

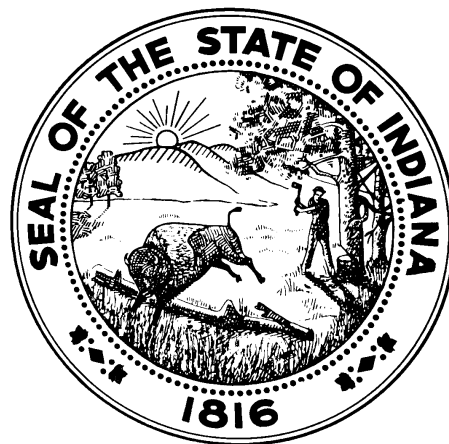
STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769

EXAMINATION REPORT

OF

FAYETTE COUNTY, INDIANA

January 1, 2007 to December 31, 2007



FILED

08/26/2008

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OFFICIALS

| <u>Office</u> | <u>Official</u> | <u>Term</u> |
|---------------------------------------------------|-------------------------------|----------------------------------------------|
| Auditor | Jane Klemme Mary Hiers | 01-01-04 to 12-31-07 01-01-08 to 12-31-10 |
| Treasurer | Debra Shaw Kidd | 01-01-05 to 12-31-08 |
| Clerk | Ann Frost | 01-01-07 to 12-31-10 |
| Sheriff | William Wayson | 01-01-07 to 12-31-10 |
| Recorder | Melinda Sudhoff | 01-01-07 to 12-31-10 |
| President of the Board of County Commissioners | Chad Lee | 01-01-07 to 12-31-08 |
| President of the County Council | Richard Pflum Barton Baker | 01-01-07 to 12-31-07 01-01-08 to 12-31-08 |



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 ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF FAYETTE COUNTY, INDIANA

We have examined the financial information presented herein of Fayette County (County), for the period of January 1, 2007 to December 31, 2007. The County's management is responsible for the financial information presented herein. Our responsibility is to express an opinion based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence supporting the financial information presented herein and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion.

In our opinion, the financial information referred to above presents fairly, in all material respects, the financial information of the County for the year ended December 31, 2007, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

The Schedule of Capital Assets and Schedule of Long-Term Debt, as listed in the Table of Contents, are presented for additional analysis and are not required parts of the basic financial information. They have not been subjected to the examination procedures applied to the basic financial information and, accordingly, we express no opinion on them.

STATE BOARD OF ACCOUNTS

July 1, 2008

FAYETTE COUNTY
SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
ALL GOVERNMENTAL AND FIDUCIARY FUND TYPES
As Of And For The Year Ended December 31, 2007

| | Cash and | Receipts | Disbursements | Cash and |
|----------------------------------------|--------------|--------------|---------------|--------------|
| | Investments | | | Investments |
| | 01-01-07 | | | 12-31-07 |
| Governmental Funds: | | | | |
| General | \$ 1,987,396 | \$ 7,170,204 | \$ 6,855,565 | \$ 2,302,035 |
| 2004 Bond Proceeds | 2,715 | 46 | 2,761 | - |
| Accident Report | 2,092 | 432 | 74 | 2,450 |
| Administrative Fees | 60,762 | 4,465 | 50 | 65,177 |
| Adult Administration Fees | 10,741 | 19,013 | 22,098 | 7,656 |
| Adult Probation Services | 79,284 | 19,897 | 12,725 | 86,456 |
| Adult Probation Superior | 39,087 | 15,195 | 4,823 | 49,459 |
| Building Foundation Grant | 775 | - | 716 | 59 |
| Build Indiana Orange Water | 39,070 | - | 451 | 38,619 |
| Cemetery Operating | 55,423 | 46,658 | 37,136 | 64,945 |
| Child Care Grant | 421 | - | - | 421 |
| Clerk Title IV-D #1 | 37,861 | 12,371 | 43,690 | 6,542 |
| Clerk's Records Perpetuation | 21,231 | 7,403 | 19,277 | 9,357 |
| County Identification Security Project | 8,554 | 9,158 | 4,832 | 12,880 |
| County Share of CEDIT | 248,372 | 541,417 | 471,500 | 318,289 |
| Community Corrections - Home Detention | 17,707 | 308,271 | 278,320 | 47,658 |
| Community Drug Free Fund | 28,074 | 25,763 | 20,511 | 33,326 |
| Community Transition Funds | - | 67,091 | 59,841 | 7,250 |
| Convention and Tourism | 7,287 | 35,489 | 23,853 | 18,923 |
| County Share Disclosure | - | 3,188 | - | 3,188 |
| Court Appointed Special Advocate | - | 1,385 | - | 1,385 |
| Courthouse Operating Fund | - | 100,000 | 94,028 | 5,972 |
| Covered Bridge | 5,028 | 1,850 | 5,130 | 1,748 |
| Day Reporting Community Corrections | 9,437 | 30,475 | 33,731 | 6,181 |
| Deferral Program | 30,009 | 12,085 | 5,831 | 36,263 |
| Dental Health Grant | 93 | - | - | 93 |
| Donations | 559 | - | 558 | 1 |
| Donations Animal Shelter | 1,532 | 1,746 | 77 | 3,201 |
| Drainage Maintenance #22 | 468 | 735 | 355 | 848 |
| Drainage Maintenance #23 | 1,671 | 917 | 2,588 | - |
| Drainage Maintenance #24 | 188 | 168 | - | 356 |
| Drainage Maintenance #25 | 3,796 | 397 | - | 4,193 |
| Drainage Maintenance #26 | 12,139 | 3,264 | - | 15,403 |
| Drainage Maintenance #27 | 457 | - | - | 457 |
| Drainage Maintenance #29 | 181 | - | 170 | 11 |
| Drainage Maintenance #30 | 648 | 758 | 213 | 1,193 |
| Drainage Maintenance #31 | 34 | 129 | - | 163 |
| Drainage Maintenance #32 | 2,611 | 653 | - | 3,264 |
| Drainage Maintenance #33 | 127 | 151 | - | 278 |
| Drainage Maintenance #34 | 39 | 1,084 | - | 1,123 |
| Drainage Maintenance #35 | 173 | 846 | - | 1,019 |
| Drug Free Community | 4,054 | 1,050 | - | 5,104 |
| Drug/SHOCAP | 4,184 | - | 360 | 3,824 |
| Election and Registration | 463 | - | - | 463 |
| EMA-Employment Grant | 25,653 | - | 6,500 | 19,153 |
| Emergency Management Donations | 790 | - | - | 790 |
| Emergency Planning/Right to Know | 341 | - | - | 341 |
| Emergency Telephone System | 31,314 | 368,335 | 305,184 | 94,465 |
| Extradition | 1 | 2,400 | 177 | 2,224 |
| Family and Children | 153,862 | 3,803,792 | 3,305,264 | 652,390 |
| Felony Fund | 500 | - | - | 500 |
| Firearms Training | 3,809 | 9,020 | 4,630 | 8,199 |
| Guardian Ad Litem/Court | 720 | 11,046 | 9,655 | 2,111 |
| Hazardous Materials | 5,412 | - | 384 | 5,028 |
| Health | 91,241 | 256,126 | 211,953 | 135,414 |
| Health Bioterrorism | 15,272 | 52,838 | 51,699 | 16,411 |
| Health Insurance Key Benefits | 5,290 | - | - | 5,290 |
| Health Maintenance | 9,572 | 41,848 | 21,119 | 30,301 |
| Health Vital Records | 7,111 | - | 3,988 | 3,123 |
| Highway | 307,011 | 1,467,792 | 1,100,474 | 674,329 |
| Holdover Home Grant | 14,747 | 170,960 | 14,747 | 170,960 |
| Holdover Supervisor | 200 | - | - | 200 |
| Juvenile Probation Service | 22,542 | 5,019 | 1,895 | 25,666 |
| Land Acquisitions Regional Planning | 222,157 | - | - | 222,157 |
| Law Enforcement Continuing Education | 1,139 | 204 | - | 1,343 |
| Local Road and Street | 161,492 | 661,752 | 482,206 | 341,038 |
| Misdemeanant | 18,658 | 18,708 | - | 37,366 |

The accompanying notes are an integral part of the financial information.

FAYETTE COUNTY
SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
ALL GOVERNMENTAL AND FIDUCIARY FUND TYPES
As Of And For The Year Ended December 31, 2007
(Continued)

| | Cash and Investments 01-01-07 | Receipts | Disbursements | Cash and Investments 12-31-07 |
|--------------------------------------------|-------------------------------------|-----------|---------------|-------------------------------------|
| Governmental Funds (continued): | | | | |
| Neighborhood Watch | 101 | - | - | 101 |
| Operation Pull Over Grant | 9 | 3,850 | 3,782 | 77 |
| Plat Book | 14,332 | 5,770 | 866 | 19,236 |
| Preparedness | - | 2,500 | - | 2,500 |
| Pretrial Diversion | 27,196 | 24,213 | 7,017 | 44,392 |
| Probation Drug Coalition Grant | 600 | - | - | 600 |
| Probation Users Fees | - | 187 | 150 | 37 |
| Project Income Grant | 800,344 | 174,401 | 82,884 | 891,861 |
| Property Reassessment | 172,271 | 94,342 | 107,830 | 158,783 |
| Prosecutor Title IV-D #1 | 27,982 | 8,588 | 17,093 | 19,477 |
| Psychiatric Residential Treatment Services | 295,765 | 147,400 | 423,917 | 19,248 |
| Rainy Day | - | 254,251 | 53,309 | 200,942 |
| Recorder's Records Perpetuation | 50,264 | 27,297 | 13,853 | 63,708 |
| Rush Shelby Grant | - | 1,500 | - | 1,500 |
| Senior Center Transportation | - | 120,145 | 120,145 | - |
| Sheriff Sale Administration | 5,900 | 22,300 | 22,300 | 5,900 |
| Solid Waste Planning | 2,329 | - | - | 2,329 |
| Southern By-Pass | 8,043 | 17,465 | 19,367 | 6,141 |
| State Homeland Security | - | 101,771 | 101,771 | - |
| Stop Grant #98-ST-010 | 8,962 | 9,000 | 17,930 | 32 |
| Supplemental Public Defender Services | 8,547 | 37,864 | 44,373 | 2,038 |
| Surveyor's Corner Perpetuation | 17,860 | 5,445 | 7,972 | 15,333 |
| Terrorism Planning Grant | 17,276 | 15,869 | 31,738 | 1,407 |
| Tobacco Settlement | 16,582 | 18,781 | 18,141 | 17,222 |
| Toxic Waste Education | - | 2,500 | - | 2,500 |
| User Fee | 39,963 | 5,530 | 2,382 | 43,111 |
| Victim's Assistance | 11,786 | 62,934 | 72,141 | 2,579 |
| Wireless Emergency Telephone System | 168,267 | 126,682 | 42,087 | 252,862 |
| Sheriff's Commissary | 6,067 | 73,914 | 75,265 | 4,716 |
| Jail Lease | 276,447 | 531,896 | 523,095 | 285,248 |
| Cumulative Bridge | 1,501,654 | 401,364 | 240,670 | 1,662,348 |
| Cumulative Capital Development | 1,658,087 | 248,218 | 371,530 | 1,534,775 |
| Cumulative Courthouse | 185,626 | 41,992 | 9,564 | 218,054 |
| Cumulative Jail | 123,804 | 77,586 | 98,320 | 103,070 |
| General Drain Improvement | 6,235 | 2,948 | - | 9,183 |
| Fiduciary Funds: | | | | |
| Sheriff's Pension Trust | 1,242,841 | 199,575 | 102,800 | 1,339,616 |
| Congressional School Principal | 19,515 | - | - | 19,515 |
| Airport City | - | 57,343 | 57,343 | - |
| American Assurance Insurance | - | 19,034 | 19,034 | - |
| Assistance to Wards | - | 18,524 | 18,524 | - |
| Bus Replacement | - | 257,489 | 257,489 | - |
| Cemetery City | - | 11,370 | 11,370 | - |
| Children With Special Needs | - | 36,123 | 36,123 | - |
| Christmas Club | - | 81,754 | 81,754 | - |
| City and Town Court Costs | 637 | 8,182 | 8,819 | - |
| City Weed Lien | - | 10,764 | - | 10,764 |
| Clerk's Trust | 347,492 | 4,233,957 | 4,277,935 | 303,514 |
| County Facilities Revenue Fund | - | 1,407,183 | 1,357,183 | 50,000 |
| County Wheel Tax | 2,649 | 38,541 | 41,190 | - |
| County Wheel Surtax | 59,269 | 534,468 | 534,468 | 59,269 |
| Commercial Vehicle Excise Tax | - | 115,856 | 115,856 | - |
| Congressional School Interest | 2,174 | 740 | 781 | 2,133 |
| Coroner's Education | 154 | 1,806 | 1,729 | 231 |
| Corporation General | - | 6,242,311 | 6,242,311 | - |
| Credit Union | - | 136,472 | 136,472 | - |
| Cumulative Capital Development City | - | 84,037 | 84,037 | - |
| Deferred Compensation | - | 17,215 | 17,215 | - |
| Delinquent Sewer | - | 42,500 | 6,524 | 35,976 |
| Dental Insurance | 1,389 | 34,735 | 36,124 | - |
| Education Plate Fees | - | 2,306 | 2,306 | - |
| Employee Disability | 6,847 | - | - | 6,847 |
| Health Care For The Indigent | - | 213,030 | 213,030 | - |
| Financial Institution Tax | - | 97,940 | 97,940 | - |
| Fire Pension City | - | 365,315 | 365,315 | - |
| General School | - | 6,890,142 | 6,890,142 | - |

The accompanying notes are an integral part of the financial information.

FAYETTE COUNTY
SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
ALL GOVERNMENTAL AND FIDUCIARY FUND TYPES
As Of And For The Year Ended December 31, 2007
(Continued)

| | Cash and Investments 01-01-07 | Receipts | Disbursements | Cash and Investments 12-31-07 |
|-------------------------------------------|-------------------------------------|----------------------|----------------------|-------------------------------------|
| Governmental Funds (continued): | | | | |
| Homestead Credit (Local Option) | - | 3,507,024 | 3,507,024 | - |
| Homestead Credit Rebate | - | 1,034,898 | - | 1,034,898 |
| Infraction Judgments | 2,674 | 21,148 | 22,630 | 1,192 |
| Inheritance Tax | 33,428 | 585,960 | 483,696 | 135,692 |
| Innkeepers Tax | 7,931 | 39,543 | 34,749 | 12,725 |
| Inventory Homestead Credit | 10,645 | 422,831 | 424,118 | 9,358 |
| Motor Vehicle Highway State | - | 625,831 | 625,831 | - |
| Overweight Vehicle Fines | - | 774 | 774 | - |
| Park City | - | 495,326 | 495,326 | - |
| Payroll Boston Life | 3,079 | 23,623 | 26,702 | - |
| Payroll Withholding - Federal | - | 376,507 | 376,507 | - |
| Payroll Withholding - Insurance | 17,321 | 212,567 | 212,462 | 17,426 |
| Payroll Withholding - Local Tax | - | 53,726 | 53,726 | - |
| Payroll Withholding - Medicare | - | 58,147 | 58,147 | - |
| Payroll Withholding - OASI | - | 248,628 | 248,628 | - |
| Payroll Withholding - Sheriff Pension | - | 10,819 | 10,819 | - |
| Payroll Withholding - State | - | 137,776 | 137,776 | - |
| Payroll Withholding - Union Dues | - | 5,687 | 5,687 | - |
| Payroll Withholding - United Way | - | 169 | 169 | - |
| PERF | 28,570 | 104,064 | 105,002 | 27,632 |
| Police Pension City | - | 104,305 | 104,305 | - |
| Poor Relief Tax Distribution | - | 114,998 | 114,998 | - |
| Probation Department | 3,844 | 58,721 | 59,342 | 3,223 |
| Property Replacement and Homestead Credit | - | 60,213 | 60,213 | - |
| Prosecutor | - | 3,612 | 3,612 | - |
| Public Library | - | 598,337 | 598,337 | - |
| Recorder | - | 100,433 | 100,433 | - |
| Recorder Mortgage Fees | 308 | 2,647 | 2,817 | 138 |
| Riverboat Tax Distribution | - | 161,352 | 161,352 | - |
| School Capital Projects | - | 2,052,501 | 2,052,501 | - |
| School Debt Service | - | 2,153,459 | 2,153,459 | - |
| School Pension Debt | - | 249,153 | 249,153 | - |
| School Transportation | - | 2,040,460 | 2,040,460 | - |
| Sheriff | - | 730,812 | 730,812 | - |
| Sheriff Pension Holding | 721 | 2,400 | - | 3,121 |
| Sheriff's Inmate Trust | 5,918 | 111,720 | 111,394 | 6,244 |
| Special Death Benefit | 435 | 3,535 | - | 3,970 |
| Special Pre-School | - | 24,082 | 24,082 | - |
| State Fair Board | - | 7,410 | 7,410 | - |
| State Fines and Forfeitures | 650 | 3,530 | 2,513 | 1,667 |
| State Forestry Tax | - | 14,819 | 14,819 | - |
| State Sales Disclosure Fee | 265 | 3,065 | 3,080 | 250 |
| Surplus Tax | 62,903 | 105,703 | 43,082 | 125,524 |
| Surplus Tax Sale | 92,187 | 2,050 | 65,115 | 29,122 |
| Tax Sale Redemption | 2,302 | 27,109 | 29,411 | - |
| Township Firefighting | - | 55,762 | 55,762 | - |
| Township Tax | - | 82,225 | 82,225 | - |
| Treasurer | 487,634 | 31,623,181 | 31,441,876 | 668,939 |
| Vision Insurance | - | 11,736 | 11,736 | - |
| Voluntary Wage Assignment | - | 7,600 | 7,600 | - |
| Wage Garnishment | - | 34,721 | 34,721 | - |
| Welfare Allocation Fund | - | 14,952 | 14,952 | - |
| Welfare Trust | 38,187 | 40,539 | 61,014 | 17,712 |
| Totals | <u>\$ 11,757,845</u> | <u>\$ 87,712,999</u> | <u>\$ 84,336,804</u> | <u>\$ 15,134,040</u> |

The accompanying notes are an integral part of the financial information.

FAYETTE COUNTY
NOTES TO FINANCIAL INFORMATION

Note 1. Introduction

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

Note 2. Fund Accounting

The County uses funds to report on its cash and investments and the results of its operations on a cash basis. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain governmental functions or activities.

Note 3. Budgets

The operating budget is initially prepared and approved at the local level. In addition, funds for which property taxes are levied or highway use taxes are received are subject to final approval by the Indiana Department of Local Government Finance.

Note 4. Property Taxes

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

Note 5. Deposits and Investments

Deposits, made in accordance with Indiana Code 5-13, with financial institutions in the State of Indiana at year end were entirely insured by the Federal Depository Insurance Corporation or by the Indiana Public Deposit Insurance Fund. This includes any deposit accounts issued or offered by a qualifying financial institution.

State statute (IC 5-13-9) authorizes the County to invest in securities including, but not limited to, federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local governmental units.

FAYETTE COUNTY
NOTES TO FINANCIAL INFORMATION
(Continued)

Note 6. Pension Plans

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

A. 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 this 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 District 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 members' 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. That 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 the plan members for PERF are established by the Board of Trustees of PERF.

B. County Police Retirement Fund

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 contained in the publicly available financial report.

FAYETTE COUNTY
NOTES TO FINANCIAL INFORMATION
(Continued)

C. 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 contained in the publicly available financial report.

FAYETTE COUNTY
SUPPLEMENTARY INFORMATION
SCHEDULE OF CAPITAL ASSETS

For The Year Ended December 31, 2007

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

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

| <u>Primary Government</u> | <u>Ending Balance</u> |
|------------------------------------------------------------------------|---------------------------|
| Governmental activities: | |
| Capital assets, not being depreciated: | |
| Land | \$ 626,392 |
| Infrastructure | 12,032,195 |
| Buildings | 6,161,332 |
| Machinery and equipment | <u>4,360,434</u> |
| Total governmental activities, capital assets not being depreciated | <u>\$ 23,180,353</u> |

FAYETTE COUNTY
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT
 December 31, 2007

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: | | |
| Jail Lease | \$ 515,000 | \$ 531,170 |
| Courthouse | <u>8,660,000</u> | <u>365,000</u> |
| Total governmental activities debt | <u>\$ 9,175,000</u> | <u>\$ 896,170</u> |

FAYETTE COUNTY
OTHER REPORT

The annual report presented herein was prepared in addition to the official report prepared for the individual County office listed below.

County Sheriff

FAYETTE COUNTY
EXIT CONFERENCE

The contents of this report were discussed on July 1, 2008, with Mary Hiers, Auditor; and Mark Nobbe, Vice President of the Board of County Commissioners. Our examination disclosed no material items that warrant comment at this time.