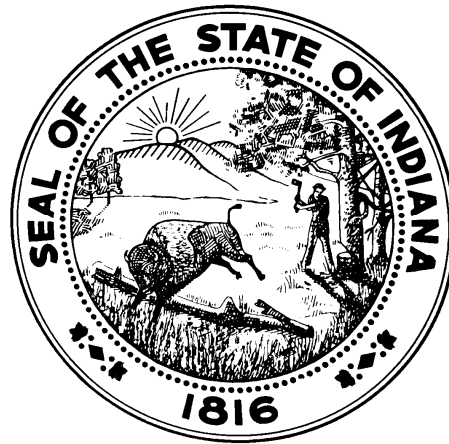


STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769

ANNUAL FINANCIAL REPORT

2007

HARRISON COUNTY, INDIANA



FILED

09/24/2008

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Patricia A. Wolfe	01-01-07 to 12-31-10
Treasurer	Carol A. Hauswald	01-01-07 to 12-31-10
Clerk	Sherry Brown	01-01-05 to 12-31-08
Sheriff	Mike Deatrick	01-01-07 to 12-31-10
Recorder	Barbara Mathes	01-01-05 to 12-31-08
President of the Board of County Commissioners	James Goldman	01-01-07 to 12-31-08
President of the County Council	Carl L. Mathes	01-01-07 to 12-31-08



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

TO: THE OFFICIALS OF HARRISON COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Harrison County (County), as of and for the year ended December 31, 2007, which collectively comprise the County's basic financial statements as listed in the Table of Contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

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

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

In our opinion, except that the omission of the component units of the County referred to in the preceding paragraph results in incomplete presentation, the financial statements referred to above present fairly, in all material respects, the respective cash and investment balances of the governmental activities, each major fund, and the aggregate remaining fund information of the County as of December 31, 2007, and the respective cash receipts and cash disbursements during the year then ended on the basis of accounting described in Note I.

In accordance with Government Auditing Standards, we have also issued a report dated August 28, 2008, on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

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

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

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

August 28, 2008



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

TO: THE OFFICIALS OF HARRISON COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Harrison County (County), as of and for the year ended December 31, 2007, which collectively comprise the County's basic financial statements and have issued our report thereon dated August 28, 2008. The opinion to the financial statements was qualified due to omission of component units. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

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

STATE BOARD OF ACCOUNTS

August 28, 2008

HARRISON COUNTY
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS
For The Year Ended December 31, 2007

<u>Functions/Programs</u>	Program Receipts				Net (Disbursements)/ Receipts and Changes in Net Assets
<u>Disbursements</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>	
Primary government:					
Governmental activities:					
General government	\$ 24,000,552	\$ 854,781	\$ 64,038	\$ -	\$ (23,081,733)
Public safety	3,743,001	1,087,535	48,721	-	(2,606,745)
Highways and streets	3,402,967	-	3,281,075	493,251	371,359
Health and welfare	3,391,664	30,613	41,424	-	(3,319,627)
Economic development	2,509	-	-	10,000	7,491
Culture and recreation	710,828	267,263	-	-	(443,565)
Principal and interest on indebtedness	394,000	-	-	-	(394,000)
Total primary government	<u>\$ 35,645,521</u>	<u>\$ 2,240,192</u>	<u>\$ 3,435,258</u>	<u>\$ 503,251</u>	<u>(29,466,820)</u>
General receipts:					
Property taxes					6,763,924
Intergovernmental					1,123,812
Other local sources					29,597,197
Grants and contributions not restricted to specific programs					79,626
Investment earnings					<u>2,043,566</u>
Total general receipts					<u>39,608,125</u>
Change in net assets					10,141,305
Net assets - beginning					<u>33,910,244</u>
Net assets - ending					<u>\$ 44,051,549</u>
<u>Assets</u>					
Cash and investments					\$ 26,135,950
Restricted assets:					
Cash and investments					<u>17,915,599</u>
Total assets					<u>\$ 44,051,549</u>
<u>Net Assets</u>					
Restricted for:					
General government					\$ 1,395,027
Public safety					1,755,826
Highways and streets					3,740,146
Health and welfare					1,468,650
Economic development					4,859,110
Culture and recreation					361,911
Capital outlay					4,398,961
Unrestricted					<u>26,071,918</u>
Total net assets					<u>\$ 44,051,549</u>

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

HARRISON 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, 2007

	General	County Economic Development Income Tax	Riverboat	Other Governmental Funds	Totals
Receipts:					
Taxes	\$ 5,080,751	\$ 1,475,593	\$ 23,145,735	\$ 4,521,711	\$ 34,223,790
Licenses and permits	-	-	-	22,306	22,306
Intergovernmental	404,517	-	-	4,714,469	5,118,986
Charges for services	473,241	-	2,084	1,027,516	1,502,841
Fines and forfeits	208,950	-	-	506,095	715,045
Interfund loans	-	-	650,000	650,000	1,300,000
Other	2,031,750	-	-	122,091	2,153,841
Total receipts	8,199,209	1,475,593	23,797,819	11,564,188	45,036,809
Disbursements:					
General government	5,469,806	-	17,036,904	766,112	23,272,822
Public safety	2,747,760	-	-	924,151	3,671,911
Highways and streets	-	-	-	3,395,132	3,395,132
Health and welfare	92,354	-	-	3,298,822	3,391,176
Economic development	-	2,509	-	-	2,509
Culture and recreation	-	-	-	700,858	700,858
Interfund loans	-	-	650,000	650,000	1,300,000
Debt service:					
Principal	-	315,000	-	-	315,000
Interest	-	79,000	-	-	79,000
Capital outlay:					
General government	494	-	723,782	3,454	727,730
Public safety	2,301	-	-	68,789	71,090
Highways and streets	-	-	-	7,835	7,835
Health and welfare	-	-	-	488	488
Culture and recreation	-	-	-	9,970	9,970
Total disbursements	8,312,715	396,509	18,410,686	9,825,611	36,945,521
Excess (deficiency) of receipts over disbursements	(113,506)	1,079,084	5,387,133	1,738,577	8,091,288
Other financing sources (uses):					
Transfers in	-	-	-	92,187	92,187
Transfers out	-	-	(92,187)	-	(92,187)
Other receipts	779,659	-	1,147,066	123,292	2,050,017
Total other financing sources (uses)	779,659	-	1,054,879	215,479	2,050,017
Excess of receipts and other financing sources over disbursements and other financing uses	666,153	1,079,084	6,442,012	1,954,056	10,141,305
Cash and investment fund balance - beginning	1,593,300	3,779,916	17,423,876	11,113,152	33,910,244
Cash and investment fund balance - ending	\$ 2,259,453	\$ 4,859,000	\$ 23,865,888	\$ 13,067,208	\$ 44,051,549
Cash and Investment Assets - Ending					
Cash and investments	\$ 2,259,453	\$ -	\$ 23,865,888	\$ (53,423)	\$ 26,071,918
Restricted assets:					
Cash and investments	-	4,859,000	-	13,120,631	17,979,631
Total cash and investment assets - ending	\$ 2,259,453	\$ 4,859,000	\$ 23,865,888	\$ 13,067,208	\$ 44,051,549
Cash and Investment Fund Balance - Ending					
Restricted for:					
General government	\$ -	\$ -	\$ -	\$ 1,395,027	\$ 1,395,027
Public safety	-	-	-	1,755,826	1,755,826
Highways and streets	-	-	-	3,740,146	3,740,146
Health and welfare	-	-	-	1,468,650	1,468,650
Economic development	-	4,859,000	-	110	4,859,110
Culture and recreation	-	-	-	361,911	361,911
Capital outlay	-	-	-	4,398,961	4,398,961
Unrestricted	2,259,453	-	23,865,888	(53,423)	26,071,918
Total cash and investment fund balance - ending	\$ 2,259,453	\$ 4,859,000	\$ 23,865,888	\$ 13,067,208	\$ 44,051,549

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

HARRISON COUNTY
STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
FIDUCIARY FUNDS
For The Year Ended December 31, 2007

	Pension Trust Fund	Private-Purpose Trust Fund	Agency Funds
Additions:			
Contributions:			
Employer	\$ 134,827	\$ -	\$ -
Plan members	<u>25,197</u>	<u>-</u>	<u>-</u>
Total contributions	<u>160,024</u>	<u>-</u>	<u>-</u>
Investment earnings:			
Interest	61,345	-	-
Dividends	<u>132,952</u>	<u>-</u>	<u>-</u>
Total investment earnings	<u>194,297</u>	<u>-</u>	<u>-</u>
Agency fund additions	<u>-</u>	<u>-</u>	<u>95,784,158</u>
Total additions	<u>354,321</u>	<u>-</u>	<u>95,784,158</u>
Deductions:			
Benefits	48,277	-	-
Refunds of contributions	4,380	-	-
Administrative and general	23,225	-	-
Agency fund deductions	<u>-</u>	<u>-</u>	<u>94,483,083</u>
Total deductions	<u>75,882</u>	<u>-</u>	<u>94,483,083</u>
Excess of total additions over total deductions	278,439	-	1,301,075
Cash and investment fund balance - beginning	<u>1,899,672</u>	<u>32,536</u>	<u>2,514,032</u>
Cash and investment fund balance - ending	<u>\$ 2,178,111</u>	<u>\$ 32,536</u>	<u>\$ 3,815,107</u>

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

HARRISON COUNTY
NOTES TO FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies

A. Reporting Entity

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

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

Primary Government: Harrison County

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

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

Related Organizations

The County's officials are also responsible for appointing the members of the boards of other organizations, but the County's accountability for these organizations does not extend beyond making the appointments.

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

The Statement of Activities and Net Assets – Cash and Investment Basis displays information about the reporting government as a whole. It includes all funds of the reporting entity except for fiduciary funds. The statement distinguishes between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. There are no business type activities to report at this time.

Fund Financial Statements

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitutes its assets, fund equity, receipts, and disbursements. Separate financial statements are provided for governmental funds, 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.

HARRISON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

The County reports the following major governmental funds:

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

The riverboat fund was established to account for revenues received pursuant to the development agreement with RDI Caesar's Riverboat Casino, L.L.C. Money in the fund may be used for any legal or corporate purpose of Harrison County.

The county economic development income tax (CEDIT) fund was established to account for collection of taxes imposed on the adjusted gross income of county taxpayers. CEDIT funds may be used for any lawful purpose for which money in any other County fund may be used. The County must adopt a plan for the uses of CEDIT collections.

Additionally, the County reports the following fund types:

The pension trust fund accounts for the activities of the County Police Retirement Trust Plan and the County Police Benefit Trust Plan which accumulate resources for pension benefit payments.

The private-purpose trust fund reports a trust arrangement under which income benefits the school corporations of the County.

Agency funds account for assets held by the County as an agent for a variety of entities and serve as a control of accounts for certain cash transactions during the time they are a liability to the County.

C. Measurement Focus and Basis of Accounting

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

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

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

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

HARRISON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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. Property Taxes

Property taxes levied are collected by the County Treasurer and are distributed to the County in June and in December. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's March 1 (lien date) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100% of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which 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 on or prior to December 31 of the year collected.

3. Capital Assets

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

4. Long-Term Debt

Long-term debt arising from cash basis transactions of governmental 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.

5. 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.

HARRISON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

E. Program Receipts

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

F. Internal and Interfund 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 reimbursements – Repayments from funds responsible for certain disbursements to the funds that initially paid for them are not reported as reimbursements but as adjustments to disbursements in the respective funds.
2. Interfund transfers – Flow of assets from one fund to another where repayment is not expected is reported as transfers in and out.

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.

II. Stewardship, Compliance and Accountability

A. Budgetary Information

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

Prior to the first required publication, the fiscal officer of the County submits to the governing board a proposed operating budget for the year commencing the following January 1. Prior to adoption, the budget is advertised and public hearings are conducted by the governing board to obtain taxpayer comments. 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.

HARRISON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

B. Cash and Investment Balance Deficits

At December 31, 2007, the following funds reported deficits in cash and investments, which are violations of the Uniform Compliance Guidelines and state statute:

Fund	2007
EMA Grant Homeland Security	\$ 10,669
JABG Grant - Prosecutor	24,603
JAG Grant 07-DCCAP-059	11,525
Domestic Violence Grant 05-ST-022	1,645
Health Terrorism Grant BPRS 130-4	15,590

Cash and investment deficits arose primarily because receipts and disbursements of individual grant funds were not posted to the same fund. Sufficient internal controls were not in place to monitor these grant funds.

III. Detailed Notes on All Funds

A. Deposits and Investments

1. Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. 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 County does not have a deposit policy for custodial credit risk. At December 31, 2007, the County had deposit balances in the amount of \$47,903,648. The deposit balances were insured by the Federal Deposit Insurance Corporation or the Public Deposit Insurance Fund, which covers all public funds held in approved depositories.

2. Investments

As of December 31, 2007, the County and the Sheriff's Retirement and Benefit Plan had the following investments:

HARRISON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Investment Type	Sheriff's Retirement and Benefit Pension Plans
Mutual funds	\$ 2,619,435

Statutory Authorization for Investments

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 County to invest in securities fully guaranteed and issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise. These investments are required by statute to have a stated final maturity of not more than two years.

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

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

The Sheriff's Pension Plan is not subject to the same investment laws as the County. The investment policy for the Sheriff's Retirement and Benefit Pension Plans was adopted by the Sheriff's Merit Board on June 12, 2003. Authorized investments include common or preferred stocks, or options to purchase stocks, bonds, debentures, notes or other evidences of indebtedness or ownership, or other securities, in any corporation, mutual investment fund, investment company, association or business trust; bonds, or other obligations or securities

HARRISON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

issued by the United States of America or any State or governmental subdivision or instrumentality thereof; shares in any common trust fund operated by the Trustee; individual, or group annuity contracts or any other insurance contracts with legal reserve life insurance company authorized to do business in the State of Indiana; and real and personal property of all kinds, including leaseholds on improved and unimproved real estate.

Investment Custodial Credit Risk

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

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

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

Sheriff's Retirement and Benefit Pension Plans:

Investment Type	2007	
	In the Government's Name	Not in the Government's Name
Mutual funds	\$ 2,619,435	\$ -

Interest Rate Risk

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

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

Sheriff's Retirement and Benefit Pension Plans:

Investment Type	Investment Maturities (in Years)	
	Less Than 1	More Than 2
Mutual bond funds*	\$ -	\$ 199,565
Mutual funds	2,419,870	-
Totals	\$ 2,419,870	\$ 199,565

*The mutual bond funds had a weighted average maturity of 7 years.

HARRISON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Credit Risk

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

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

Sheriff's Retirement and Benefit Pension Plans:

Standard and Poor's Rating	Moody's Rating	County's Investments	
		Mutual Funds	Mutual Bond Funds
Unrated	Unrated	\$ 2,419,870	\$ 199,565

Concentration of Credit Risk

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

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

Foreign Currency Risk

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

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

B. Interfund Transfers

Interfund transfers for the year ended December 31, 2007, were as follows:

Transfer From	Transfer To	2007
Riverboat	Wenning-Brownfields Project J-06-IN-048	\$ 92,187

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

HARRISON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

C. Restatements and Reclassifications

For the year ended December 31, 2007, certain changes have been made to the financial statements to more appropriately reflect financial activity of the County. The following schedule presents a summary of restated beginning balances by opinion unit.

Opinion Unit	Fund Name	Balance as Reported December 31, 2006	Fund Reclassification	Balance as Restated January 1, 2007
Fiduciary funds	Levy Excess	\$ 284,670	\$ (284,670)	\$ -
Governmental funds	Levy Excess	-	284,670	284,670
Governmental funds	Convention and Tourism Bureau	772,594	(772,594)	-
Governmental funds	Convention and Visitor's Bureau	93,713	(93,713)	-
Fiduciary funds	Innkeepers Tax	-	93,713	93,713
Governmental funds	County Park Special Nonreverting Operating	27,022	(27,022)	-
Governmental funds	South Harrison Park Nonreverting	-	7,022	7,022
Governmental funds	Park Nonreverting Operating	-	20,000	20,000
Fiduciary funds	Tax Distributions	4,187	(4,187)	-
Governmental funds	Controlled Substance Excise Tax	-	4,187	4,187

IV. Other Information

A. Risk Management

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

The risks of torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters are covered by commercial insurance from independent third parties. From November 2007 to February 2008, the County paid \$55,000 as their deductible to settle four federal lawsuits brought by former sheriff's department employees. There were no significant reductions in insurance by major category of risk.

Job Related Illnesses or Injuries to Employees

During 1993, the County joined a public entity risk pool, the Indiana Public Employer's Plan, currently operating as a common risk management and insurance program for governmental member entities. This risk pool was formed in 1989 for the purpose of providing a medium for the funding and administration of workers compensation claims. The County pays an annual premium to the risk pool for its workers compensation coverage. The risk pool is considered a self-sustaining risk pool that will provide coverage for its members for up to \$1,000,000 per insured event.

B. Holding Corporation

The County has entered into a capital lease with Harrison County Jail Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the County. The lessor has been determined to be a related party of the County. Lease payments during the year totaled \$394,000.

HARRISON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

C. Riverboat Gaming Development Agreement

A Riverboat Gaming Development Agreement between Harrison County and RDI/Caesar's Riverboat Casino, L.L.C. was signed on May 15, 1996. The purpose of the agreement was to set out amounts to compensate the County for the costs which the County might reasonably expect to incur now and in the future as a result of authorized various gaming activities taking place in and on a duly licensed riverboat on the Ohio River in Harrison County. All contributions made by the Developer shall be allocated 75% to the County for the benefit of the Harrison County Community Foundation for the general betterment of Harrison County and 25% to the CRC Foundation, which was established to support and benefit Floyd County, the City of New Albany and other cities and towns located in Floyd County. The total aggregate amount that was to be contributed to the County for the benefit of the Community Foundation under the 75% allocation shall not exceed \$50,000,000. The \$50,000,000 aggregate amount limitation was met in the year 2005. At this time, the County elected that payments still be made directly to the Harrison County Foundation under the following allocation method: (1) 25% for the benefit of the Harrison County Foundation and (2) 75% to an endowment created and managed by the Harrison County Foundation for the benefit of Harrison County Government with the purpose of lessening burdens of government, maintenance and/or erection of public buildings, monuments or works, or any other municipal purposes within the stated purposes of the Harrison County Foundation. All earnings from such endowment shall be paid to Harrison County for such purposes and shall be subject to the executive and legislative authority of the County Commissioners and fiscal authority of the Harrison County Council. Per Harrison County Community Fund financial records presented to the Harrison County Board of County Commissioners, the balance of earnings available to the County from the endowment fund as of July 10, 2008, was \$1,232,890.21. The total principal value of the endowment at July 10, 2008, was reported to be \$30,814,439.82.

D. Administration of Welfare Programs

The County is required to provide certain funding for administrative costs of welfare programs, the Hospital Care for 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.

E. 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

HARRISON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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.

HARRISON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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	\$ 373,560	\$ 119,105	\$ 15,722
Interest on net pension obligation	(15,370)	4,789	-
Adjustment to annual required contribution	17,515	(7,395)	-
Annual pension cost	375,705	116,499	15,722
Contributions made	353,517	119,105	15,722
Increase (decrease) in net pension obligation	22,188	(2,606)	-
Net pension obligation, beginning of year	(211,996)	68,408	-
Net pension obligation, end of year	\$ (189,808)	\$ 65,802	\$ -

	PERF	County Police Retirement Plan	County Police Benefit Plan
Contribution rates:			
County	6.25%	19%	2%
Plan members	3%	6%	6%
Actuarial valuation date	07-01-07	01-01-08	01-01-08
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	30 years	30 years	30 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

HARRISON COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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	06-30-05	\$ 285,213	111%	\$ (202,604)
	06-30-06	320,917	103%	(211,996)
	06-30-07	375,705	94%	(189,908)
County Police Retirement Plan	12-31-05	110,211	100%	70,560
	12-31-06	120,052	100%	68,408
	12-31-07	116,499	100%	68,502
County Police Benefit Plan	12-31-05	14,576	100%	-
	12-31-06	13,677	100%	-
	12-31-07	15,722	100%	-

HARRISON COUNTY
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF FUNDING PROGRESS

Public Employees' Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-05	\$ 3,731,279	\$ 4,501,796	\$ (770,517)	83%	\$ 5,160,974	(15%)
07-01-06	4,173,382	4,657,281	(483,899)	90%	5,485,306	(9%)
07-01-07	4,764,724	5,338,464	(573,740)	89%	5,653,317	(10%)

County Police Retirement Plan

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)
01-01-03	\$ 1,125,513	\$ 1,125,513	-	100%	\$ 629,604	0%
01-01-04	1,255,864	1,255,864	-	100%	672,147	0%
01-01-05	1,421,124	1,421,124	-	100%	637,781	0%
01-01-06	1,679,355	1,679,355	-	100%	714,627	0%
01-01-07	1,969,189	1,969,189	-	100%	742,971	0%
01-01-08	2,248,366	2,248,366	-	100%	794,355	0%

HARRISON 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, 2007

	Local Road and Street	Accident Report	Firearms Training	Park Nonreverting Operating	County Health	Alcohol and Drug Services
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 356,347	\$ -
Licenses and permits	-	-	22,306	-	-	-
Intergovernmental	493,251	-	-	-	52,418	-
Charges for services	-	-	-	-	30,613	-
Fines and forfeits	-	2,933	-	-	-	90,124
Interfund loans	-	-	-	-	-	-
Other	13,063	-	-	-	70,873	-
Total receipts	506,314	2,933	22,306	-	510,251	90,124
Disbursements:						
General government	-	-	-	-	-	-
Public safety	-	1,251	12,051	-	-	94,839
Highways and streets	347,178	-	-	-	-	-
Health and welfare	-	-	-	-	547,438	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Total disbursements	347,178	1,251	12,051	-	547,438	94,839
Excess (deficiency) of receipts over disbursements	159,136	1,682	10,255	-	(37,187)	(4,715)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Other receipts	110	-	-	-	3,962	60
Total other financing sources (uses)	110	-	-	-	3,962	60
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	159,246	1,682	10,255	-	(33,225)	(4,655)
Cash and investment fund balance - beginning	934,083	609	9,623	20,000	207,470	74,750
Cash and investment fund balance - ending	\$ 1,093,329	\$ 2,291	\$ 19,878	\$ 20,000	\$ 174,245	\$ 70,095
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	1,093,329	2,291	19,878	20,000	174,245	70,095
Total cash and investment assets - ending	\$ 1,093,329	\$ 2,291	\$ 19,878	\$ 20,000	\$ 174,245	\$ 70,095
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	2,291	19,878	-	-	70,095
Highways and streets	1,093,329	-	-	-	-	-
Health and welfare	-	-	-	-	174,245	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	20,000	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - ending	\$ 1,093,329	\$ 2,291	\$ 19,878	\$ 20,000	\$ 174,245	\$ 70,095

HARRISON 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, 2007
 (Continued)

	Emergency Medical Services/ Ambulance	Animal Shelter	Law Enforcement Continuing Education	Clerk's Records Perpetuation	Emergency Telephone System	Drug Free Community
Receipts:						
Taxes	\$ 478,675	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	70,413	-	-	-	-	-
Charges for services	-	-	-	-	167,404	-
Fines and forfeits	-	-	2,886	8,308	138,114	20,960
Interfund loans	-	-	-	-	-	-
Other	-	22,036	-	-	-	-
Total receipts	549,088	22,036	2,886	8,308	305,518	20,960
Disbursements:						
General government	-	-	-	9,632	-	-
Public safety	113,047	16,061	2,121	-	166,870	21,428
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	16,081	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Total disbursements	113,047	16,061	2,121	9,632	182,951	21,428
Excess (deficiency) of receipts over disbursements	436,041	5,975	765	(1,324)	122,567	(468)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Other receipts	-	-	-	-	841	-
Total other financing sources (uses)	-	-	-	-	841	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	436,041	5,975	765	(1,324)	123,408	(468)
Cash and investment fund balance - beginning	90,996	3,562	2,418	50,613	317,981	24,364
Cash and investment fund balance - ending	\$ 527,037	\$ 9,537	\$ 3,183	\$ 49,289	\$ 441,389	\$ 23,896
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	527,037	9,537	3,183	49,289	441,389	23,896
Total cash and investment assets - ending	\$ 527,037	\$ 9,537	\$ 3,183	\$ 49,289	\$ 441,389	\$ 23,896
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ 49,289	\$ -	\$ -
Public safety	527,037	9,537	3,183	-	441,389	23,896
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - ending	\$ 527,037	\$ 9,537	\$ 3,183	\$ 49,289	\$ 441,389	\$ 23,896

HARRISON 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, 2007
 (Continued)

	Emergency Planning/ Right to Know	County Highway	Parks and Recreation	County Extradition	Supplemental Juvenile Probation Service	Probation Users Fees
Receipts:						
Taxes	\$ -	\$ -	\$ 443,217	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	2,969,824	65,196	-	-	-
Charges for services	-	20,725	225,321	-	-	-
Fines and forfeits	-	-	-	6,548	21,932	144,375
Interfund loans	-	-	250,000	-	-	-
Other	-	8,807	-	-	-	-
Total receipts	-	2,999,356	983,734	6,548	21,932	144,375
Disbursements:						
General government	-	-	-	-	-	-
Public safety	-	-	-	2,653	27,054	111,476
Highways and streets	-	2,433,204	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	700,858	-	-	-
Interfund loans	-	-	250,000	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	4,994
Highways and streets	-	7,835	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	9,970	-	-	-
Total disbursements	-	2,441,039	960,828	2,653	27,054	116,470
Excess (deficiency) of receipts over disbursements	-	558,317	22,906	3,895	(5,122)	27,905
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Other receipts	-	46,187	10,618	-	525	141
Total other financing sources (uses)	-	46,187	10,618	-	525	141
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	604,504	33,524	3,895	(4,597)	28,046
Cash and investment fund balance - beginning	730	2,042,313	295,570	78,645	52,304	86,843
Cash and investment fund balance - ending	<u>\$ 730</u>	<u>\$ 2,646,817</u>	<u>\$ 329,094</u>	<u>\$ 82,540</u>	<u>\$ 47,707</u>	<u>\$ 114,889</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	730	2,646,817	329,094	82,540	47,707	114,889
Total cash and investment assets - ending	\$ 730	\$ 2,646,817	\$ 329,094	\$ 82,540	\$ 47,707	\$ 114,889
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	730	-	-	82,540	47,707	114,889
Highways and streets	-	2,646,817	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	329,094	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - ending	\$ 730	\$ 2,646,817	\$ 329,094	\$ 82,540	\$ 47,707	\$ 114,889

HARRISON 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, 2007
 (Continued)

	Recorder's Records Perpetuation	Family and Children	Health Maintenance	Pretrial Diversion	Plat Book	Misdemeanant
Receipts:						
Taxes	\$ -	\$ 1,810,099	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	266,264	41,424	-	-	-
Charges for services	34,900	356,481	-	-	6,064	24,550
Fines and forfeits	-	-	-	23,711	-	-
Interfund loans	-	400,000	-	-	-	-
Other	-	-	-	-	4,635	-
Total receipts	34,900	2,832,844	41,424	23,711	10,699	24,550
Disbursements:						
General government	7,821	-	-	-	11,652	-
Public safety	-	-	-	72,658	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	2,542,757	21,626	-	-	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	-	400,000	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	24,500
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Total disbursements	7,821	2,942,757	21,626	72,658	11,652	24,500
Excess (deficiency) of receipts over disbursements	27,079	(109,913)	19,798	(48,947)	(953)	50
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Other receipts	-	43,919	-	735	-	-
Total other financing sources (uses)	-	43,919	-	735	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	27,079	(65,994)	19,798	(48,212)	(953)	50
Cash and investment fund balance - beginning	209,232	1,100,425	99,152	162,586	15,069	31,821
Cash and investment fund balance - ending	\$ 236,311	\$ 1,034,431	\$ 118,950	\$ 114,374	\$ 14,116	\$ 31,871
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	236,311	1,034,431	118,950	114,374	14,116	31,871
Total cash and investment assets - ending	\$ 236,311	\$ 1,034,431	\$ 118,950	\$ 114,374	\$ 14,116	\$ 31,871
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ 236,311	\$ -	\$ -	\$ -	\$ 14,116	\$ -
Public safety	-	-	-	114,374	-	31,871
Highways and streets	-	-	-	-	-	-
Health and welfare	-	1,034,431	118,950	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - ending	\$ 236,311	\$ 1,034,431	\$ 118,950	\$ 114,374	\$ 14,116	\$ 31,871

HARRISON 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, 2007
 (Continued)

	Supplemental Public Defender Services	Sheriff's Commissary	Surveyor's Corner Perpetuation	Jury Pay	Rainy Day	Sales Disclosure
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 7,938	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	113,384	8,410	-	-	6,635
Fines and forfeits	9,257	-	-	5,288	-	-
Interfund loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	<u>9,257</u>	<u>113,384</u>	<u>8,410</u>	<u>5,288</u>	<u>7,938</u>	<u>6,635</u>
Disbursements:						
General government	-	-	2,127	-	158,840	2,383
Public safety	4,674	129,679	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Total disbursements	<u>4,674</u>	<u>129,679</u>	<u>2,127</u>	<u>-</u>	<u>158,840</u>	<u>2,383</u>
Excess (deficiency) of receipts over disbursements	<u>4,583</u>	<u>(16,295)</u>	<u>6,283</u>	<u>5,288</u>	<u>(150,902)</u>	<u>4,252</u>
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Other receipts	-	-	1,438	39	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>1,438</u>	<u>39</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>4,583</u>	<u>(16,295)</u>	<u>7,721</u>	<u>5,327</u>	<u>(150,902)</u>	<u>4,252</u>
Cash and investment fund balance - beginning	<u>1,857</u>	<u>60,448</u>	<u>82,767</u>	<u>10,165</u>	<u>161,486</u>	<u>16,420</u>
Cash and investment fund balance - ending	<u>\$ 6,440</u>	<u>\$ 44,153</u>	<u>\$ 90,488</u>	<u>\$ 15,492</u>	<u>\$ 10,584</u>	<u>\$ 20,672</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ 10,584	\$ -
Restricted assets:						
Cash and investments	<u>6,440</u>	<u>44,153</u>	<u>90,488</u>	<u>15,492</u>	<u>-</u>	<u>20,672</u>
Total cash and investment assets - ending	<u>\$ 6,440</u>	<u>\$ 44,153</u>	<u>\$ 90,488</u>	<u>\$ 15,492</u>	<u>\$ 10,584</u>	<u>\$ 20,672</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
General government	\$ -	\$ -	\$ 90,488	\$ 15,492	\$ -	\$ 20,672
Public safety	6,440	44,153	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,584</u>	<u>-</u>
Total cash and investment fund balance - ending	<u>\$ 6,440</u>	<u>\$ 44,153</u>	<u>\$ 90,488</u>	<u>\$ 15,492</u>	<u>\$ 10,584</u>	<u>\$ 20,672</u>

HARRISON 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, 2007
 (Continued)

	K-9	Humane Society	Law Enforcement User Fees	Infraction Deferral	Work Release	State Welfare Excise Tax
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	36,658
Charges for services	-	-	-	-	13,049	-
Fines and forfeits	-	-	6,456	21,320	-	-
Interfund loans	-	-	-	-	-	-
Other	25	-	-	-	-	-
Total receipts	25	-	6,456	21,320	13,049	36,658
Disbursements:						
General government	-	-	-	-	4,873	-
Public safety	-	-	2,991	33,571	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	36,658
Culture and recreation	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	1,000	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Total disbursements	-	-	2,991	33,571	5,873	36,658
Excess (deficiency) of receipts over disbursements	25	-	3,465	(12,251)	7,176	-
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Other receipts	-	-	-	52	396	-
Total other financing sources (uses)	-	-	-	52	396	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	25	-	3,465	(12,199)	7,572	-
Cash and investment fund balance - beginning	42	11,347	29,728	31,645	37,744	-
Cash and investment fund balance - ending	\$ 67	\$ 11,347	\$ 33,193	\$ 19,446	\$ 45,316	\$ -
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	67	11,347	33,193	19,446	45,316	-
Total cash and investment assets - ending	\$ 67	\$ 11,347	\$ 33,193	\$ 19,446	\$ 45,316	\$ -
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	67	11,347	33,193	19,446	45,316	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - ending	\$ 67	\$ 11,347	\$ 33,193	\$ 19,446	\$ 45,316	\$ -

HARRISON 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, 2007
 (Continued)

	Child Advocacy	Levy Excess Special Revenue	Operation Pullover	Controlled Substance Excise Tax	Electronic Data	Coroner Accident Report
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ 48	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	10,980	-	-	-
Charges for services	-	-	-	-	2,646	25
Fines and forfeits	50	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	50	-	10,980	48	2,646	25
Disbursements:						
General government	-	-	-	-	-	-
Public safety	-	-	7,862	4,235	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Total disbursements	-	-	7,862	4,235	-	-
Excess (deficiency) of receipts over disbursements	50	-	3,118	(4,187)	2,646	25
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	50	-	3,118	(4,187)	2,646	25
Cash and investment fund balance - beginning	50	284,670	(1,686)	4,187	719	-
Cash and investment fund balance - ending	<u>\$ 100</u>	<u>\$ 284,670</u>	<u>\$ 1,432</u>	<u>\$ -</u>	<u>\$ 3,365</u>	<u>\$ 25</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 25
Restricted assets:						
Cash and investments	100	284,670	1,432	-	3,365	-
Total cash and investment assets - ending	<u>\$ 100</u>	<u>\$ 284,670</u>	<u>\$ 1,432</u>	<u>\$ -</u>	<u>\$ 3,365</u>	<u>\$ 25</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ 284,670	\$ -	\$ -	\$ 3,365	\$ -
Public safety	-	-	1,432	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	100	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	25
Total cash and investment fund balance - ending	<u>\$ 100</u>	<u>\$ 284,670</u>	<u>\$ 1,432</u>	<u>\$ -</u>	<u>\$ 3,365</u>	<u>\$ 25</u>

HARRISON 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, 2007
 (Continued)

	MCH Donations	Donations for Drug Enforcement	Property Reassessment	Harrison County Land Conservation	Security Protection	CASA User Fees
Receipts:						
Taxes	\$ -	\$ -	\$ 141,830	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	5,592	-	20,864	-	-	-
Charges for services	-	-	-	-	17,309	-
Fines and forfeits	-	-	5	-	-	1,900
Interfund loans	-	-	-	-	-	-
Other	-	-	-	490	-	-
Total receipts	5,592	-	162,699	490	17,309	1,900
Disbursements:						
General government	-	151	91,521	380	3,883	-
Public safety	-	-	-	-	-	500
Highways and streets	-	-	-	-	-	-
Health and welfare	5,592	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Capital outlay:						
General government	-	-	2,190	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Total disbursements	5,592	151	93,711	380	3,883	500
Excess (deficiency) of receipts over disbursements	-	(151)	68,988	110	13,426	1,400
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Other receipts	-	-	420	-	-	-
Total other financing sources (uses)	-	-	420	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(151)	69,408	110	13,426	1,400
Cash and investment fund balance - beginning	-	151	596,404	-	18,808	-
Cash and investment fund balance - ending	\$ -	\$ -	\$ 665,812	\$ 110	\$ 32,234	\$ 1,400
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	665,812	110	32,234	1,400
Total cash and investment assets - ending	\$ -	\$ -	\$ 665,812	\$ 110	\$ 32,234	\$ 1,400
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ 665,812	\$ -	\$ -	\$ -
Public safety	-	-	-	-	32,234	1,400
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	110	-	-
Culture and recreation	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - ending	\$ -	\$ -	\$ 665,812	\$ 110	\$ 32,234	\$ 1,400

HARRISON 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, 2007
 (Continued)

	Animal Control Fines and Fees	Health Department Donations	County Children's PRTS	Tobacco Settlement Health Department	County Parks Donations	South Harrison Park Nonreverting
Receipts:						
Taxes	\$ -	\$ -	\$ 118,782	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	17,472	21,673	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	1,928	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	-	-	-	400	-
Total receipts	1,928	-	136,254	21,673	400	-
Disbursements:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	1,322	119,943	13,380	-	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Total disbursements	-	1,322	119,943	13,380	-	-
Excess (deficiency) of receipts over disbursements	1,928	(1,322)	16,311	8,293	400	-
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Other receipts	-	-	-	3,750	-	-
Total other financing sources (uses)	-	-	-	3,750	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,928	(1,322)	16,311	12,043	400	-
Cash and investment fund balance - beginning	6,564	1,322	9,842	97,519	5,395	7,022
Cash and investment fund balance - ending	<u>\$ 8,492</u>	<u>\$ -</u>	<u>\$ 26,153</u>	<u>\$ 109,562</u>	<u>\$ 5,795</u>	<u>\$ 7,022</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	8,492	-	26,153	109,562	5,795	7,022
Total cash and investment assets - ending	<u>\$ 8,492</u>	<u>\$ -</u>	<u>\$ 26,153</u>	<u>\$ 109,562</u>	<u>\$ 5,795</u>	<u>\$ 7,022</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	8,492	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	26,153	109,562	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	5,795	7,022
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - ending	<u>\$ 8,492</u>	<u>\$ -</u>	<u>\$ 26,153</u>	<u>\$ 109,562</u>	<u>\$ 5,795</u>	<u>\$ 7,022</u>

HARRISON 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, 2007
 (Continued)

	Meth Lab Prevention	Federal Transportation Grant IN-80-2005-15	Lifelong Learning Donations	EMA Planning Grant	Health Department BPRS-A-31	Domestic Violence Grant 04-ST-025
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	311,251	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	-	311,251	-	-	-	-
Disbursements:						
General government	1,337	311,251	-	-	-	-
Public safety	-	-	-	689	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	4,241	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	488	-
Culture and recreation	-	-	-	-	-	-
Total disbursements	1,337	311,251	-	689	4,729	-
Excess (deficiency) of receipts over disbursements	(1,337)	-	-	(689)	(4,729)	-
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Other receipts	-	-	-	-	99	-
Total other financing sources (uses)	-	-	-	-	99	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,337)	-	-	(689)	(4,630)	-
Cash and investment fund balance - beginning	1,950	-	14,812	13,860	9,839	1,552
Cash and investment fund balance - ending	<u>\$ 613</u>	<u>\$ -</u>	<u>\$ 14,812</u>	<u>\$ 13,171</u>	<u>\$ 5,209</u>	<u>\$ 1,552</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	613	-	14,812	13,171	5,209	1,552
Total cash and investment assets - ending	<u>\$ 613</u>	<u>\$ -</u>	<u>\$ 14,812</u>	<u>\$ 13,171</u>	<u>\$ 5,209</u>	<u>\$ 1,552</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ 14,812	\$ -	\$ -	\$ -
Public safety	613	-	-	13,171	-	1,552
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	5,209	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - ending	<u>\$ 613</u>	<u>\$ -</u>	<u>\$ 14,812</u>	<u>\$ 13,171</u>	<u>\$ 5,209</u>	<u>\$ 1,552</u>

HARRISON 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, 2007
 (Continued)

	HCCF Grant 2004F-1035	Juvenile Justice Grant 03-JB-026	Health Terrorism Grant BPRS-130-4	EMA Grant Homeland Security	Domestic Violence Grant 05-ST-022	Emergency Gas Award
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	2,369	-	37,741	19,240	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	2,369	-	37,741	19,240	-	-
Disbursements:						
General government	2,369	-	-	-	-	-
Public safety	-	-	47,326	-	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	23,214	-	-
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Total disbursements	2,369	-	47,326	23,214	-	-
Excess (deficiency) of receipts over disbursements	-	-	(9,585)	(3,974)	-	-
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	(9,585)	(3,974)	-	-
Cash and investment fund balance - beginning	-	11	(6,005)	(6,695)	(1,645)	950
Cash and investment fund balance - ending	\$ -	\$ 11	\$ (15,590)	\$ (10,669)	\$ (1,645)	\$ 950
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ (15,590)	\$ (10,669)	\$ (1,645)	\$ -
Restricted assets:						
Cash and investments	-	11	-	-	-	950
Total cash and investment assets - ending	\$ -	\$ 11	\$ (15,590)	\$ (10,669)	\$ (1,645)	\$ 950
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	11	-	-	-	950
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	(15,590)	(10,669)	(1,645)	-
Total cash and investment fund balance - ending	\$ -	\$ 11	\$ (15,590)	\$ (10,669)	\$ (1,645)	\$ 950

HARRISON 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, 2007
 (Continued)

	Needs Assessment PN-005-011	Drug Prosecution 04-DB-060	Probation Drug Free Grant	JABG Grant Prosecutor	ICWS ARN A305-6-106
Receipts:					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Intergovernmental	10,000	10,688	-	-	26,981
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Interfund loans	-	-	-	-	-
Other	-	-	-	-	-
Total receipts	10,000	10,688	-	-	26,981
Disbursements:					
General government	10,000	-	-	-	26,981
Public safety	-	12,245	1,065	22,216	-
Highways and streets	-	-	-	-	-
Health and welfare	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Interfund loans	-	-	-	-	-
Capital outlay:					
General government	-	-	-	-	-
Public safety	-	-	-	-	-
Highways and streets	-	-	-	-	-
Health and welfare	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Total disbursements	10,000	12,245	1,065	22,216	26,981
Excess (deficiency) of receipts over disbursements	-	(1,557)	(1,065)	(22,216)	-
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Other receipts	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(1,557)	(1,065)	(22,216)	-
Cash and investment fund balance - beginning	-	1,557	5,000	(2,387)	-
Cash and investment fund balance - ending	\$ -	\$ -	\$ 3,935	\$ (24,603)	\$ -
Cash and Investment Assets - Ending					
Cash and investments	\$ -	\$ -	\$ -	\$ (24,603)	\$ -
Restricted assets:					
Cash and investments	-	-	3,935	-	-
Total cash and investment assets - ending	\$ -	\$ -	\$ 3,935	\$ (24,603)	\$ -
Cash and Investment Fund Balance - Ending					
Restricted for:					
General government	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	3,935	-	-
Highways and streets	-	-	-	-	-
Health and welfare	-	-	-	-	-
Economic development	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Capital outlay	-	-	-	-	-
Unrestricted	-	-	-	(24,603)	-
Total cash and investment fund balance - ending	\$ -	\$ -	\$ 3,935	\$ (24,603)	\$ -

HARRISON 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, 2007
 (Continued)

	Wenning-Brownfields Project J-06-IN-048	CASA State Grant	CASA CAPTA Federal Grant	JAG Grant 07-DCCAP-059	Criminal Justice 05-JB-008
Receipts:					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Intergovernmental	-	11,871	6,000	-	20,000
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Interfund loans	-	-	-	-	-
Other	-	-	-	-	-
Total receipts	-	11,871	6,000	-	20,000
Disbursements:					
General government	92,187	-	-	-	-
Public safety	-	-	4,016	11,525	-
Highways and streets	-	-	-	-	-
Health and welfare	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Interfund loans	-	-	-	-	-
Capital outlay:					
General government	-	-	-	-	-
Public safety	-	-	-	-	-
Highways and streets	-	-	-	-	-
Health and welfare	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Total disbursements	92,187	-	4,016	11,525	-
Excess (deficiency) of receipts over disbursements	(92,187)	11,871	1,984	(11,525)	20,000
Other financing sources (uses):					
Transfers in	92,187	-	-	-	-
Other receipts	-	-	-	-	-
Total other financing sources (uses)	92,187	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	11,871	1,984	(11,525)	20,000
Cash and investment fund balance - beginning	-	-	-	-	-
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 11,871</u>	<u>\$ 1,984</u>	<u>\$ (11,525)</u>	<u>\$ 20,000</u>
Cash and Investment Assets - Ending					
Cash and investments	\$ -	\$ -	\$ -	\$ (11,525)	\$ -
Restricted assets:					
Cash and investments	-	11,871	1,984	-	20,000
Total cash and investment assets - ending	<u>\$ -</u>	<u>\$ 11,871</u>	<u>\$ 1,984</u>	<u>\$ (11,525)</u>	<u>\$ 20,000</u>
Cash and Investment Fund Balance - Ending					
Restricted for:					
General government	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	11,871	1,984	-	20,000
Highways and streets	-	-	-	-	-
Health and welfare	-	-	-	-	-
Economic development	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Capital outlay	-	-	-	-	-
Unrestricted	-	-	-	(11,525)	-
Total cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 11,871</u>	<u>\$ 1,984</u>	<u>\$ (11,525)</u>	<u>\$ 20,000</u>

HARRISON 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, 2007
 (Continued)

	HCCF Grant 2007S-1749	HCHD FLUVAC 2007F-2068	ICJI 06-DJ-036	Supplemental Adult Probation Services	EMA Grant PSF-5-58
Receipts:					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Intergovernmental	987	5,865	8,110	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Interfund loans	-	-	-	-	-
Other	-	-	-	-	-
Total receipts	<u>987</u>	<u>5,865</u>	<u>8,110</u>	<u>-</u>	<u>-</u>
Disbursements:					
General government	723	-	-	-	-
Public safety	-	-	-	48	-
Highways and streets	-	-	-	-	-
Health and welfare	-	5,865	-	-	-
Culture and recreation	-	-	-	-	-
Interfund loans	-	-	-	-	-
Capital outlay:					
General government	264	-	-	-	-
Public safety	-	-	-	-	-
Highways and streets	-	-	-	-	-
Health and welfare	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Total disbursements	<u>987</u>	<u>5,865</u>	<u>-</u>	<u>48</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>-</u>	<u>8,110</u>	<u>(48)</u>	<u>-</u>
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Other receipts	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>-</u>	<u>-</u>	<u>8,110</u>	<u>(48)</u>	<u>-</u>
Cash and investment fund balance - beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>485</u>	<u>4</u>
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,110</u>	<u>\$ 437</u>	<u>\$ 4</u>
<u>Cash and Investment Assets - Ending</u>					
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:					
Cash and investments	-	-	8,110	437	4
Total cash and investment assets - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,110</u>	<u>\$ 437</u>	<u>\$ 4</u>
<u>Cash and Investment Fund Balance - Ending</u>					
Restricted for:					
General government	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	8,110	437	4
Highways and streets	-	-	-	-	-
Health and welfare	-	-	-	-	-
Economic development	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Capital outlay	-	-	-	-	-
Unrestricted	-	-	-	-	-
Total cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,110</u>	<u>\$ 437</u>	<u>\$ 4</u>

HARRISON 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, 2007
 (Continued)

	Family Violence and Victim Assistance	Cumulative Capital Development	Cumulative Bridge	Cumulative Courthouse	Totals
Receipts:					
Taxes	\$ -	\$ 296,069	\$ 629,369	\$ 239,337	\$ 4,521,711
Licenses and permits	-	-	-	-	22,306
Intergovernmental	-	43,552	92,580	35,205	4,714,469
Charges for services	-	-	-	-	1,027,516
Fines and forfeits	-	-	-	-	506,095
Interfund loans	-	-	-	-	650,000
Other	-	-	159	1,603	122,091
Total receipts	-	339,621	722,108	276,145	11,564,188
Disbursements:					
General government	-	27,517	-	484	766,112
Public safety	-	-	-	-	924,151
Highways and streets	-	-	614,750	-	3,395,132
Health and welfare	-	-	-	-	3,298,822
Culture and recreation	-	-	-	-	700,858
Interfund loans	-	-	-	-	650,000
Capital outlay:					
General government	-	-	-	-	3,454
Public safety	-	-	-	-	68,789
Highways and streets	-	-	-	-	7,835
Health and welfare	-	-	-	-	488
Culture and recreation	-	-	-	-	9,970
Total disbursements	-	27,517	614,750	484	9,825,611
Excess (deficiency) of receipts over disbursements	-	312,104	107,358	275,661	1,738,577
Other financing sources (uses):					
Transfers in	-	-	-	-	92,187
Other receipts	-	-	10,000	-	123,292
Total other financing sources (uses)	-	-	10,000	-	215,479
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	312,104	117,358	275,661	1,954,056
Cash and investment fund balance - beginning	251	1,471,247	1,399,534	823,057	11,113,152
Cash and investment fund balance - ending	<u>\$ 251</u>	<u>\$ 1,783,351</u>	<u>\$ 1,516,892</u>	<u>\$ 1,098,718</u>	<u>\$ 13,067,208</u>
Cash and Investment Assets - Ending					
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ (53,423)
Restricted assets:					
Cash and investments	251	1,783,351	1,516,892	1,098,718	13,120,631
Total cash and investment assets - ending	<u>\$ 251</u>	<u>\$ 1,783,351</u>	<u>\$ 1,516,892</u>	<u>\$ 1,098,718</u>	<u>\$ 13,067,208</u>
Cash and Investment Fund Balance - Ending					
Restricted for:					
General government	\$ -	\$ -	\$ -	\$ -	\$ 1,395,027
Public safety	251	-	-	-	1,755,826
Highways and streets	-	-	-	-	3,740,146
Health and welfare	-	-	-	-	1,468,650
Economic development	-	-	-	-	110
Culture and recreation	-	-	-	-	361,911
Capital outlay	-	1,783,351	1,516,892	1,098,718	4,398,961
Unrestricted	-	-	-	-	(53,423)
Total cash and investment fund balance - ending	<u>\$ 251</u>	<u>\$ 1,783,351</u>	<u>\$ 1,516,892</u>	<u>\$ 1,098,718</u>	<u>\$ 13,067,208</u>

HARRISON COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2007

	City and Town Court Costs	Congressional School Interest	Weed Cutting	Tax Sale Surplus	Tax Sale Redemption	Surplus Tax	State Fair Board
Additions:							
Agency fund additions	\$ 9,887	\$ 1,263	\$ 542	\$ 469,834	\$ 54,648	\$ 82,505	\$ 16,047
Deductions:							
Agency fund deductions	-	-	542	313,708	52,250	10,154	16,047
Excess (deficiency) of total additions over total deductions	9,887	1,263	-	156,126	2,398	72,351	-
Cash and investment fund balance - beginning	42,346	20,114	-	288,155	102	15,349	-
Cash and investment fund balance - ending	<u>\$ 52,233</u>	<u>\$ 21,377</u>	<u>\$ -</u>	<u>\$ 444,281</u>	<u>\$ 2,500</u>	<u>\$ 87,700</u>	<u>\$ -</u>

HARRISON COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2007
 (Continued)

	State Fines and Forfeitures	State Sales Disclosure Fee	State Forestry Tax	Sewage Collections	Overweight Vehicle Fines	Infraction Judgments
Additions:						
Agency fund additions	\$ 32,637	\$ 6,845	\$ 32,093	\$ 3,531	\$ 2,250	\$ 50,836
Deductions:						
Agency fund deductions	<u>17,829</u>	<u>7,130</u>	<u>32,093</u>	<u>3,531</u>	<u>3,506</u>	<u>48,856</u>
Excess (deficiency) of total additions over total deductions	14,808	(285)	-	-	(1,256)	1,980
Cash and investment fund balance - beginning	<u>8,362</u>	<u>605</u>	<u>-</u>	<u>-</u>	<u>1,410</u>	<u>6,904</u>
Cash and investment fund balance - ending	<u>\$ 23,170</u>	<u>\$ 320</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 154</u>	<u>\$ 8,884</u>

HARRISON COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2007
 (Continued)

	Inheritance Tax	Treasurer	Sheriff's Inmate Trust	Special Death Benefit	Park and Recreation	Education Plate Fees
Additions:						
Agency fund additions	\$ 558,540	\$ 37,003,930	\$ 211,131	\$ 4,988	\$ 227,808	\$ 4,575
Deductions:						
Agency fund deductions	806,223	36,819,337	205,107	4,724	225,321	4,125
Excess (deficiency) of total additions over total deductions	(247,683)	184,593	6,024	264	2,487	450
Cash and investment fund balance - beginning	499,392	324,607	39,299	465	247	-
Cash and investment fund balance - ending	<u>\$ 251,709</u>	<u>\$ 509,200</u>	<u>\$ 45,323</u>	<u>\$ 729</u>	<u>\$ 2,734</u>	<u>\$ 450</u>

HARRISON COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2007
 (Continued)

	<u>CAGIT</u>	<u>CEDIT</u>	<u>Tax Sale</u>	<u>Innkeepers Tax</u>	<u>Financial Institution Tax</u>	<u>Mortgage Fees State Share</u>
Additions:						
Agency fund additions	\$ 4,797,843	\$ 1,601,368	\$ -	\$ 890,091	\$ 185,058	\$ 6,981
Deductions:						
Agency fund deductions	<u>4,797,843</u>	<u>1,601,368</u>	<u>-</u>	<u>975,000</u>	<u>185,058</u>	<u>6,593</u>
Excess (deficiency) of total additions over total deductions	-	-	-	(84,909)	-	388
Cash and investment fund balance - beginning	<u>-</u>	<u>-</u>	<u>1,750</u>	<u>93,713</u>	<u>-</u>	<u>1,155</u>
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,750</u>	<u>\$ 8,804</u>	<u>\$ -</u>	<u>\$ 1,543</u>

HARRISON COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2007
 (Continued)

	Child Restraint Violation Fines	Interstate Compact	CVET	Welfare Trust	Homestead Credit Rebate	Police Retirement Late Surrender Fees
Additions:						
Agency fund additions	\$ 360	\$ 750	\$ 246,504	\$ 6,110	\$ 1,200,296	\$ 20,200
Deductions:						
Agency fund deductions	360	713	246,504	2,404	-	37,884
Excess (deficiency) of total additions over total deductions	-	37	-	3,706	1,200,296	(17,684)
Cash and investment fund balance - beginning	23	75	-	15,246	-	35,064
Cash and investment fund balance - ending	<u>\$ 23</u>	<u>\$ 112</u>	<u>\$ -</u>	<u>\$ 18,952</u>	<u>\$ 1,200,296</u>	<u>\$ 17,380</u>

HARRISON COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2007
 (Continued)

	<u>Settlement Funds</u>	<u>County Payroll</u>	<u>Clerk of the Circuit Court</u>	<u>County Health</u>	<u>County Sheriff</u>	<u>County Prosecutor</u>
Additions:						
Agency fund additions	\$ 37,087,989	\$ 5,137,331	\$ 4,107,644	\$ 48,438	\$ 1,065,135	\$ 185,203
Deductions:						
Agency fund deductions	<u>37,087,989</u>	<u>5,121,423</u>	<u>4,118,028</u>	<u>52,351</u>	<u>1,074,168</u>	<u>184,713</u>
Excess (deficiency) of total additions over total deductions	-	15,908	(10,384)	(3,913)	(9,033)	490
Cash and investment fund balance - beginning	<u>-</u>	<u>155,113</u>	<u>933,743</u>	<u>12,139</u>	<u>13,566</u>	<u>643</u>
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 171,021</u>	<u>\$ 923,359</u>	<u>\$ 8,226</u>	<u>\$ 4,533</u>	<u>\$ 1,133</u>

HARRISON COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2007
 (Continued)

	Plan Commission	County Recorder	Animal Control	Coroner's Training Continuing Education	Superior Court Probation	Totals
Additions:						
Agency fund additions	\$ 64,562	\$ 193,491	\$ 20,292	\$ 2,187	\$ 142,435	\$ 95,784,158
Deductions:						
Agency fund deductions	<u>64,562</u>	<u>193,489</u>	<u>24,492</u>	<u>2,112</u>	<u>135,546</u>	<u>94,483,083</u>
Excess (deficiency) of total additions over total deductions	-	2	(4,200)	75	6,889	1,301,075
Cash and investment fund balance - beginning	<u>-</u>	<u>50</u>	<u>4,206</u>	<u>189</u>	<u>-</u>	<u>2,514,032</u>
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 52</u>	<u>\$ 6</u>	<u>\$ 264</u>	<u>\$ 6,889</u>	<u>\$ 3,815,107</u>

HARRISON 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.

	Ending Balance
Governmental activities:	
Capital assets, not being depreciated:	
Land	\$ 754,797
Infrastructure	101,270,318
Buildings	18,684,648
Improvements other than buildings	2,220,052
Machinery and equipment	8,842,151
Total governmental activities, capital assets not being depreciated	\$ 131,771,966

HARRISON 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:		
Harrison County Justice Center	\$ 3,855,000	\$ 1,168,836
Highway equipment	673,380	290,798
Loans payable		
Police cars	<u>56,565</u>	<u>59,089</u>
Total governmental activities debt	<u>\$ 4,584,945</u>	<u>\$ 1,518,723</u>

HARRISON COUNTY
OTHER REPORTS

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

County Auditor
County Sheriff
County Animal Shelter

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 HARRISON COUNTY, INDIANA

Compliance

We have audited the compliance of Harrison 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, 2007. 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 of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the County's compliance with those requirements.

In our opinion, the County complied in all material respects with the requirements referred to above that are applicable to its major federal program for the year ended December 31, 2007.

Internal Control Over Compliance

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

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

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

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

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

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

STATE BOARD OF ACCOUNTS

August 28, 2008

HARRISON COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended December 31, 2007

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>			
Pass-Through Indiana Housing Community Development Authority Community Development Block Grants/State's Program	14.228	PN-005-011	\$ 10,000
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Pass-Through Indiana Criminal Justice Institute Juvenile Accountability Block Grants	16.523	05-JB-008	17,613
Edward Byrne Memorial Formula Grant Program	16.579	04-DB-060	12,245
Edward Byrne Memorial Justice Assistance Grant Program	16.738	06-DJ-036	11,525
Total for federal grantor agency			41,383
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Pass-Through Indiana Department of Transportation Highway Planning and Construction Cluster Highway Planning and Construction	20.205		3,136
Pass-Through Indiana Criminal Justice Institute Highway Safety Cluster Alcohol Traffic Safety and Drunk Driving Prevention Incentive Grants	20.601	PT-07-04-01-54 PT-08-04-01-46	2,605 1,668
Total for cluster			4,273
Pass-Through Indiana Department of Transportation Formula Grants for Other Than Urbanized Areas	20.509	18020300	318,753
Total for federal grantor agency			326,162
<u>U.S. ENVIRONMENTAL PROTECTION AGENCY</u>			
Pass-Through Indiana Department of Environmental Management Water Quality Management Planning	66.454	ARN A305-6-106	26,981
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana State Department of Health Centers for Disease Control and Prevention - Investigations and Technical Assistance 08-31-03 to 08-31-04 08-31-06 to 08-30-07 08-31-07 to 10-31-07	93.283	BPRS 130-3 BPRS 130-4 BPRS 130-4	4,729 34,208 8,604
Total for program			47,541
Pass-Through Indiana Department of Child Services Child Support Enforcement	93.563		183,311
Pass-Through Indiana State Department of Health Maternal and Child Health Services Block Grant to the States 10-01-06 to 09-30-07 10-01-07 to 09-30-08	93.994	130-2 130-2	18,077 2,855
Pass-Through Indiana Family Health Council Maternal and Child Health Services Block Grant to the States 10-01-06 to 09-30-07 10-01-07 to 09-30-08	93.994	130-2 130-2	36,878 11,285
Total for program			69,095
Total for federal grantor agency			299,947
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Homeland Security State and Local All Hazards Emergency Operations Planning	97.051		689
State Homeland Security Program (SHSP)	97.073	C44-P-7-104 C44-P-7-356	11,250 11,964
Total for Program			23,214
Total for federal grantor agency			23,903
Total federal awards expended			\$ 728,376

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

HARRISON COUNTY
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

I. Basis of Presentation

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

II. Subrecipients

Of the federal expenditures presented in the schedule, the County provided federal awards to subrecipients as follows for the year ended December 31, 2007:

Program Title	Federal CFDA Number	2007
Formula Grants for Other Than Urbanized Areas	20.509	\$ 318,753
Community Development Block Grants/State's Program	14.228	10,000

HARRISON COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Qualified

Internal control over financial reporting:

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

Noncompliance material to financial statements noted?	no
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Federal Awards:

Internal control over major programs:

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

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

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

CFDA Number	Name of Federal Program or Cluster
20.509	Formula Grants for Other Than Urbanized Areas

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

Auditee qualified as low-risk auditee?	yes
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Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

HARRISON COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

HARRISON COUNTY
EXIT CONFERENCE

The contents of this report were discussed on August 28, 2008, with Patricia A. Wolfe, Auditor; James Goldman, President of the Board of County Commissioners; and Carl L. Mathes, President of the County Council.