List: Suspended _____ NOT Suspended _____
I checked State Suspended Vendors List On: _____
& Vendor _____ Is **NOT** On The List.
- Verified The State Suspended Vendors List: Suspended _____ NOT Suspended _____
I checked State Suspended Vendors List On: _____
& Vendor _____ Is **NOT** On The List.
- Verified The State Suspended Vendors List: Suspended _____ NOT Suspended _____
I checked State Suspended Vendors List On: _____
& Vendor _____ Is **NOT** On The List.
- Verified The State Suspended Vendors List: Suspended _____ NOT Suspended _____
I checked State Suspended Vendors List On: _____
& Vendor _____ Is **NOT** On The List.
- Verified The State Suspended Vendors List: Suspended _____ NOT Suspended _____
I checked State Suspended Vendors List On: _____
& Vendor _____ Is **NOT** On The List.
- Verified The State Suspended Vendors List: Suspended _____ NOT Suspended _____
I checked State Suspended Vendors List On: _____
& Vendor _____ Is **NOT** On The List.
- Verified The State Suspended Vendors List: Suspended _____ NOT Suspended _____
I checked State Suspended Vendors List On: _____
& Vendor _____ Is **NOT** On The List.

FEDERAL EXCLUDED PARTY VENDOR LIST

- Verified The Federal Excluded Parties Vendor List: Excluded ____ NOT Excluded ____
I Checked Federal Excluded Parties Vendor List On: _____
& Vendor _____ Is **NOT** On The List.
- Verified The Federal Excluded Parties Vendor List: Excluded ____ NOT Excluded ____
I Checked Federal Excluded Parties Vendor List On: _____
& Vendor _____ Is **NOT** On The List.
- Verified The Federal Excluded Parties Vendor List: Excluded ____ NOT Excluded ____
I Checked Federal Excluded Parties Vendor List On: _____
& Vendor _____ Is **NOT** On The List.
- Verified The Federal Excluded Parties Vendor List: Excluded ____ NOT Excluded ____
I Checked Federal Excluded Parties Vendor List On: _____
& Vendor _____ Is **NOT** On The List.
- Verified The Federal Excluded Parties Vendor List: Excluded ____ NOT Excluded ____
I Checked Federal Excluded Parties Vendor List On: _____
& Vendor _____ Is **NOT** On The List.
- Verified The Federal Excluded Parties Vendor List: Excluded ____ NOT Excluded ____
I Checked Federal Excluded Parties Vendor List On: _____
& Vendor _____ Is **NOT** On The List.
- Verified The Federal Excluded Parties Vendor List: Excluded ____ NOT Excluded ____
I Checked Federal Excluded Parties Vendor List On: _____
& Vendor _____ Is **NOT** On The List.
- Verified The Federal Excluded Parties Vendor List: Excluded ____ NOT Excluded ____
I Checked Federal Excluded Parties Vendor List On: _____
& Vendor _____ Is **NOT** On The List.
- Verified The Federal Excluded Parties Vendor List: Excluded ____ NOT Excluded ____
I Checked Federal Excluded Parties Vendor List On: _____
& Vendor _____ Is **NOT** On The List.
- Verified The Federal Excluded Parties Vendor List: Excluded ____ NOT Excluded ____
I Checked Federal Excluded Parties Vendor List On: _____
& Vendor _____ Is **NOT** On The List.

COUNTY VENDOR APPROVED LIST

County Vendor Name, Number, & Equipment
Purchased: _____

PEGGY HOLINGA KATONA
AUDITOR



Auditor Lake County

LAKE COUNTY GOVERNMENT CENTER
2293 NORTH MAIN STREET
CROWN POINT, INDIANA 46307

© GCU 1049-M

CORRECTIVE ACTION PLAN

Section III

FINDING NO. 2009-8 CAPITAL ASSETS PURCHASED WITH FEDERAL FUNDS

Original SBA Audit Report Number:

Auditee Contact Person: Jodi Richmond

Title of Contact Person: Deputy Director

Lake County Homeland Security/ Emergency Mgmt.

Phone Number: (219) 755-3549

Response submitted 8/27/10: See attached

Respectfully Submitted,

Peggy Holinga Katona,
Lake County Auditor



LCHS/EMA

Lake County Homeland Security/ Emergency Management Agency

Director, Jodi E. Richmond ~ Assistant Director, Elijah Cole

2900 West. 93rd Avenue
Crown Point, Indiana 46307
Office: 219-755-3549
Fax: 219-755-3559
County Response Coordination

August 24, 2010

Homeland Security/EMA

Hazardous Materials

Lake County CERT

Lake County ERT

Skywarn/RACES

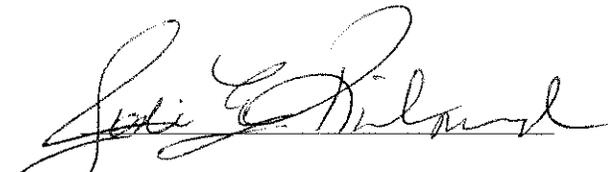
CORRECTION ACTION PLAN

Finding 2009- 8 , Capital Assets Purchased With Federal Funds

Federal Agency: U.S. Department of Homeland Security
Federal Program: Chemical Sector Buffer Zone Protection Program (BZPP)
CFDA Number: 97.078
Pass-Through: Indiana Department of Homeland Security
Award Number: C44P-8-202A

The Corrective Action Plan:

The Lake County Homeland Security/Emergency Management Agency has completed an inventory of items purchased with grant funds and going forward will abide by the guidelines established in the Sub-Grant Agreements related to Capital Assets. This includes working with agencies that receive the equipment to ensure that they are keeping track of the equipment and reporting the information to LCHS/EMA.


JODI E. RICHMOND, DIRECTOR

8-27-10
DATE

PEGGY HOLINGA KATONA
AUDITOR



Auditor Lake County

LAKE COUNTY GOVERNMENT CENTER
2293 NORTH MAIN STREET
CROWN POINT, INDIANA 46307



CORRECTIVE ACTION PLAN

FINDING NO. 2009-9 REPORTING

Original SBA Audit Report Number:

Auditee Contact Person: Jodi Richmond

Title of Contact Person: Deputy Director

Lake County Homeland Security/Emergency Mgmt.

Phone Number: (219) 755-3549

Response submitted: See attached

Respectfully Submitted,

Peggy Holinga Katona,
Lake County Auditor



LCHS/EMA

Lake County Homeland Security/ Emergency Management Agency

Director, Jodi E. Richmond ~ Assistant Director, Elijah Cole

2900 West, 93rd Avenue
Crown Point, Indiana 46307

Office: 219-755-3549

Fax: 219-755-3559

County Response Coordination

Homeland Security/EMA

Hazardous Materials

Lake County CERT

Lake County ERT

Skywarn/RACES

August 24, 2010

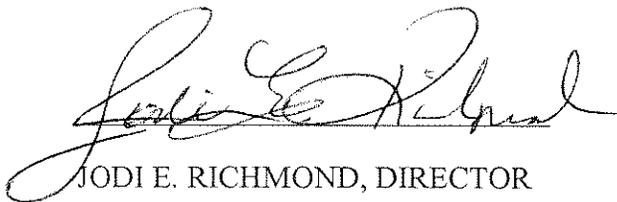
CORRECTION ACTION PLAN

Finding 2009- 9 , Reporting

Federal Agency: U.S. Department of Homeland Security
 Federal Program: Chemical Sector Buffer Zone Protection Program (BZPP)
 CFDA Number: 97.078
 Pass-Through: Indiana Department of Homeland Security
 Award Number: C44P-8-202A

The Corrective Action Plan:

The Lake Homeland Security/Emergency Management Agency will establish and follow reporting procedures to prepare and file quarterly reports timely in compliance with applicable Federal, State and County requirements. LCHS/EMA will also coordinate the signing of the reports with the County Auditors Office to ensure that the reports are filed on a timely basis.


JODI E. RICHMOND, DIRECTOR

8-27-10
DATE

LAKE COUNTY
EXIT CONFERENCE

The contents of this report were discussed on August 31, 2010, with Peggy Holinga Katona, Auditor; Larry Cak, Executive Director; and Michael Wieser, Director of Finance

The contents of this report were discussed on August 31, 2010, with Thomas O'Donnell, President of the County Council.

The contents of this report were discussed on September 1, 2010, with Frances DuPey, President of the Board of County Commissioners; and John Dull, County Attorney.