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

ANNUAL FINANCIAL REPORT

2006

RANDOLPH COUNTY, INDIANA

FILED
07/26/2007

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SCHEDULE OF OFFICIALS

Office	Official	Term
Auditor	Phillip Holliday	01-01-03 to 12-31-06
	David B. Kelly	01-01-07 to 12-31-10
Treasurer	Mary Ann Lenkensdofer	01-01-03 to 12-31-10
Clerk	Claudia R. Thornburg	01-01-06 to 12-31-09
Sheriff	Jay S. Harris	01-01-03 to 12-31-10
Recorder	Jane A. Grove	01-01-03 to 12-31-10
President of the Board of County Commissioners	Ronald Chalfant	01-01-06 to 12-31-06
	David Lenkensdofer	01-01-07 to 12-31-07
President of the County Council	Gerald Stephen	01-01-06 to 12-31-06
	Carlton Clevenger	01-01-07 to 12-31-07

STATE OF INDIANA

AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
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INDIANAPOLIS, INDIANA 46204-2769

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

TO: THE OFFICIALS OF RANDOLPH COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Randolph County (County), as of and for the year ended December 31, 2006, which collectively comprise the County's basic financial statements as listed in the Table of Contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

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

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

In our opinion, except the omission of the component unit of the County referred to in the preceding paragraph results in incomplete presentation, the financial statements referred to above present fairly, in all material respects, the respective cash and investment balances of the governmental activities, each major fund, and the aggregate remaining fund information of the County as of December 31, 2006, and the respective cash receipts and cash disbursements during the year then ended on the basis of accounting described in Note I.

In accordance with Government Auditing Standards, we have also issued a report dated June 4, 2007, 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 and grants. Our report on compliance and on internal control over financial reporting should be read along with this report.

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

Our audit was performed for the purpose of forming an opinion on the basic financial statements of the County taken as a whole. 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.

The Schedules of Funding Progress, as listed in the Table of Contents, are not required parts of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management, regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

The County has not presented Management's Discussion and Analysis or Budgetary Comparison Schedules that accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be part of, the basic financial statements.

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

STATE BOARD OF ACCOUNTS

June 4, 2007

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

TO: THE OFFICIALS OF RANDOLPH COUNTY, INDIANA

We have audited the financial statements of Randolph County (County), as of and for the year ended December 31, 2006, and have issued our report thereon dated June 4, 2007. The opinion to the financial statements was qualified due to the omission of a significant component unit, which results in incomplete presentation. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

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 grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

We noted other matters involving the internal control over financial reporting that we have discussed with the management of the County on May 3, 2007. These immaterial instances of noncompliance were subsequently communicated to management in a separate letter.

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

STATE BOARD OF ACCOUNTS

June 4, 2007

RANDOLPH COUNTY
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS
For The Year Ended December 31, 2006

		Program Receipts			Net (Disbursement) Receipt and Changes in Net Assets	
					Primary Government	
Functions/Programs	Disbursements	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Total
Primary government:						
Governmental activities:						
General government	$ 6,263,188	$ 829,919	$ 450,382	$ 41,609	$ (4,941,278)	$ (4,941,278)
Public safety	4,141,548	1,248,839	360,797	-	(2,531,912)	(2,531,912)
Highways and streets	2,797,804	218,055	2,814,264	649,848	884,363	884,363
Sanitation	352,781	255,311	-	-	(97,470)	(97,470)
Health and welfare	4,216,423	777,150	387,987	-	(3,051,286)	(3,051,286)
Economic development	1,186,686	-	-	13,275	(1,173,411)	(1,173,411)
Interest on long-term debt	464,119	-	-	-	(464,119)	(464,119)
Total primary government	$ 19,422,549	$ 3,329,274	$ 4,013,430	$ 704,732	$ (11,375,113)	(11,375,113)
General receipts:						
Property taxes						10,732,516
Other local sources						1,293,437
Bond proceeds						664,511
Unrestricted investment earnings						741,760
Total general receipts						13,432,224
Change in net assets						2,057,111
Net assets - beginning						12,949,456
Net assets - ending						$ 15,006,567

Assets	
Cash and investments	$ 3,260,288
Restricted assets:	
Cash and investments	11,746,279
Total assets	$ 15,006,567
Net Assets	
Restricted for:	
Public safety	$ 1,061,417
Highways and streets	2,000,139
Sanitation	67,221
Health and welfare	1,936,688
Economic development	1,433,414
Debt service	325,569
Other purposes	4,921,831
Unrestricted	3,260,288
Total net assets	$ 15,006,567

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

RANDOLPH 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, 2006

	General	Highway	Family and Children	Economic Development Income Tax	Other Governmental Funds	Totals
Receipts:						
Taxes	$ 4,874,678	$ -	$ 2,314,748	$ 1,146,411	$ 2,396,679	$ 10,732,516
Special assessments	-	-	-	-	172,828	172,828
Licenses and permits	88,024	-	-	-	23,221	111,245
Intergovernmental	439,750	2,814,264	248,404	-	1,196,291	4,698,709
Charges for services	1,138,677	5,407	616,801	-	909,739	2,670,624
Fines and forfeits	106,783	-	-	-	287,245	394,028
Other	899,049	99,795	68,775	80,517	887,063	2,035,199
Total receipts	7,546,961	2,919,466	3,248,728	1,226,928	5,873,066	20,815,149
Disbursements:						
General government	4,173,150	-	-	-	936,303	5,109,453
Public safety	2,648,660	-	-	-	1,346,684	3,995,344
Highways and streets	-	2,389,550	-	-	457,064	2,846,614
Sanitation	-	-	-	-	352,781	352,781
Health and welfare	407,888	-	3,004,082	-	358,453	3,770,423
Economic development	-	-	-	1,173,411	-	1,173,411
Debt service:						
Principal	-	37,804	-	-	600,000	637,804
Interest	3,970	2,243	16,794	-	441,112	464,119
Capital outlay:						
General government	-	-	-	-	235,871	235,871
Highways and streets	-	-	-	-	348,488	348,488
Economic development	-	-	-	-	13,275	13,275
Total disbursements	7,233,668	2,429,597	3,020,876	1,173,411	5,090,031	18,947,583
Excess of receipts over disbursements	313,293	489,869	227,852	53,517	783,035	1,867,566
Other financing sources (uses)						
Bond proceeds	127,043	-	537,468	-	-	664,511
Bond repayments	(127,043)	-	(537,468)	-	-	(664,511)
Total other financing sources (uses)	-	-	-	-	-	-
Excess of receipts and other financing sources over disbursements and other financing uses	313,293	489,869	227,852	53,517	783,035	1,867,566
Cash and investment fund balance - beginning	2,394,648	433,399	1,310,936	1,373,518	6,687,233	12,199,734
Cash and investment fund balance - ending	$ 2,707,941	$ 923,268	$ 1,538,788	$ 1,427,035	$ 7,470,268	14,067,300
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.						939,267
Net assets of governmental activities						$ 15,006,567
Cash and Investment Assets - December 31						
Cash and investments	$ 2,707,941	$ -	$ -	$ -	$ 552,347	$ 3,260,288
Restricted assets:						
Cash and investments	-	923,268	1,538,788	1,427,035	6,917,921	10,807,012
Total cash and investment assets - December 31	$ 2,707,941	$ 923,268	$ 1,538,788	$ 1,427,035	$ 7,470,268	$ 14,067,300
Cash and Investment Fund Balance - December 31						
Restricted for:						
Public safety	$ -	$ -	$ -	$ -	$ 1,061,417	$ 1,061,417
Highways and streets	-	923,268	-	-	1,076,871	2,000,139
Sanitation	-	-	-	-	67,221	67,221
Health and welfare	-	-	1,538,788	-	397,900	1,936,688
Economic development	-	-	-	1,427,035	6,379	1,433,414
Debt service	-	-	-	-	325,569	325,569
Other purposes	-	-	-	-	3,982,564	3,982,564
Unrestricted	2,707,941	-	-	-	552,347	3,260,288
Total cash and investment fund balance - December 31	$ 2,707,941	$ 923,268	$ 1,538,788	$ 1,427,035	$ 7,470,268	$ 14,067,300

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

RANDOLPH 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, 2006

	Internal Service Funds
Operating receipts:	
Total operating receipts	$ 1,231,750
Operating disbursements:	
Insurance disbursements	1,042,205
Excess of operating receipts over operating disbursements	189,545
Cash and investment fund balance - beginning	749,722
Cash and investment fund balance - ending	$ 939,267
Cash and Investment Assets - December 31	
Restricted assets:	
Cash and investments	$ 939,267
Cash and Investment Fund Balance - December 31	
Restricted for:	
Other purposes	$ 939,267

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

RANDOLPH COUNTY
STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
FIDUCIARY FUNDS
For The Year Ended December 31, 2006

	Pension Trust Funds	Private-Purpose Trust Funds	Agency Funds
Additions:			
Contributions:			
Employer	$ 110,718	$ -	$ -
Plan members	16,693	-	-
Total contributions	127,411	-	-
Investment earnings:			
Net increase in fair value of investments	113,231	-	-
Agency fund additions	-	-	63,295,703
Total additions	240,642	-	63,295,703
Deductions:			
Benefits	41,654	-	-
Administrative and general	27,752	-	-
Agency fund deductions	-	-	63,674,582
Total deductions	69,406	-	63,674,582
Excess (deficiency) of total additions over (under) total deductions	171,236	-	(378,879)
Cash and investment fund balance - beginning	1,019,310	32,845	1,710,930
Cash and investment fund balance - ending	$ 1,190,546	$ 32,845	$ 1,332,051

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

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:	Randolph County
Discretely Presented Component Unit:	Randolph County Solid Waste Management District

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

The Randolph County Solid Waste Management District, a discretely presented component unit, has been omitted from these financial statements. Accordingly, the financial statements do not include the data of all of the County's component units necessary to fairly present the financial position of the County.

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, liabilities, fund equity, receipts, and disbursements. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. However, at this time, the County has not established any enterprise funds.

The County reports the following major governmental funds:

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

The highway fund is used primarily to maintain roads in the County.

The family and children fund is used to promote welfare and social services to County residents.

The economic development income tax fund is used primarily for economic development in the County.

Additionally, the County reports the following fund types:

The internal service fund accounts for health insurance provided to other departments on a cost-reimbursement basis.

The pension trust fund accounts for the activities of the County police retirement plan and the County police benefit plan, which accumulate resources for retirement benefits.

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

Agency funds account for assets held by the County as an agent for individuals and other governmental units.

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 then when a liability is incurred. Investment transactions are not presented on the financial statements.

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

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

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

D. Assets and Cash and Investment Balances

1. 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.

2. 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.

3. Long-Term Debt

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

4. Equity Classification

   Government-Wide Statements

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

   a. Restricted net assets – Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments, or (2) law through constitutional provisions or enabling legislation.

   b. Unrestricted net assets – All other net assets that do not meet the definition of "restricted."

   It is the County's policy to first use restricted net assets prior to the use of unrestricted net assets when a disbursement is incurred for purposes for which both restricted and unrestricted net assets are available.

   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 Balances and 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 and balances 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.

Government-Wide Financial Statements

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

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

II. Stewardship, Compliance and Accountability

Budgetary Information

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

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

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

III. Detailed Notes on All Funds

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. Indiana Code 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 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

Authorization for investment activity is stated in Indiana Code 5-13. The Sheriff's Merit Board has not established an investment policy for the County Police Retirement and Benefit Plans. As of December 31, 2006, the County had the following investments:

Investment Type	Sheriff's Retirement and Benefit Pension Plans Market Value
U.S. Treasuries and securities	$ 214,261
Corporate bonds	189,494
Mutual funds	41,631
Corporate stocks	797,012
Total	$ 1,242,398

Investment Policies

Indiana Code 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 unit 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 unit's purchase and guaranteed resale of any interest-bearing obligations issued or fully insured or guaranteed by the United States of America, a United States of America government agency, an instrumentality of the United States of America, or a federal government sponsored enterprise. The repurchase agreement is considered to have a stated final maturity of one day. This agreement must be fully collateralized by interest-bearing obligations as determined by their current market value.

The County Police Retirement and Benefit Plans are 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. At December 31, 2006, the County held no investments in U.S. Treasury notes, corporate bonds, mutual funds, or corporate stock.

The Sheriff's Merit Board has not adopted an investment policy for custodial credit risk for investments. At December 31, 2006, the County Police Retirement and Benefit Plans held investments in U.S. Treasury notes, corporate bonds, mutual funds, and corporate stock in the amount of $1,242,398. Of these investments $0 are held by the investment's counterparty, not in the name of the County Police Retirement and Benefit Plans.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The County must follow state statute and limit the stated final maturities of the investments to no more than two years.

The Sheriff's Merit Board has not adopted a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses.

Sheriff's Retirement and Benefit Pension Plans:

Investment Type	Investment Maturities (in Years) 1-2	More Than 2
U.S. Treasuries and securities	$ -	$ 214,261
Corporate bonds	62,463	127,031
Totals	$ 62,463	$ 341,292

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.

Standard and Poor's Rating	Randolph County's Investments Corporate Bonds
AAA	$ 111,324
AA	4,819
AA-	4,891
A+	10,154
A	20,804
A-	10,908
BBB+	5,173
Unrated	21,421
Total	$ 189,494

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. More than 5% of the County Police Retirement and Benefit Plans' investments are in corporate stocks and corporate bonds. These investments represent 64%, and 15%, respectively, of the total investments.

IV. Other Information

A. Risk Management

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

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

Medical Benefits to Employees and Dependents

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

Job Related Illnesses or Injuries to Employees

During 2004, the County joined with other governmental entities in the Indiana Public Employees Plan, a public entity risk pool currently operating as a common risk management and insurance program for approximately 865 member governmental entities. This risk pool was formed in 1990. The purpose of the risk pool is to provide a medium for the funding and administration of workers' compensation claims. The County pays an annual premium to the risk pool for its workers' compensation coverage. The risk pool is considered a self-sustaining risk pool that will provide coverage for its members for up to $1,000,000 per insured event. The risk pool obtains independent coverage for insured events in excess of the $1,000,000 limit.

B. Holding Corporations

The County has entered into capital leases with the Randolph County Building Corporation and the Randolph County Jail Building Corporation (the lessors). The lessors were organized as not-for-profit corporations pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the County. Lease payments during the year totaled $1,043,898.

C. Administration of Welfare Programs

The County is required to provide certain funding for administrative costs of welfare programs, the Hospital Care for the Indigent Program, Medical Assistance to Wards and Children with Special Health Care Needs through local property tax levies. The County remits those taxes to the State, which pays the cost.

D. Pension Plans

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

1. Public Employees' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Cost

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

2. County Police Retirement Plan

Plan Description

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

Funding Policy and Annual Pension Cost

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

3. County Police Benefit Plan

Plan Description

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

Funding Policy and Annual Pension Cost

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

Actuarial Information for the Above Plans

	PERF	County Police Retirement Plan	County Police Benefit Plan
Annual required contribution	$ 133,730	$ 106,984	$ 2,094
Interest on net pension obligation	(15,228)	-	-
Adjustment to annual required contribution	17,353	3,843	-
Annual pension cost	135,855	110,827	2,094
Contributions made	176,246	108,624	2,094
Increase (decrease) in net pension obligation	(40,391)	2,203	-
Net pension obligation, beginning of year	(210,040)	(65,830)	-
Net pension obligation, end of year	$ (250,431)	$ (63,627)	$ -

	PERF	County Police Retirement Plan	County Police Benefit Plan
Contribution rates:			
County	4.25%	28%	1%
Plan members	3%	4%	0%
Actuarial valuation date	07-01-05	01-01-07	01-01-07
Actuarial cost method	Entry age	Entry age	Entry age
Amortization method	Level percentage of projected payroll, closed	Level percentage of projected payroll, closed	Level percentage of projected payroll, closed
Amortization period	40 years	40 years	40 years
Amortization period (from date)	07-01-97	12-31-97	12-31-97
Asset valuation method	4 year smoothed market	4 year smoothed market	4 year smoothed market

Actuarial Assumptions	PERF	County Police Retirement Plan	County Police Benefit Plan
Investment rate of return	7.25%	7%	7%
Projected future salary increases:			
Total	5%	5%	5%
Attributed to inflation	4%	4%	4%
Attributed to merit/seniority	1%	1%	1%
Cost-of-living adjustments	2%	2%	0%

Three Year Trend Information

	Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
PERF	06-30-03	$ 185,864	86%	$ (161,178)
	06-30-04	120,892	140%	(210,040)
	06-30-05	135,855	146%	(250,431)
County Police Retirement Plan	12-31-04	91,399	139%	(59,439)
	12-31-05	98,286	113%	(65,830)
	12-31-06	110,827	102%	(63,627)
County Police Benefit Plan	12-31-04	2,595	100%	-
	12-31-05	2,768	100%	-
	12-31-06	2,094	100%	-

RANDOLPH COUNTY
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF FUNDING PROGRESS

Public Employees' Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Excess of Assets Over AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Excess AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-03	$ 3,542,780	$ 3,135,106	$ 407,674	113%	$ 3,455,145	12%
07-01-04	3,586,241	3,216,811	369,430	111%	3,673,073	10%
07-01-05	3,725,083	3,600,777	124,306	103%	3,779,816	3%

Sheriff's Retirement Pension Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
01-01-02	$ 656,072	$ 1,046,149	$ (390,077)	63%	$ 353,232	(110%)
01-01-03	723,067	1,377,752	(654,685)	52%	278,701	(235%)
01-01-04	825,015	1,467,042	(642,027)	56%	309,905	(207%)
01-01-05	964,845	1,564,975	(600,130)	62%	318,159	(189%)
01-01-06	1,093,895	1,671,592	(577,697)	65%	410,717	(141%)
01-01-07	1,250,211	1,818,386	(568,175)	69%	458,752	(124%)

RANDOLPH 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, 2006

	Clerk Title IV-D	Prosecutor Title IV-D	County Sales Disclosure	Election Nonreverting	Identification Security Protection	Levy Excess Special
Receipts:						
Taxes	$ -	$ -	$ -	$ -	$ -	$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	9,505	14,299	-	-	-	-
Charges for services	-	7,137	3,455	-	7,256	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	-	-	-	43,829
Total receipts	9,505	21,436	3,455	-	7,256	43,829
Disbursements:						
General government	1,090	-	-	250,000	-	-
Public safety	-	18,089	-	-	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Total disbursements	1,090	18,089	-	250,000	-	-
Excess (deficiency) of receipts over (under) disbursements	8,415	3,347	3,455	(250,000)	7,256	43,829
Cash and investment fund balance - beginning	17,781	16,857	14,949	250,000	-	-
Cash and investment fund balance - ending	$ 26,196	$ 20,204	$ 18,404	$ -	$ 7,256	$ 43,829
Cash and Investment Assets - December 31						
Cash and investments	$ -	$ -	$ -	$ -	$ -	$ -
Restricted assets:						
Cash and investments	26,196	20,204	18,404	-	7,256	43,829
Total cash and investment assets - December 31	$ 26,196	$ 20,204	$ 18,404	$ -	$ 7,256	$ 43,829
Cash and Investment Fund Balance - December 31						
Restricted for:						
Public safety	$ -	$ 20,204	$ -	$ -	$ 7,256	$ -
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Other purposes	26,196	-	18,404	-	-	43,829
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - December 31	$ 26,196	$ 20,204	$ 18,404	$ -	$ 7,256	$ 43,829

RANDOLPH 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, 2006
(Continued)

	Highway Disaster Relief	Wheel Tax	Health	Property Reassessment	Welfare CPRTSF	Welfare Levy Excess
Receipts:						
Taxes	$ -	$ -	$ 190,735	$ 99,071	$ 88,886	$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	23,221	-	-	-
Intergovernmental	-	344,122	87,400	10,632	9,539	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	25,456	-	-	6,094	-	24,145
Total receipts	25,456	344,122	301,356	115,797	98,425	24,145
Disbursements:						
General government	-	-	-	208,451	-	-
Public safety	-	-	-	-	-	-
Highways and streets	28,190	82,168	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	275,314	-	48,957	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Total disbursements	28,190	82,168	275,314	208,451	48,957	-
Excess (deficiency) of receipts over (under) disbursements	(2,734)	261,954	26,042	(92,654)	49,468	24,145
Cash and investment fund balance - beginning	2,734	-	81,881	497,949	207,507	-
Cash and investment fund balance - ending	$ -	$ 261,954	$ 107,923	$ 405,295	$ 256,975	$ 24,145
Cash and Investment Assets - December 31						
Cash and investments	$ -	$ -	$ -	$ -	$ -	$ -
Restricted assets:						
Cash and investments	-	261,954	107,923	405,295	256,975	24,145
Total cash and investment assets - December 31	$ -	$ 261,954	$ 107,923	$ 405,295	$ 256,975	$ 24,145
Cash and Investment Fund Balance - December 31						
Restricted for:						
Public safety	$ -	$ -	$ -	$ -	$ -	$ -
Highways and streets	-	261,954	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	107,923	-	256,975	24,145
Economic development	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Other purposes	-	-	-	405,295	-	-
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - December 31	$ -	$ 261,954	$ 107,923	$ 405,295	$ 256,975	$ 24,145

RANDOLPH 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, 2006
(Continued)

	Probation Administration Fee	Adult Probation Services	Juvenile Probation Services	Health Maintenance	Local Road and Street	Cumulative Bridge
Receipts:						
Taxes	$ -	$ -	$ -	$ -	$ -	$ 324,065
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	33,139	270,949	34,777
Charges for services	-	-	-	-	-	89,449
Fines and forfeits	9,905	42,567	616	-	-	-
Other	-	-	-	519	2,187	-
Total receipts	9,905	42,567	616	33,658	273,136	448,291
Disbursements:						
General government	-	-	-	-	-	-
Public safety	-	57,308	-	-	-	-
Highways and streets	-	-	-	-	346,706	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	34,182	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	348,488
Economic development	-	-	-	-	-	-
Total disbursements	-	57,308	-	34,182	346,706	348,488
Excess (deficiency) of receipts over (under) disbursements	9,905	(14,741)	616	(524)	(73,570)	99,803
Cash and investment fund balance - beginning	22,847	89,881	15,202	9,381	250,769	537,915
Cash and investment fund balance - ending	$ 32,752	$ 75,140	$ 15,818	$ 8,857	$ 177,199	$ 637,718
Cash and Investment Assets - December 31						
Cash and investments	$ -	$ -	$ -	$ -	$ -	$ -
Restricted assets:						
Cash and investments	32,752	75,140	15,818	8,857	177,199	637,718
Total cash and investment assets - December 31	$ 32,752	$ 75,140	$ 15,818	$ 8,857	$ 177,199	$ 637,718
Cash and Investment Fund Balance - December 31						
Restricted for:						
Public safety	$ 32,752	$ 75,140	$ 15,818	$ -	$ -	$ -
Highways and streets	-	-	-	-	177,199	637,718
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	8,857	-	-
Economic development	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - December 31	$ 32,752	$ 75,140	$ 15,818	$ 8,857	$ 177,199	$ 637,718

RANDOLPH 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, 2006
(Continued)

	Criminal Justice - Federal	Project Income/ Seizure	General Drain Improvement	Drainage Maintenance	Emergency Planning and Right to Know	Drug Free Community
Receipts:						
Taxes	$ -	$ -	$ -	$ -	$ -	$ -
Special assessments	-	-	19,452	153,376	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	163,684	-	-	-	4,084	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	785	-	-	-	19,431
Other	65,050	72,831	80,817	5,413	-	-
Total receipts	228,734	73,616	100,269	158,789	4,084	19,431
Disbursements:						
General government	-	72,264	127,525	184,409	-	-
Public safety	250,087	-	-	-	4,723	26,437
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Total disbursements	250,087	72,264	127,525	184,409	4,723	26,437
Excess (deficiency) of receipts over (under) disbursements	(21,353)	1,352	(27,256)	(25,620)	(639)	(7,006)
Cash and investment fund balance - beginning	36,973	60,279	98,249	303,217	32,189	28,501
Cash and investment fund balance - ending	$ 15,620	$ 61,631	$ 70,993	$ 277,597	$ 31,550	$ 21,495
Cash and Investment Assets - December 31						
Cash and investments	$ -	$ -	$ -	$ -	$ -	$ -
Restricted assets:						
Cash and investments	15,620	61,631	70,993	277,597	31,550	21,495
Total cash and investment assets - December 31	$ 15,620	$ 61,631	$ 70,993	$ 277,597	$ 31,550	$ 21,495
Cash and Investment Fund Balance - December 31						
Restricted for:						
Public safety	$ 15,620	$ -	$ -	$ -	$ 31,550	$ 21,495
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Other purposes	-	61,631	70,993	277,597	-	-
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - December 31	$ 15,620	$ 61,631	$ 70,993	$ 277,597	$ 31,550	$ 21,495

RANDOLPH 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, 2006
(Continued)

	DARE Program	Plat Book	Accident Report	Firearms Training	Surveyor's Corner Perpetuation	Recorder's Records Perpetuation
Receipts:						
Taxes	$ -	$ -	$ -	$ -	$ -	$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	7,107	1,943	4,880	5,565	45,662
Fines and forfeits	-	-	-	-	-	-
Other	5,000	-	-	-	-	-
Total receipts	5,000	7,107	1,943	4,880	5,565	45,662
Disbursements:						
General government	-	5,026	-	-	7,000	61,982
Public safety	4,484	-	10,403	3,074	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Total disbursements	4,484	5,026	10,403	3,074	7,000	61,982
Excess (deficiency) of receipts over (under) disbursements	516	2,081	(8,460)	1,806	(1,435)	(16,320)
Cash and investment fund balance - beginning	2,683	37,661	18,594	6,911	25,481	77,884
Cash and investment fund balance - ending	$ 3,199	$ 39,742	$ 10,134	$ 8,717	$ 24,046	$ 61,564
Cash and Investment Assets - December 31						
Cash and investments	$ -	$ -	$ -	$ -	$ -	$ -
Restricted assets:						
Cash and investments	3,199	39,742	10,134	8,717	24,046	61,564
Total cash and investment assets - December 31	$ 3,199	$ 39,742	$ 10,134	$ 8,717	$ 24,046	$ 61,564
Cash and Investment Fund Balance - December 31						
Restricted for:						
Public safety	$ 3,199	$ -	$ 10,134	$ 8,717	$ -	$ -
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Other purposes	-	39,742	-	-	24,046	61,564
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - December 31	$ 3,199	$ 39,742	$ 10,134	$ 8,717	$ 24,046	$ 61,564

RANDOLPH 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, 2006
(Continued)

	Operation Pull-Over Grant	Landfill Host Fee	User Fee	Sheriff's Department Training	S.A.V.E. Grant	Guardian AD Litem/ Court
Receipts:						
Taxes	$ -	$ -	$ -	$ -	$ -	$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	5,564	-	90,619	-	3,516	-
Charges for services	-	255,308	-	3,220	-	-
Fines and forfeits	-	-	54,089	-	-	-
Other	-	-	604	-	-	-
Total receipts	5,564	255,308	145,312	3,220	3,516	-
Disbursements:						
General government	-	-	-	-	-	779
Public safety	5,564	-	125,407	3,191	3,516	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	352,781	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Total disbursements	5,564	352,781	125,407	3,191	3,516	779
Excess (deficiency) of receipts over (under) disbursements	-	(97,473)	19,905	29	-	(779)
Cash and investment fund balance - beginning	2,557	164,694	36,296	11,359	-	1,478
Cash and investment fund balance - ending	$ 2,557	$ 67,221	$ 56,201	$ 11,388	$ -	$ 699
Cash and Investment Assets - December 31						
Cash and investments	$ -	$ -	$ -	$ -	$ -	$ -
Restricted assets:						
Cash and investments	2,557	67,221	56,201	11,388	-	699
Total cash and investment assets - December 31	$ 2,557	$ 67,221	$ 56,201	$ 11,388	$ -	$ 699
Cash and Investment Fund Balance - December 31						
Restricted for:						
Public safety	$ 2,557	$ -	$ 56,201	$ 11,388	$ -	$ -
Highways and streets	-	-	-	-	-	-
Sanitation	-	67,221	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Other purposes	-	-	-	-	-	699
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - December 31	$ 2,557	$ 67,221	$ 56,201	$ 11,388	$ -	$ 699

RANDOLPH 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, 2006
(Continued)

	Supplemental Public Defender SVC	Jury Pay	Clerk's Records Perpetuation	Jail Bond	DARE Program Donations	Law Enforcement Grant
Receipts:						
Taxes	$ -	$ -	$ -	$ 556,466	$ -	$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	59,716	-	-
Charges for services	-	3,284	-	-	-	-
Fines and forfeits	28,287	1,117	4,082	-	-	-
Other	-	-	-	-	-	-
Total receipts	28,287	4,401	4,082	616,182	-	-
Disbursements:						
General government	11,992	-	5,785	-	-	-
Public safety	-	-	-	4,258	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	420,000	-	-
Interest	-	-	-	199,112	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Total disbursements	11,992	-	5,785	623,370	-	-
Excess (deficiency) of receipts over (under) disbursements	16,295	4,401	(1,703)	(7,188)	-	-
Cash and investment fund balance - beginning	11,829	30,723	4,029	332,757	559	2,049
Cash and investment fund balance - ending	$ 28,124	$ 35,124	$ 2,326	$ 325,569	$ 559	$ 2,049
Cash and Investment Assets - December 31						
Cash and investments	$ -	$ -	$ -	$ -	$ -	$ -
Restricted assets:						
Cash and investments	28,124	35,124	2,326	325,569	559	2,049
Total cash and investment assets - December 31	$ 28,124	$ 35,124	$ 2,326	$ 325,569	$ 559	$ 2,049
Cash and Investment Fund Balance - December 31						
Restricted for:						
Public safety	$ -	$ -	$ -	$ -	$ 559	$ 2,049
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Debt service	-	-	-	325,569	-	-
Other purposes	28,124	35,124	2,326	-	-	-
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - December 31	$ 28,124	$ 35,124	$ 2,326	$ 325,569	$ 559	$ 2,049

RANDOLPH 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, 2006
(Continued)

	Misdemeanant	Law Enforcement Continuing Education	Donations	Airport Runway Grant	Emergency Response Team Grant	Community Corrections Home Detention
Receipts:						
Taxes	$ -	$ -	$ -	$ -	$ -	$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	19,314	-	-	13,275	-	-
Charges for services	-	1,040	-	-	-	28,979
Fines and forfeits	-	-	-	-	-	-
Other	-	-	325	-	-	14,297
Total receipts	19,314	1,040	325	13,275	-	43,276
Disbursements:						
General government	-	-	-	-	-	-
Public safety	9,071	-	692	-	-	28,718
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	13,275	-	-
Total disbursements	9,071	-	692	13,275	-	28,718
Excess (deficiency) of receipts over (under) disbursements	10,243	1,040	(367)	-	-	14,558
Cash and investment fund balance - beginning	30,589	16,709	4,192	6,379	140	-
Cash and investment fund balance - ending	$ 40,832	$ 17,749	$ 3,825	$ 6,379	$ 140	$ 14,558
Cash and Investment Assets - December 31						
Cash and investments	$ -	$ -	$ -	$ -	$ -	$ -
Restricted assets:						
Cash and investments	40,832	17,749	3,825	6,379	140	14,558
Total cash and investment assets - December 31	$ 40,832	$ 17,749	$ 3,825	$ 6,379	$ 140	$ 14,558
Cash and Investment Fund Balance - December 31						
Restricted for:						
Public safety	$ -	$ 17,749	$ -	$ -	$ 140	$ 14,558
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	6,379	-	-
Debt service	-	-	-	-	-	-
Other purposes	40,832	-	3,825	-	-	-
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - December 31	$ 40,832	$ 17,749	$ 3,825	$ 6,379	$ 140	$ 14,558

RANDOLPH 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, 2006
(Continued)

	Community Corrections Grant	Community Corrections Grant # 2	Project Income	Courthouse Renovation	RCFFO
Receipts:					
Taxes	$ -	$ -	$ -	$ -	$ -
Special assessments	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Charges for services	61,276	66,829	-	-	-
Fines and forfeits	-	-	126,366	-	-
Other	9,025	35,219	50,284	-	-
Total receipts	70,301	102,048	176,650	-	-
Disbursements:					
General government	-	-	-	-	-
Public safety	79,173	96,392	148,602	-	-
Highways and streets	-	-	-	-	-
Sanitation	-	-	-	-	-
Health and welfare	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Capital outlay:					
General government	-	-	-	19,904	-
Highways and streets	-	-	-	-	-
Economic development	-	-	-	-	-
Total disbursements	79,173	96,392	148,602	19,904	-
Excess (deficiency) of receipts over (under) disbursements	(8,872)	5,656	28,048	(19,904)	-
Cash and investment fund balance - beginning	18,053	6,235	87,643	156,187	843
Cash and investment fund balance - ending	$ 9,181	$ 11,891	$ 115,691	$ 136,283	$ 843
Cash and Investment Assets - December 31					
Cash and investments	$ -	$ -	$ -	$ -	$ -
Restricted assets:					
Cash and investments	9,181	11,891	115,691	136,283	843
Total cash and investment assets - December 31	$ 9,181	$ 11,891	$ 115,691	$ 136,283	$ 843
Cash and Investment Fund Balance - December 31					
Restricted for:					
Public safety	$ 9,181	$ 11,891	$ 115,691	$ -	$ -
Highways and streets	-	-	-	-	-
Sanitation	-	-	-	-	-
Health and welfare	-	-	-	-	-
Economic development	-	-	-	-	-
Debt service	-	-	-	-	-
Other purposes	-	-	-	136,283	843
Unrestricted	-	-	-	-	-
Total cash and investment fund balance - December 31	$ 9,181	$ 11,891	$ 115,691	$ 136,283	$ 843

RANDOLPH 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, 2006
(Continued)

	Sheriff Nonreverting Prisoner Reimbursement	Rainy Day	Civil Defense	Emergency Telephone Service	IDOC Loan Redemption
Receipts:					
Taxes	$ -	$ -	$ -	$ -	$ -
Special assessments	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Charges for services	-	-	-	309,155	-
Fines and forfeits	-	-	-	-	-
Other	3,685	-	2,825	1,439	13,805
Total receipts	3,685	-	2,825	310,594	13,805
Disbursements:					
General government	-	-	-	-	-
Public safety	-	-	2,381	270,922	-
Highways and streets	-	-	-	-	-
Sanitation	-	-	-	-	-
Health and welfare	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Capital outlay:					
General government	-	-	-	-	-
Highways and streets	-	-	-	-	-
Economic development	-	-	-	-	-
Total disbursements	-	-	2,381	270,922	-
Excess (deficiency) of receipts over (under) disbursements	3,685	-	444	39,672	13,805
Cash and investment fund balance - beginning	12,143	552,347	6,994	473,794	80,637
Cash and investment fund balance - ending	$ 15,828	$ 552,347	$ 7,438	$ 513,466	$ 94,442
Cash and Investment Assets - December 31					
Cash and investments	$ -	$ 552,347	$ -	$ -	$ -
Restricted assets:					
Cash and investments	15,828	-	7,438	513,466	94,442
Total cash and investment assets - December 31	$ 15,828	$ 552,347	$ 7,438	$ 513,466	$ 94,442
Cash and Investment Fund Balance - December 31					
Restricted for:					
Public safety	$ 15,828	$ -	$ 7,438	$ 513,466	$ -
Highways and streets	-	-	-	-	-
Sanitation	-	-	-	-	-
Health and welfare	-	-	-	-	-
Economic development	-	-	-	-	-
Debt service	-	-	-	-	-
Other purposes	-	-	-	-	94,442
Unrestricted	-	552,347	-	-	-
Total cash and investment fund balance - December 31	$ 15,828	$ 552,347	$ 7,438	$ 513,466	$ 94,442

RANDOLPH 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, 2006
(Continued)

	EDIT Special Legislation	Cumulative Capital Development	Sheriff's Commissary	Confidential	Totals
Receipts:					
Taxes	$ 930,980	$ 206,476	$ -	$ -	$ 2,396,679
Special assessments	-	-	-	-	172,828
Licenses and permits	-	-	-	-	23,221
Intergovernmental	-	22,157	-	-	1,196,291
Charges for services	-	8,194	-	-	909,739
Fines and forfeits	-	-	-	-	287,245
Other	232,515	1,218	163,481	27,000	887,063
Total receipts	1,163,495	238,045	163,481	27,000	5,873,066
Disbursements:					
General government	-	-	-	-	936,303
Public safety	-	-	166,990	27,202	1,346,684
Highways and streets	-	-	-	-	457,064
Sanitation	-	-	-	-	352,781
Health and welfare	-	-	-	-	358,453
Debt service:					
Principal	180,000	-	-	-	600,000
Interest	242,000	-	-	-	441,112
Capital outlay:					
General government	-	215,967	-	-	235,871
Highways and streets	-	-	-	-	348,488
Economic development	-	-	-	-	13,275
Total disbursements	422,000	215,967	166,990	27,202	5,090,031
Excess (deficiency) of receipts over (under) disbursements	741,495	22,078	(3,509)	(202)	783,035
Cash and investment fund balance - beginning	1,140,975	706,221	41,628	2,919	6,687,233
Cash and investment fund balance - ending	$ 1,882,470	$ 728,299	$ 38,119	$ 2,717	$ 7,470,268
Cash and Investment Assets - December 31					
Cash and investments	$ -	$ -	$ -	$ -	$ 552,347
Restricted assets:					
Cash and investments	1,882,470	728,299	38,119	2,717	6,917,921
Total cash and investment assets - December 31	$ 1,882,470	$ 728,299	$ 38,119	$ 2,717	$ 7,470,268
Cash and Investment Fund Balance - December 31					
Restricted for:					
Public safety	$ -	$ -	$ 38,119	$ 2,717	$ 1,061,417
Highways and streets	-	-	-	-	1,076,871
Sanitation	-	-	-	-	67,221
Health and welfare	-	-	-	-	397,900
Economic development	-	-	-	-	6,379
Debt service	-	-	-	-	325,569
Other purposes	1,882,470	728,299	-	-	3,982,564
Unrestricted	-	-	-	-	552,347
Total cash and investment fund balance - December 31	$ 1,882,470	$ 728,299	$ 38,119	$ 2,717	$ 7,470,268

RANDOLPH COUNTY
COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
AGENCY FUNDS
For The Year Ended December 31, 2006

	Payroll	Congressional Interest	Welfare Trust	Surplus Tax	Tax Sale Redemption	Tax Sale Surplus
Additions:						
Agency fund additions	$ 1,072,651	$ 5,076	$ 2,796	$ -	$ 309,912	$ 217,252
Deductions:						
Agency fund deductions	1,072,651	1,970	4,010	-	307,208	489,580
Excess (deficiency) of total additions over (under) total deductions	-	3,106	(1,214)	-	2,704	(272,328)
Cash and investment fund balance - beginning	-	92,010	3,609	141	61	601,508
Cash and investment fund balance - ending	$ -	$ 95,116	$ 2,395	$ 141	$ 2,765	$ 329,180

RANDOLPH COUNTY
COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
AGENCY FUNDS
For The Year Ended December 31, 2006
(Continued)

	Surplus Dog Tax	City/Town Court Costs	Inheritance Tax	State Fines and Forfeitures	Infraction Judgments	Child Restraint System Finds
Additions:						
Agency fund additions	$ 3,901	$ 4,002	$ 291,414	$ 27,564	$ 44,445	$ 25
Deductions:						
Agency fund deductions	3,901	-	258,902	62,860	46,273	25
Excess (deficiency) of total additions over (under) total deductions	-	4,002	32,512	(35,296)	(1,828)	-
Cash and investment fund balance - beginning	-	7,183	53,216	38,125	4,242	-
Cash and investment fund balance - ending	$ -	$ 11,185	$ 85,728	$ 2,829	$ 2,414	$ -

RANDOLPH COUNTY
COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
AGENCY FUNDS
For The Year Ended December 31, 2006
(Continued)

	County Home Resident's Trust	PERF	Judges' Retirement	Sheriff's Retirement	Riverboat Wagering Tax	Interstate Compact Fee
Additions:						
Agency fund additions	$ 2,158	$ 121,085	$ -	$ 17,387	$ 172,429	$ 75
Deductions:						
Agency fund deductions	2,158	121,084	-	16,693	172,429	75
Excess (deficiency) of total additions over (under) total deductions	-	1	-	694	-	-
Cash and investment fund balance - beginning	-	27,563	1	3,553	-	-
Cash and investment fund balance - ending	$ -	$ 27,564	$ 1	$ 4,247	$ -	$ -

RANDOLPH COUNTY
COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
AGENCY FUNDS
For The Year Ended December 31, 2006
(Continued)

	PERF/Special Death Benefits	CEDIT Winchester	CEDIT Union City	CEDIT Albany	CEDIT Farmland	CEDIT Losantville
Additions:						
Agency fund additions	$ 3,480	$ 146,554	$ 134,969	$ 1,521	$ 17,435	$ 2,936
Deductions:						
Agency fund deductions	-	146,554	257,239	513	17,435	5,656
Excess (deficiency) of total additions over (under) total deductions	3,480	-	(122,270)	1,008	-	(2,720)
Cash and investment fund balance - beginning	1,905	-	122,270	874	-	2,720
Cash and investment fund balance - ending	$ 5,385	$ -	$ -	$ 1,882	$ -	$ -

RANDOLPH COUNTY
COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
AGENCY FUNDS
For The Year Ended December 31, 2006
(Continued)

	CEDIT Lynn	CEDIT Modoc	CEDIT Parker City	CEDIT Ridgeville	CEDIT Saratoga	Union City Body Loan Escrow
Additions:						
Agency fund additions	$ 18,174	$ 2,021	$ 13,729	$ 11,321	$ 7,205	$ 46,513
Deductions:						
Agency fund deductions	18,174	-	13,729	11,321	2,401	-
Excess (deficiency) of total additions over (under) total deductions	-	2,021	-	-	4,804	46,513
Cash and investment fund balance - beginning	-	-	-	-	-	100,843
Cash and investment fund balance - ending	$ -	$ 2,021	$ -	$ -	$ 4,804	$ 147,356

RANDOLPH COUNTY
COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
AGENCY FUNDS
For The Year Ended December 31, 2006
(Continued)

	Hospital Liability	Education Plate Fee	Tax Distribution	Treasurer	Sheriff	Clerk of the Circuit Court
Additions:						
Agency fund additions	$ 3,266	$ 1,631	$ 25,429,621	$ 30,876,896	$ 229,313	$ 3,404,407
Deductions:						
Agency fund deductions	145,190	1,969	25,426,655	30,802,674	229,313	3,386,885
Excess (deficiency) of total additions over (under) total deductions	(141,924)	(338)	2,966	74,222	-	17,522
Cash and investment fund balance - beginning	175,724	338	1,685	295,509	211	166,198
Cash and investment fund balance - ending	$ 33,800	$ -	$ 4,651	$ 369,731	$ 211	$ 183,720

RANDOLPH COUNTY
COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
AGENCY FUNDS
For The Year Ended December 31, 2006
(Continued)

	Sheriff's Inmate Trust	Recorder	Prosecuting Attorney	Emergency Medical Services	Board of Aviation Commissioners	Total
Additions:						
Agency fund additions	$ 177,446	$ 143,558	$ 10,182	$ 225,333	$ 96,020	$ 63,295,703
Deductions:						
Agency fund deductions	176,526	143,558	10,252	225,333	93,386	63,674,582
Excess (deficiency) of total additions over (under) total deductions	920	-	(70)	-	2,634	(378,879)
Cash and investment fund balance - beginning	4,503	50	713	-	6,175	1,710,930
Cash and investment fund balance - ending	$ 5,423	$ 50	$ 643	$ -	$ 8,809	$ 1,332,051

RANDOLPH COUNTY
SUPPLEMENTARY INFORMATION
SCHEDULE OF CAPITAL ASSETS

For The Year Ended December 31, 2006

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.

Primary Government	Ending Balance
Governmental activities:	
Capital assets, not being depreciated:	
Land	$ 432,190
Buildings	14,830,597
Improvements other than buildings	558,363
Machinery and equipment	6,359,180
Total governmental activities, capital assets not being depreciated	$ 22,180,330

RANDOLPH COUNTY
SUPPLEMENTARY INFORMATION
SCHEDULE OF LONG-TERM DEBT

For The Year Ended December 31, 2006

CAPITAL LEASES

The County has entered into the following capital leases:

Description of Asset	Ending Balance	Due Within One Year
Governmental Activities:		
Capital leases:		
Jail Building	$ 3,445,000	$ 470,000
RCFFO Building	5,235,000	180,000
Total governmental activities long-term debt	$ 8,680,000	$ 650,000

RANDOLPH COUNTY
OTHER REPORTS

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

Clerk of the Circuit Court
County Sheriff
County Health Department
County Board of Aviation Commission

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 RANDOLPH COUNTY, INDIANA

Compliance

We have audited the compliance of the Randolph 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 its major federal program for the year ended December 31, 2006. The County's major federal program is 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; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the County's compliance with those requirements.

In our opinion, the County complied in all material respects with the requirements referred to above that are applicable to its major federal program for the year ended December 31, 2006.

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 and to test and report on internal control over compliance in accordance with OMB Circular A-133.

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)

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

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

STATE BOARD OF ACCOUNTS

June 4, 2007

RANDOLPH COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended December 31, 2006

Federal Grantor Agency/Pass-Through Entity Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			
Pass-Through Indiana Department of Commerce			
Community Development Block Grant/State's Program	14.228		
		PI-05-002	$ 10,450
U.S. DEPARTMENT OF JUSTICE			
Pass-Trough Indiana Criminal Justice Institute			
Crime Victim Assistance	16.575		
		05-VA-110	23,273
		06-VA-119	25,527
Total for program			48,800
Edward Byrne Memorial Formula Grant Program	16.579		
		04-DB-035	105,497
		05-DJ-020	79,866
Total for program			185,363
Violence Against Woman Formula Grants	16.588		
		05-STO-46	9,441
		06-STO-48	25,262
		VA-12011306	3,516
Total for program			38,219
Total for federal grantor agency			272,382
U.S. DEPARTMENT OF TRANSPORTATION			
Direct Grant			
Airport Improvement Program	20.106		
		PROG 3-18 0088-07	13,275
Pass-Through Indiana Department of Transportation			
Highway Planning and Construction	20.205		
		BR-6168(002)	89,449
Pass-Through Indiana Criminal Justice Institute			
State and Community Highway Safety	20.600		
		157-PT-06-09-01	1,964
Pass-Through Indiana Criminal Justice Institute			
Alcohol Traffic Safety and Drunk Driving Prevention Incentive Grants	20.601		
		OP-06-02-05-07	3,600
Total for federal grantor agency			108,288

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

RANDOLPH COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended December 31, 2006
(Continued)

Federal Grantor Agency/Pass-Through Entity Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
Pass-Through Department of Child Services			
Child Support Enforcement	93.563		
Prosecuting Attorney's Expenditures		Year 2006	91,298
Clerk of the Circuit Court Expenditures		Year 2006	16,508
Indirect Costs		Year 2006	20,766
Collection Incentives		Year 2006	33,309
Total for program			161,881
Pass-Through Indiana State Department of Health			
National Bioterrorism Hospital Preparedness Program	93.889		
		BPRS 167-2	46,539
Total for federal grantor agency			208,420
U.S. DEPARTMENT OF HOMELAND SECURITY			
Pass-Through Indiana Department of Homeland Security			
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036		
		Disaster # 1573	5,407
Emergency Management Performance Grants	97.042		
		EMPG 05	8,006
Total for federal grantor agency			13,413
Total federal awards expended			$ 612,953

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

RANDOLPH COUNTY
NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the Randolph County (County) and is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Accordingly, the amount of federal awards expended is based on when the activity related to the award occurs. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

RANDOLPH COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Qualified

Internal control over financial reporting:	
Material weaknesses identified?	no
Reportable conditions identified that are not considered to be material weaknesses?	none reported
Noncompliance material to financial statements noted?	no

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	no
Reportable conditions identified that are not considered to be material weaknesses?	none reported

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

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

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
93.563	Child Support Enforcement

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

Auditee qualified as low-risk auditee?	yes

Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

RANDOLPH COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

RANDOLPH COUNTY
EXIT CONFERENCE

The contents of this report were discussed on June 4, 2007, with David B. Kelly, Auditor; David Lenkensdofer, President of the Board of County Commissioners; and Carlton Clevenger, President of the County Council.