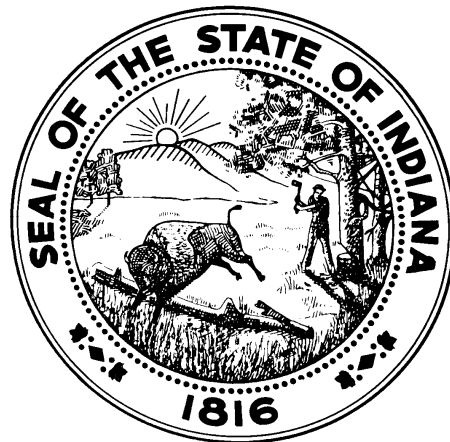


STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769

ANNUAL FINANCIAL REPORT

2007

KOSCIUSKO COUNTY, INDIANA



FILED

09/26/2008

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Sue Ann Mitchell Marsha McSherry	01-01-04 to 12-31-07 01-01-08 to 12-31-11
Treasurer	Kent Adams	01-01-05 to 12-31-08
Clerk	Sharon Christner	01-01-05 to 12-31-08
Sheriff	William Goshert	01-01-07 to 12-31-10
Recorder	Deborah Wulliman	01-01-07 to 12-31-10
President of the Board of County Commissioners	Ron Truex Brad Jackson	01-01-07 to 12-31-07 01-01-08 to 12-31-08
President of the County Council	Harold Jones	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 KOSCIUSKO COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Kosciusko 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 component unit 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 unit of the County referred to in the preceding paragraph results in incomplete presentation, the financial statements referred to above present fairly, in all material respects, the respective cash and investment balances of the governmental activities, each major fund, and the aggregate remaining fund information of the County as of December 31, 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 27, 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 and grants. Our report on compliance and on internal control over financial reporting should be read along with this report.

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

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

The Schedule of Funding Progress, listed in the Table of Contents, is not a required part of the basic financial statements but is 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 27, 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 KOSCIUSKO COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Kosciusko 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 27, 2008. The opinions to the financial statements were qualified due to the omission of a component unit, which results in incomplete presentation. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

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

STATE BOARD OF ACCOUNTS

August 27, 2008

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

<u>Functions/Programs</u>	<u>Disbursements</u>	<u>Program Receipts</u>			<u>Net (Disbursement) Receipt and Changes in Net Assets</u>
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Governmental Activities
Primary government:					
Governmental activities:					
General government	\$ 15,192,482	\$ 2,150,109	\$ 1,014,126	\$ 88,722	\$ (11,939,525)
Public safety	6,774,337	2,664,870	275,451	7,133	(3,826,883)
Highways and streets	4,578,740	41,425	5,095,665	36,316	594,666
Sanitation	17,076	-	-	-	(17,076)
Health and welfare	2,953,567	83,818	499,701	-	(2,370,048)
Economic development	85,000	-	29,500	-	(55,500)
Principal and interest on indebtedness	2,256,025	-	-	-	(2,256,025)
Total primary government	<u>\$ 31,857,227</u>	<u>\$ 4,940,222</u>	<u>\$ 6,914,443</u>	<u>\$ 132,171</u>	<u>(19,870,391)</u>
General receipts:					
Property taxes					13,789,053
Income taxes					3,756,800
Other local sources					1,916,297
Grants and contributions not restricted to specific programs					1,527,067
Investment earnings					1,993,716
Total general receipts					<u>22,982,933</u>
Change in net assets					3,112,542
Net assets - beginning					<u>31,406,582</u>
Net assets - ending					<u>\$ 34,519,124</u>
 <u>Assets</u>					
Cash and investments					\$ 19,097,594
Restricted assets:					
Cash and investments					<u>15,421,530</u>
Total assets					<u>\$ 34,519,124</u>
 <u>Net Assets</u>					
Restricted for:					
Public safety					\$ 447,639
Highways and streets					943,771
Health and welfare					990,219
Capital outlay					12,430,056
Other purposes					609,845
Unrestricted					<u>19,097,594</u>
Total net assets					<u>\$ 34,519,124</u>

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

KOSCIUSKO 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	Motor Vehicle Highway	CEDIT Capital Projects	Other Governmental Funds	Totals
Receipts:					
Taxes	\$ 11,118,269	\$ -	\$ 3,046,442	\$ 3,381,142	\$ 17,545,853
Special assessments	-	-	-	976,521	976,521
Licenses and permits	1,153	25,668	-	98,008	124,829
Intergovernmental	1,543,867	4,359,340	-	2,670,474	8,573,681
Charges for services	1,365,551	15,757	-	1,742,584	3,123,892
Fines and forfeits	438,739	-	-	276,241	714,980
Interfund loans	-	-	-	196,988	196,988
Other	2,009,597	191,737	228,563	449,909	2,879,806
Total receipts	16,477,176	4,592,502	3,275,005	9,791,867	34,136,550
Disbursements:					
General government	11,253,143	-	-	3,074,220	14,327,363
Public safety	4,428,057	-	-	2,011,429	6,439,486
Highways and streets	-	3,495,830	-	1,040,506	4,536,336
Sanitation	11,898	-	-	4,858	16,756
Health and welfare	348,099	-	-	2,596,097	2,944,196
Economic development	-	-	-	85,000	85,000
Interfund loans	-	-	-	196,988	196,988
Debt service:					
Principal	-	-	1,365,000	350,000	1,715,000
Interest	-	-	532,100	8,925	541,025
Capital outlay:					
General government	65,960	-	-	494,450	560,410
Public safety	43,319	-	-	171,163	214,482
Highways and streets	-	7,398	-	-	7,398
Health and welfare	-	-	-	35,006	35,006
Total disbursements	16,150,476	3,503,228	1,897,100	10,068,642	31,619,446
Excess (deficiency) of receipts over disbursements	<u>326,700</u>	<u>1,089,274</u>	<u>1,377,905</u>	<u>(276,775)</u>	<u>2,517,104</u>
Other financing sources (uses):					
Other receipts	<u>423,776</u>	<u>12,475</u>	<u>-</u>	<u>593,956</u>	<u>1,030,207</u>
Excess of receipts and other financing sources over disbursements and other financing uses	750,476	1,101,749	1,377,905	317,181	3,547,311
Cash and investment fund balance - beginning	<u>7,839,012</u>	<u>2,859,900</u>	<u>6,419,539</u>	<u>13,243,517</u>	<u>30,361,968</u>
Cash and investment fund balance - ending	<u>\$ 8,589,488</u>	<u>\$ 3,961,649</u>	<u>\$ 7,797,444</u>	<u>\$ 13,560,698</u>	<u>33,909,279</u>
Amounts reported for governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis are different because:					
Internal services funds are used by management to charge the costs of certain services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis.					
					<u>609,845</u>
Net assets of governmental activities					<u>\$ 34,519,124</u>
Cash and Investment Assets - Ending					
Cash and investments	\$ 8,589,488	\$ 3,961,649	\$ -	\$ 6,546,457	\$ 19,097,594
Restricted assets:					
Cash and investments	-	-	7,797,444	7,014,241	14,811,685
Total cash and investment assets - ending	<u>\$ 8,589,488</u>	<u>\$ 3,961,649</u>	<u>\$ 7,797,444</u>	<u>\$ 13,560,698</u>	<u>\$ 33,909,279</u>
Cash and Investment Fund Balance - Ending					
Restricted for:					
Public safety	\$ -	\$ -	\$ -	\$ 447,639	\$ 447,639
Highways and streets	-	-	-	943,771	943,771
Health and welfare	-	-	-	990,219	990,219
Capital outlay	-	-	7,797,444	4,632,612	12,430,056
Unrestricted	8,589,488	3,961,649	-	6,546,457	19,097,594
Total cash and investment fund balance - ending	<u>\$ 8,589,488</u>	<u>\$ 3,961,649</u>	<u>\$ 7,797,444</u>	<u>\$ 13,560,698</u>	<u>\$ 33,909,279</u>

KOSCIUSKO COUNTY
STATEMENT OF ASSETS AND FUND BALANCES AND
RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
PROPRIETARY FUND
As of and for the Year Ended December 31, 2007

	Internal Service Fund
Operating receipts:	
Charges for services	\$ 1,835,113
Miscellaneous	284,673
Total operating receipts	2,119,786
Operating disbursements:	
Insurance claims and expense	2,554,555
Deficiency of operating receipts over operating disbursements	(434,769)
Cash and investment fund balance - beginning	1,044,614
Cash and investment fund balance - ending	\$ 609,845
<u>Cash and Investment Assets - December 31</u>	
Cash and investments	\$ 609,845
<u>Cash and Investment Fund Balance - December 31</u>	
Restricted for:	
Other purposes	\$ 609,845

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

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

	<u>Pension Trust Fund</u>	<u>Private-Purpose Trust Fund</u>	
	Sheriff's Pension	Congressional Principal	Agency Funds
Additions:			
Contributions:			
Employer	\$ 394,415	\$ -	\$ -
Plan members	53,067	-	-
Other	543	-	-
Total contributions	<u>448,025</u>	<u>-</u>	<u>-</u>
Investment earnings:			
Interest and dividends	396,734	-	-
Less investment disbursements	<u>(46,166)</u>	<u>-</u>	<u>-</u>
Net investment earnings	<u>350,568</u>	<u>-</u>	<u>-</u>
Agency fund additions	<u>-</u>	<u>-</u>	<u>243,674,566</u>
Total additions	<u>798,593</u>	<u>-</u>	<u>243,674,566</u>
Deductions:			
Benefits	228,594	-	-
Administrative and general	4,561	-	-
Agency fund deductions	<u>-</u>	<u>-</u>	<u>240,633,961</u>
Total deductions	<u>233,155</u>	<u>-</u>	<u>240,633,961</u>
Excess of total additions over total deductions	565,438	-	3,040,605
Cash and investment fund balance - beginning	<u>4,605,764</u>	<u>28,129</u>	<u>4,781,890</u>
Cash and investment fund balance - ending	<u>\$ 5,171,202</u>	<u>\$ 28,129</u>	<u>\$ 7,822,495</u>

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

KOSCIUSKO 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:	Kosciusko County
Blended Component Unit:	Kosciusko County Convention and Visitors' Commission
Discretely Presented Component Unit:	Kosciusko County Solid Waste Management District

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

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

Blended Component Unit

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

Component Unit	Description/Inclusion Criteria	Fund Included In
Kosciusko County Convention and Visitors' Commission	The primary government appoints a voting majority of the Commission's board and a financial benefit/burden relationship exists between the County and the Commission. Although it is legally separate from the County, the Commission is reported as if it were a part of the County because it provides services entirely or almost entirely to the County.	Other governmental

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.

KOSCIUSKO COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

The County reports the following major governmental funds:

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

The motor vehicle highway fund accounts for all financial resources allocated for maintaining county thoroughfares.

The CEDIT capital projects fund accounts for the County's share of the county economic development income tax. Expenditures include construction and acquisition related costs for economic development projects.

Additionally, the County reports the following fund types:

The internal service fund accounts for medical benefits provided to employees, retirees, and dependents.

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

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

Agency funds account for assets held by the County as an agent for other governmental entities and individuals and serves as 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, proprietary fund, and fiduciary fund financial statements are reported using the basis of accounting that demonstrates compliance with the cash and investment basis and budget laws of the State of Indiana, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Receipts are recorded when received and disbursements are recorded when paid.

KOSCIUSKO COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

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

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

D. Assets and Cash and Investment Balances

1. Cash and Investments

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

2. Capital Assets

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

3. Long-Term Debt

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

4. Equity Classification

Government-Wide Statements

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

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

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

KOSCIUSKO COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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 and proprietary fund equity is classified as fund balance.

E. Receipts and Disbursements

1. Program Receipts

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

2. Operating Receipts and Disbursements

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

F. Internal and Interfund Balances and Activities

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

Fund Financial Statements

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

Government-Wide Financial Statements

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

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

KOSCIUSKO COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

II. Stewardship, Compliance and Accountability

Budgetary Information

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

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

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

III. Detailed Notes on All Funds

Deposits and Investments

A. 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. At December 31, 2007, the bank balance held at Lake City Bank, First Source Bank, and Morgan Stanley in the amount of \$604,348 was uncollateralized. The remaining bank balances were insured by the Federal Deposit Insurance Corporation or the Public Deposit Insurance Fund, which covers all public funds held in approved depositories.

B. Investments

Authorization for investment activity is stated in Indiana Code 5-13. The Sheriff's Merit Board has established an investment policy for the Sheriff's Retirement and Benefit Pension Plan. This investment policy outlines parameters for investment activity for the Sheriff's Pension Plans. As of December 31, 2007, the County had the following investments:

KOSCIUSKO COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Investment Type	Sheriffs Retirement and Benefit Pension Plans Market Value
U.S. treasuries and securities	\$ 92,034
U.S. agencies	375,539
Mutual funds	1,533,202
Corporate stocks	2,762,526
Corporate bonds	178,986
Total	\$ 4,942,287

Investment Policies

Indiana Code 5-13-9 authorizes the County to invest in securities backed by the full faith and credit of the United States Treasury or fully guaranteed by the United States of America and issued by the United States Treasury, a federal agency, a federal instrumentality, or a federal government sponsored enterprise. Indiana Code also authorizes the 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.

KOSCIUSKO COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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 March 3, 2005. Authorized investments exclude short sales, futures contracts, commodities, restricted stock or letter stock, nonmarketable securities except for securities subject to rule 144A, and margin transactions.

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. At December 31, 2007, the Sheriff's Retirement and Benefit Pension Plans held investments in corporate stocks, corporate bonds, mutual funds, U.S. Treasuries and Securities, in the amount of \$4,942,287. These investments are held by the investment's counterparty, not in the name of the Sheriff's Pension Plan.

Interest Rate Risk

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

The Sheriff's Merit Board for the Sheriff's Retirement and Benefit Pension Plans manages interest rate risk by authorizing investments with stated final maturities of ten years.

Sheriff's Retirement and Benefit Pension Plans:

Investment Type	Investment Maturities (in Years)		
	Less Than 1	1-2	More Than 2
U.S. treasuries and securities	\$ 36,106	\$ -	\$ 55,928
U.S. agencies	-	101,737	273,802
Mutual funds	-	-	1,533,202
Corporate bonds	12,010	37,954	129,022
Totals	<u>\$ 48,116</u>	<u>\$ 139,691</u>	<u>\$ 1,991,954</u>

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The distribution of securities with credit ratings is summarized below.

KOSCIUSKO COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Standard and Poor's Rating	Moody's Rating	Mutual Funds	Corporate Bonds	U.S. Agencies
AAA	AAA	\$ -	\$ 13,080	\$ 375,539
AAA	AA1	-	1,833	-
AA+	AA1	-	7,949	-
AA	AA1	-	3,490	-
AA-	AA3	-	15,912	-
AA-	A1	-	8,268	-
A+	AA2	-	5,016	-
A+	A3	-	4,220	-
A+	A2	-	7,744	-
A+	A1	-	4,520	-
A	A3	-	7,287	-
A	A2	-	21,102	-
A	A1	-	4,249	-
A-	A3	-	5,577	-
A-		-	5,394	-
Aae	AA2	-	3,974	-
BAA1	A-	-	2,884	-
BBB+	A3	-	2,598	-
BBB+	A2	-	1,509	-
BBB+	BAA3	-	7,767	-
BBB+	BAA1	-	3,080	-
BBB+		-	1,683	-
BBB	BAA3	-	1,942	-
BBB	Baa	-	12,076	-
BBB-		-	15,187	-
BBBe		-	3,731	-
BB+	BAA1	-	1,578	-
BB	BAA1	-	3,161	-
Unrated	Unrated	1,533,202	2,175	-
Totals		<u>\$ 1,533,202</u>	<u>\$ 178,986</u>	<u>\$ 375,539</u>

Concentration of Credit Risk

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

The Sheriff's Merit Board has adopted the following policy for the concentration of credit risk: no more than 20% of the investment account and total assets in any one industry, no more than 5% of the investment account and total assets in the equity securities of any one issuer, and no more

KOSCIUSKO COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

than 5% of the investment account and total assets shall be committed to the fixed income securities of any one issuer at the time of purchase, with the exception of securities issued or guaranteed by the full faith and credit of the United States or AAA-rated securities issued by government sponsored enterprises. More than 5% of the Sheriff's Retirement and Benefit investments are in Dodge & Cox Income Fund, Dodge & Cox International Stock Fund, Vanguard Short Term Bond Index #132, Goldman Sachs Financial Square Prime Obligations Fund #462, 1st Source Monogram Income Fund, and 1st Source Monogram Income Equity. These investments represent 9.1%, 6.1%, 9.0%, 9.6%, 5.4%, and 8.8%, respectively, of the total investments.

Foreign Currency Risk

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

IV. Other Information

A. Risk Management

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

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

Medical Benefits to Employees, Retirees, and Dependents

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

B. Holding Corporation

The County has entered into a capital lease with the Kosciusko County Justice 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 \$1,895,000.

KOSCIUSKO COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

C. Subsequent Events

On June 10, 2008, the County approved providing \$350,000 financing for a Town of Leesburg sewer project. This financing will be paid from the County's EDIT Fund. A final agreement has not been approved, which will include repaying the County through sewer connection fees and/or property taxes from a tax incremental financing district.

D. Postemployment Benefits

In addition to the pension benefits described below, the County provides postemployment medical benefits, as authorized by Indiana Code 5-10-8, to all employees who retire from the County on or after attaining age 55 with at least 20 years of service. Currently, no retirees meet these eligibility requirements. The retirees provide 100% of the estimated premium cost for these post-employment benefits. Disbursements for those postemployment benefits are recognized on a pay-as-you-go basis. Disbursements for postemployment benefits cannot be reasonably estimated.

E. Administration of Welfare Programs

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

F. Pension Plans

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

1. Public Employees' Retirement Fund

Plan Description

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

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

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

KOSCIUSKO COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Funding Policy and Annual Pension Cost

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

2. County Police Retirement Plan

Plan Description

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

Funding Policy and Annual Pension Cost

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

3. County Police Benefit Plan

Plan Description

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

Funding Policy and Annual Pension Cost

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

KOSCIUSKO COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Actuarial Information for the Above Plans

	PERF	County Police Retirement Plan	County Police Benefit Plan
Annual required contribution	\$ 434,153	\$ 314,220	\$ 39,898
Interest on net pension obligation	(19,008)	(1,988)	-
Adjustment to annual required contribution	21,661	3,070	-
Annual pension cost	436,806	315,302	39,898
Contributions made	392,530	314,220	39,898
Increase in net pension obligation	44,276	1,082	-
Net pension obligation, beginning of year	(262,180)	(28,400)	-
Net pension obligation, end of year	\$ (217,904)	\$ (27,318)	\$ -

	PERF	County Police Retirement Plan	County Police Benefit Plan
Contribution rates:			
County	5.13%	21%	2%
Plan members	3%	6%	6%
Actuarial valuation date	07-01-07	01-01-08	01-01-08
Actuarial cost method	Entry age	Frozen initial liability	Aggregate
Amortization method	Level percentage of projected payroll, closed	Level percentage of projected payroll, closed	Level percentage of projected payroll, closed
Amortization period	40 years	40 years	40 years
Amortization period (from date)	07-01-97	12-31-97	12-31-97
Asset valuation method	4 year smoothed market	75% of expected actuarial value plus 25% of actual market value	75% of expected actuarial value plus 25% of actual market value

Actuarial Assumptions

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%

KOSCIUSKO COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Three Year Trend Information

	<u>Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
PERF	06-30-05	\$ 359,916	95%	\$ (339,691)
	06-30-06	422,482	82%	(262,180)
	06-30-07	436,806	90%	(217,904)
County Police				
Retirement Plan	12-31-04	308,254	102%	(29,525)
	12-31-05	305,132	100%	(28,400)
	12-31-06	315,302	100%	(27,318)
County Police				
Benefit Plan	12-31-04	40,219	100%	-
	12-31-05	38,258	100%	-
	12-31-06	39,898	100%	-

KOSCIUSKO COUNTY
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF FUNDING PROGRESS

Public Employees' Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Excess of Assets Over (Unfunded) AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Excess (Unfunded) AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-05	\$ 5,942,860	\$ 6,868,419	\$ (925,559)	87%	\$ 7,277,017	(13%)
07-01-06	6,652,744	7,036,264	(383,520)	95%	7,043,147	(5%)
07-01-07	7,432,020	8,199,180	(767,160)	91%	7,860,701	(10%)

County Police Pension Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Excess of Assets Over (Unfunded) AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Excess (Unfunded) AAL as a Percentage of Covered Payroll ((a-b)/c)
01-01-03	\$ 3,390,983	\$ 3,489,352	\$ (98,369)	97%	\$ 1,308,153	(8%)
01-01-04	3,478,345	3,570,482	(92,137)	97%	1,445,046	(6%)
01-01-05	3,657,726	3,743,194	(85,468)	98%	1,487,054	(6%)
01-01-06	4,077,264	4,077,264	-	100%	1,536,681	0%
01-01-07	4,557,490	4,557,490	-	100%	1,659,368	0%
01-01-08	5,064,259	5,790,140	(725,881)	87%	1,692,344	(43%)

KOSCIUSKO 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	County Health	Alcohol And Drug Services	Donations
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ 459,490	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	23,031	56,609	-	-
Intergovernmental	736,325	-	-	51,963	-	-
Charges for services	-	5,826	-	-	-	-
Fines and forfeits	-	-	-	21	-	-
Interfund loans	-	-	-	-	-	-
Other	36,849	-	-	-	58,279	14,945
Total receipts	773,174	5,826	23,031	568,083	58,279	14,945
Disbursements:						
General government	-	-	-	-	-	15,414
Public safety	-	602	21,735	-	53,079	-
Highways and streets	908,247	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	544,279	-	-
Economic development	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Health and welfare	-	-	-	31,006	-	-
Total disbursements	908,247	602	21,735	575,285	53,079	15,414
Excess (deficiency) of receipts over disbursements	(135,073)	5,224	1,296	(7,202)	5,200	(469)
Other financing sources (uses):						
Other receipts	-	-	10	299	-	38
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(135,073)	5,224	1,306	(6,903)	5,200	(431)
Cash and investment fund balance - beginning	1,078,844	6,686	8,874	314,329	134,450	9,268
Cash and investment fund balance - ending	\$ 943,771	\$ 11,910	\$ 10,180	\$ 307,426	\$ 139,650	\$ 8,837
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ 11,910	\$ 10,180	\$ -	\$ 139,650	\$ 8,837
Restricted assets:						
Cash and investments	943,771	-	-	307,426	-	-
Total cash and investment assets - ending	\$ 943,771	\$ 11,910	\$ 10,180	\$ 307,426	\$ 139,650	\$ 8,837
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	943,771	-	-	-	-	-
Health and welfare	-	-	-	307,426	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	11,910	10,180	-	139,650	8,837
Total cash and investment fund balance - ending	\$ 943,771	\$ 11,910	\$ 10,180	\$ 307,426	\$ 139,650	\$ 8,837

KOSCIUSKO 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)

	Public Mass Transportation Grant	Clerk's Records Perpetuation	Electronic Map Generation	Bioterrorism Grant	Emergency Telephone System	County Drug Free Community
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	484,711	-	-	-	-	-
Charges for services	-	-	6,620	-	813,412	-
Fines and forfeits	-	20,605	-	-	-	69,004
Interfund loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	484,711	20,605	6,620	-	813,412	69,004
Disbursements:						
General government	484,711	4,794	-	50	-	-
Public safety	-	-	-	-	946,025	87,784
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	17,991	-
Health and welfare	-	-	-	-	-	-
Total disbursements	484,711	4,794	-	50	964,016	87,784
Excess (deficiency) of receipts over disbursements	-	15,811	6,620	(50)	(150,604)	(18,780)
Other financing sources (uses):						
Other receipts	-	-	-	-	10	68
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	15,811	6,620	(50)	(150,594)	(18,712)
Cash and investment fund balance - beginning	-	-	9,696	50	455,490	88,670
Cash and investment fund balance - ending	\$ -	\$ 15,811	\$ 16,316	\$ -	\$ 304,896	\$ 69,958
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ 15,811	\$ 16,316	\$ -	\$ -	\$ 69,958
Restricted assets:						
Cash and investments	-	-	-	-	304,896	-
Total cash and investment assets - ending	\$ -	\$ 15,811	\$ 16,316	\$ -	\$ 304,896	\$ 69,958
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ 304,896	\$ -
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	15,811	16,316	-	-	69,958
Total cash and investment fund balance - ending	\$ -	\$ 15,811	\$ 16,316	\$ -	\$ 304,896	\$ 69,958

KOSCIUSKO 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)

	Drainage Maintenance	Emergency Planning /Right to Know	Property Reassessment	Prosecutor Title IV-D #1	Extradition	Supplemental Juvenile Probation Service
Receipts:						
Taxes	\$ -	\$ -	\$ 327,386	\$ -	\$ -	\$ -
Special assessments	596,420	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	28,195	37,149	-	-	-
Charges for services	-	-	-	-	13,370	-
Fines and forfeits	-	-	-	-	-	4,490
Interfund loans	-	-	-	-	-	-
Other	-	-	58,072	-	-	-
Total receipts	596,420	28,195	422,607	-	13,370	4,490
Disbursements:						
General government	672,114	-	136,560	-	-	-
Public safety	-	3,804	-	-	40,046	4,529
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	92,005	-	-
Economic development	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	71,289	-	-	-
Public safety	-	734	-	-	-	-
Health and welfare	-	-	-	-	-	-
Total disbursements	672,114	4,538	207,849	92,005	40,046	4,529
Excess (deficiency) of receipts over disbursements	(75,694)	23,657	214,758	(92,005)	(26,676)	(39)
Other financing sources (uses):						
Other receipts	25	-	297	33,198	120	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(75,669)	23,657	215,055	(58,807)	(26,556)	(39)
Cash and investment fund balance - beginning	969,738	22,078	2,484,700	148,299	57,107	53,867
Cash and investment fund balance - ending	<u>\$ 894,069</u>	<u>\$ 45,735</u>	<u>\$ 2,699,755</u>	<u>\$ 89,492</u>	<u>\$ 30,551</u>	<u>\$ 53,828</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 894,069	\$ 45,735	\$ 2,699,755	\$ 89,492	\$ 30,551	\$ 53,828
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 894,069</u>	<u>\$ 45,735</u>	<u>\$ 2,699,755</u>	<u>\$ 89,492</u>	<u>\$ 30,551</u>	<u>\$ 53,828</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	894,069	45,735	2,699,755	89,492	30,551	53,828
Total cash and investment fund balance - ending	<u>\$ 894,069</u>	<u>\$ 45,735</u>	<u>\$ 2,699,755</u>	<u>\$ 89,492</u>	<u>\$ 30,551</u>	<u>\$ 53,828</u>

KOSCIUSKO 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 Adult Probation Service	Recorder's Records Perpetuation	County User Fee	Cannabis /Marijuana Eradication	County Family and Children	Pretrial Diversion
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 252,719	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	182,697	-
Charges for services	450	83,790	-	-	27,188	41,960
Fines and forfeits	85,242	-	16,782	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	-	-	-	17,312	-
Total receipts	85,692	83,790	16,782	-	479,916	41,960
Disbursements:						
General government	-	175,015	17,340	-	-	-
Public safety	179,718	-	-	705	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	1,416,736	-
Economic development	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Total disbursements	179,718	175,015	17,340	705	1,416,736	-
Excess (deficiency) of receipts over disbursements	(94,026)	(91,225)	(558)	(705)	(936,820)	41,960
Other financing sources (uses):						
Other receipts	34,088	-	-	-	521,981	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(59,938)	(91,225)	(558)	(705)	(414,839)	41,960
Cash and investment fund balance - beginning	414,516	188,555	35,964	705	1,097,632	80,373
Cash and investment fund balance - ending	<u>\$ 354,578</u>	<u>\$ 97,330</u>	<u>\$ 35,406</u>	<u>\$ -</u>	<u>\$ 682,793</u>	<u>\$ 122,333</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 354,578	\$ 97,330	\$ 35,406	\$ -	\$ -	\$ 122,333
Restricted assets:						
Cash and investments	-	-	-	-	682,793	-
Total cash and investment assets - ending	<u>\$ 354,578</u>	<u>\$ 97,330</u>	<u>\$ 35,406</u>	<u>\$ -</u>	<u>\$ 682,793</u>	<u>\$ 122,333</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	682,793	-
Capital outlay	-	-	-	-	-	-
Unrestricted	354,578	97,330	35,406	-	-	122,333
Total cash and investment fund balance - ending	<u>\$ 354,578</u>	<u>\$ 97,330</u>	<u>\$ 35,406</u>	<u>\$ -</u>	<u>\$ 682,793</u>	<u>\$ 122,333</u>

KOSCIUSKO 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)

	Solid Waste Planning	Court Appointed Special Advocate	Plat Book	Misdemeanant	Clerk Title IV-D #1	Surveyor's Corner Perpetuation
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	4,858	6,103	-	49,610	-	-
Charges for services	-	-	-	-	-	20,469
Fines and forfeits	-	-	21,155	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	4,858	6,103	21,155	49,610	-	20,469
Disbursements:						
General government	-	6,103	-	-	-	9,786
Public safety	-	-	-	3,466	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	4,858	-	-	-	-	-
Health and welfare	-	-	-	-	7,449	-
Economic development	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Total disbursements	4,858	6,103	-	3,466	7,449	9,786
Excess (deficiency) of receipts over disbursements	-	-	21,155	46,144	(7,449)	10,683
Other financing sources (uses):						
Other receipts	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	21,155	46,144	(7,449)	10,683
Cash and investment fund balance - beginning	-	-	41,174	9,325	123,472	74,465
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 62,329</u>	<u>\$ 55,469</u>	<u>\$ 116,023</u>	<u>\$ 85,148</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ 62,329	\$ 55,469	\$ 116,023	\$ 85,148
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 62,329</u>	<u>\$ 55,469</u>	<u>\$ 116,023</u>	<u>\$ 85,148</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	62,329	55,469	116,023	85,148
Total cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 62,329</u>	<u>\$ 55,469</u>	<u>\$ 116,023</u>	<u>\$ 85,148</u>

KOSCIUSKO 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)

	County Law Enforcement Continuing Education	Jury Pay	Prenatal Care Grant	Victim's Assistance Stop Grant	VOCA 06 Grant	Gift
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	30,000	-	15,678	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	2,212	12,050	-	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	2,212	12,050	30,000	-	15,678	-
Disbursements:						
General government	-	42,932	16,095	-	12,185	503
Public safety	2,361	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Total disbursements	2,361	42,932	16,095	-	12,185	503
Excess (deficiency) of receipts over disbursements	(149)	(30,882)	13,905	-	3,493	(503)
Other financing sources (uses):						
Other receipts	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(149)	(30,882)	13,905	-	3,493	(503)
Cash and investment fund balance - beginning	2,489	42,932	22,999	138	(3,493)	506
Cash and investment fund balance - ending	<u>\$ 2,340</u>	<u>\$ 12,050</u>	<u>\$ 36,904</u>	<u>\$ 138</u>	<u>\$ -</u>	<u>\$ 3</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 2,340	\$ 12,050	\$ 36,904	\$ 138	\$ -	\$ 3
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 2,340</u>	<u>\$ 12,050</u>	<u>\$ 36,904</u>	<u>\$ 138</u>	<u>\$ -</u>	<u>\$ 3</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	2,340	12,050	36,904	138	-	3
Total cash and investment fund balance - ending	<u>\$ 2,340</u>	<u>\$ 12,050</u>	<u>\$ 36,904</u>	<u>\$ 138</u>	<u>\$ -</u>	<u>\$ 3</u>

KOSCIUSKO 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)

	County Transition Grant	Operation Pullover Grant	DNR Grant	Rainy Day	Sales Disclosure	Antidrug Grant
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ 273,675	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	26,965	33,017	-	-	-
Charges for services	-	-	-	-	11,688	-
Fines and forfeits	-	-	-	-	11,678	-
Interfund loans	-	-	-	98,494	-	-
Other	-	-	-	122,955	-	-
Total receipts	-	26,965	33,017	495,124	23,366	-
Disbursements:						
General government	-	31,043	44,667	-	11,933	9,238
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Interfund loans	-	-	-	98,494	-	-
Debt service:						
Principal	-	-	-	350,000	-	-
Interest	-	-	-	8,925	-	-
Capital outlay:						
General government	-	-	-	-	5,218	-
Public safety	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Total disbursements	-	31,043	44,667	457,419	17,151	9,238
Excess (deficiency) of receipts over disbursements	-	(4,078)	(11,650)	37,705	6,215	(9,238)
Other financing sources (uses):						
Other receipts	1,550	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,550	(4,078)	(11,650)	37,705	6,215	(9,238)
Cash and investment fund balance - beginning	-	4,078	(5,039)	305,756	46,239	27,581
Cash and investment fund balance - ending	<u>\$ 1,550</u>	<u>\$ -</u>	<u>\$ (16,689)</u>	<u>\$ 343,461</u>	<u>\$ 52,454</u>	<u>\$ 18,343</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 1,550	\$ -	\$ (16,689)	\$ 343,461	\$ 52,454	\$ 18,343
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 1,550</u>	<u>\$ -</u>	<u>\$ (16,689)</u>	<u>\$ 343,461</u>	<u>\$ 52,454</u>	<u>\$ 18,343</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	<u>1,550</u>	<u>-</u>	<u>(16,689)</u>	<u>343,461</u>	<u>52,454</u>	<u>18,343</u>
Total cash and investment fund balance - ending	<u>\$ 1,550</u>	<u>\$ -</u>	<u>\$ (16,689)</u>	<u>\$ 343,461</u>	<u>\$ 52,454</u>	<u>\$ 18,343</u>

KOSCIUSKO 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)

	Center of Hope Grant	Well Child Grant	Tobacco Settlement	Soil And Water Grant	Convention And Visitors Commission	Local Health Maintenance Grant
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 436,683	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	35,002	35,185	35,618	-	112,629
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	428	-	-	8,884	-
Total receipts	-	35,430	35,185	35,618	445,567	112,629
Disbursements:						
General government	-	31,008	-	36,002	421,842	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	90,791
Economic development	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	4,000
Total disbursements	-	31,008	-	36,002	421,842	94,791
Excess (deficiency) of receipts over disbursements	-	4,422	35,185	(384)	23,725	17,838
Other financing sources (uses):						
Other receipts	-	125	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	4,547	35,185	(384)	23,725	17,838
Cash and investment fund balance - beginning	39	50,453	65,402	384	323,229	119,821
Cash and investment fund balance - ending	<u>\$ 39</u>	<u>\$ 55,000</u>	<u>\$ 100,587</u>	<u>\$ -</u>	<u>\$ 346,954</u>	<u>\$ 137,659</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 39	\$ 55,000	\$ 100,587	\$ -	\$ 346,954	\$ 137,659
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 39</u>	<u>\$ 55,000</u>	<u>\$ 100,587</u>	<u>\$ -</u>	<u>\$ 346,954</u>	<u>\$ 137,659</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	39	55,000	100,587	-	346,954	137,659
Total cash and investment fund balance - ending	<u>\$ 39</u>	<u>\$ 55,000</u>	<u>\$ 100,587</u>	<u>\$ -</u>	<u>\$ 346,954</u>	<u>\$ 137,659</u>

KOSCIUSKO 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	Law Enforcement Forfeitures	Cops in Schools Grant	DUI Reimbursement Grant	Marijuana Grow Meth Grant	Meth Grant
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	3,910	-	7,762	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Other	325	-	-	-	-	-
Total receipts	325	3,910	-	7,762	-	-
Disbursements:						
General government	-	-	14,863	6,344	120	86
Public safety	-	26,931	-	-	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	2,438	-	-	-	-
Health and welfare	-	-	-	-	-	-
Total disbursements	-	29,369	14,863	6,344	120	86
Excess (deficiency) of receipts over disbursements	325	(25,459)	(14,863)	1,418	(120)	(86)
Other financing sources (uses):						
Other receipts	-	10	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	325	(25,449)	(14,863)	1,418	(120)	(86)
Cash and investment fund balance - beginning	4,425	110,132	14,863	-	120	86
Cash and investment fund balance - ending	<u>\$ 4,750</u>	<u>\$ 84,683</u>	<u>\$ -</u>	<u>\$ 1,418</u>	<u>\$ -</u>	<u>\$ -</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 4,750	\$ 84,683	\$ -	\$ 1,418	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 4,750</u>	<u>\$ 84,683</u>	<u>\$ -</u>	<u>\$ 1,418</u>	<u>\$ -</u>	<u>\$ -</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	4,750	84,683	-	1,418	-	-
Total cash and investment fund balance - ending	<u>\$ 4,750</u>	<u>\$ 84,683</u>	<u>\$ -</u>	<u>\$ 1,418</u>	<u>\$ -</u>	<u>\$ -</u>

KOSCIUSKO 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)

	Victim Assistance Grant	VOCA 07 Grant	Center of Hope 07 Grant	Center of Hope Grant	CBDG Planning Grant	JAG Grant
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	5,586	-	1,103	29,500	10,000
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	-	5,586	-	1,103	29,500	10,000
Disbursements:						
General government	-	8,803	1,200	1,103	29,500	10,000
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Total disbursements	-	8,803	1,200	1,103	29,500	10,000
Excess (deficiency) of receipts over disbursements	-	(3,217)	(1,200)	-	-	-
Other financing sources (uses):						
Other receipts	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(3,217)	(1,200)	-	-	-
Cash and investment fund balance - beginning	(5,818)	-	-	-	-	-
Cash and investment fund balance - ending	<u>\$ (5,818)</u>	<u>\$ (3,217)</u>	<u>\$ (1,200)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ (5,818)	\$ (3,217)	\$ (1,200)	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ (5,818)</u>	<u>\$ (3,217)</u>	<u>\$ (1,200)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	(5,818)	(3,217)	(1,200)	-	-	-
Total cash and investment fund balance - ending	<u>\$ (5,818)</u>	<u>\$ (3,217)</u>	<u>\$ (1,200)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

KOSCIUSKO 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)

	Health Bioterrorism Grant	Aggressive Driving Enforcement Grant	PDAGPA Units Grant	K-Code Strategic Planning Grant	K-21 Mobile Data Grant	Laptop Grant
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	646	-	-	359,365	17,902
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	-	646	-	-	359,365	17,902
Disbursements:						
General government	-	646	-	66	359,365	17,902
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Total disbursements	-	646	-	66	359,365	17,902
Excess (deficiency) of receipts over disbursements	-	-	-	(66)	-	-
Other financing sources (uses):						
Other receipts	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	-	(66)	-	-
Cash and investment fund balance - beginning	342	-	1,700	66	-	-
Cash and investment fund balance - ending	\$ 342	\$ -	\$ 1,700	\$ -	\$ -	\$ -
Cash and Investment Assets - Ending						
Cash and investments	\$ 342	\$ -	\$ 1,700	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 342	\$ -	\$ 1,700	\$ -	\$ -	\$ -
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	342	-	1,700	-	-	-
Total cash and investment fund balance - ending	\$ 342	\$ -	\$ 1,700	\$ -	\$ -	\$ -

KOSCIUSKO 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)

	KCA DP United Way Grant	Sheriff Sale Administration	Identification Security Protection	Children's Psych Res Treatment Service	Antidrug 01 Grant	Antidrug 03 Grant
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ 465,233	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	17,500	-	-	52,225	3,503	4,535
Charges for services	-	51,654	-	-	-	-
Fines and forfeits	-	-	33,002	-	-	-
Interfund loans	-	-	-	98,494	-	-
Other	-	-	-	-	-	-
Total receipts	17,500	51,654	33,002	615,952	3,503	4,535
Disbursements:						
General government	3,398	-	-	-	-	-
Public safety	-	28,363	17,360	-	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	444,837	-	-
Economic development	-	-	-	-	-	-
Interfund loans	-	-	-	98,494	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Total disbursements	3,398	28,363	17,360	543,331	-	-
Excess (deficiency) of receipts over disbursements	14,102	23,291	15,642	72,621	3,503	4,535
Other financing sources (uses):						
Other receipts	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	14,102	23,291	15,642	72,621	3,503	4,535
Cash and investment fund balance - beginning	-	39,197	34,468	125,128	(3,503)	(4,535)
Cash and investment fund balance - ending	<u>\$ 14,102</u>	<u>\$ 62,488</u>	<u>\$ 50,110</u>	<u>\$ 197,749</u>	<u>\$ -</u>	<u>\$ -</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 14,102	\$ 62,488	\$ 50,110	\$ 197,749	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 14,102</u>	<u>\$ 62,488</u>	<u>\$ 50,110</u>	<u>\$ 197,749</u>	<u>\$ -</u>	<u>\$ -</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	14,102	62,488	50,110	197,749	-	-
Total cash and investment fund balance - ending	<u>\$ 14,102</u>	<u>\$ 62,488</u>	<u>\$ 50,110</u>	<u>\$ 197,749</u>	<u>\$ -</u>	<u>\$ -</u>

KOSCIUSKO 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)

	Antidrug 04 Grant	Antidrug 05 Grant	State Homeland Security 04 Grant	State Homeland Security 05 Grant	FACT 07 Grant
Receipts:					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental	1,200	18,372	11,250	6,000	82,239
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Interfund loans	-	-	-	-	-
Other	-	-	-	-	-
Total receipts	<u>1,200</u>	<u>18,372</u>	<u>11,250</u>	<u>6,000</u>	<u>82,239</u>
Disbursements:					
General government	-	7,256	11,250	-	45,980
Public safety	-	-	-	-	-
Highways and streets	-	-	-	-	-
Sanitation	-	-	-	-	-
Health and welfare	-	-	-	-	-
Economic development	-	-	-	-	-
Interfund loans	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Capital outlay:					
General government	-	-	-	-	30,489
Public safety	-	-	-	-	-
Health and welfare	-	-	-	-	-
Total disbursements	<u>-</u>	<u>7,256</u>	<u>11,250</u>	<u>-</u>	<u>76,469</u>
Excess (deficiency) of receipts over disbursements	<u>1,200</u>	<u>11,116</u>	<u>-</u>	<u>6,000</u>	<u>5,770</u>
Other financing sources (uses):					
Other receipts	-	5	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>1,200</u>	<u>11,121</u>	<u>-</u>	<u>6,000</u>	<u>5,770</u>
Cash and investment fund balance - beginning	<u>(1,200)</u>	<u>8,968</u>	<u>-</u>	<u>(6,000)</u>	<u>(5,770)</u>
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 20,089</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Cash and Investment Assets - Ending</u>					
Cash and investments	\$ -	\$ 20,089	\$ -	\$ -	\$ -
Restricted assets:					
Cash and investments	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ -</u>	<u>\$ 20,089</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Cash and Investment Fund Balance - Ending</u>					
Restricted for:					
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-
Health and welfare	-	-	-	-	-
Capital outlay	-	-	-	-	-
Unrestricted	-	20,089	-	-	-
Total cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 20,089</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

KOSCIUSKO 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)

	FACT 08 Grant	Dog	Sheriff Commissary	Inmate Meals	Industrial Development (Capital Projects)
Receipts:					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-
Licenses and permits	-	18,368	-	-	-
Intergovernmental	-	-	-	-	-
Charges for services	-	-	315,162	350,995	-
Fines and forfeits	-	-	-	-	-
Interfund loans	-	-	-	-	-
Other	-	5,549	-	-	243
Total receipts	-	23,917	315,162	350,995	243
Disbursements:					
General government	4,305	5,852	-	-	-
Public safety	-	-	243,878	351,043	-
Highways and streets	-	-	-	-	-
Sanitation	-	-	-	-	-
Health and welfare	-	-	-	-	-
Economic development	-	-	-	-	85,000
Interfund loans	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Capital outlay:					
General government	-	-	-	-	-
Public safety	-	-	-	-	-
Health and welfare	-	-	-	-	-
Total disbursements	4,305	5,852	243,878	351,043	85,000
Excess (deficiency) of receipts over disbursements	(4,305)	18,065	71,284	(48)	(84,757)
Other financing sources (uses):					
Other receipts	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(4,305)	18,065	71,284	(48)	(84,757)
Cash and investment fund balance - beginning	-	-	41,884	29,623	84,757
Cash and investment fund balance - ending	<u>\$ (4,305)</u>	<u>\$ 18,065</u>	<u>\$ 113,168</u>	<u>\$ 29,575</u>	<u>\$ -</u>
Cash and Investment Assets - Ending					
Cash and investments	\$ (4,305)	\$ 18,065	\$ -	\$ -	\$ -
Restricted assets:					
Cash and investments	-	-	113,168	29,575	-
Total cash and investment assets - ending	<u>\$ (4,305)</u>	<u>\$ 18,065</u>	<u>\$ 113,168</u>	<u>\$ 29,575</u>	<u>\$ -</u>
Cash and Investment Fund Balance - Ending					
Restricted for:					
Public safety	\$ -	\$ -	\$ 113,168	\$ 29,575	\$ -
Highways and streets	-	-	-	-	-
Health and welfare	-	-	-	-	-
Capital outlay	-	-	-	-	-
Unrestricted	(4,305)	18,065	-	-	-
Total cash and investment fund balance - ending	<u>\$ (4,305)</u>	<u>\$ 18,065</u>	<u>\$ 113,168</u>	<u>\$ 29,575</u>	<u>\$ -</u>

KOSCIUSKO 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)

	Cumulative Bridge	Cumulative Jail	Cumulative Capital Development	General Drain Improvement	Totals
Receipts:					
Taxes	\$ 321,643	\$ 63,180	\$ 781,133	\$ -	\$ 3,381,142
Special assessments	-	-	-	380,101	976,521
Licenses and permits	-	-	-	-	98,008
Intergovernmental	36,316	7,133	88,722	-	2,670,474
Charges for services	-	-	-	-	1,742,584
Fines and forfeits	-	-	-	-	276,241
Interfund loans	-	-	-	-	196,988
Other	36,600	-	89,468	-	449,909
Total receipts	394,559	70,313	959,323	380,101	9,791,867
Disbursements:					
General government	-	-	48,901	317,945	3,074,220
Public safety	-	-	-	-	2,011,429
Highways and streets	132,259	-	-	-	1,040,506
Sanitation	-	-	-	-	4,858
Health and welfare	-	-	-	-	2,596,097
Economic development	-	-	-	-	85,000
Interfund loans	-	-	-	-	196,988
Debt service:					
Principal	-	-	-	-	350,000
Interest	-	-	-	-	8,925
Capital outlay:					
General government	-	-	387,454	-	494,450
Public safety	-	150,000	-	-	171,163
Health and welfare	-	-	-	-	35,006
Total disbursements	132,259	150,000	436,355	317,945	10,068,642
Excess (deficiency) of receipts over disbursements	262,300	(79,687)	522,968	62,156	(276,775)
Other financing sources (uses):					
Other receipts	-	-	2,132	-	593,956
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	262,300	(79,687)	525,100	62,156	317,181
Cash and investment fund balance - beginning	720,327	210,998	2,700,784	230,634	13,243,517
Cash and investment fund balance - ending	<u>\$ 982,627</u>	<u>\$ 131,311</u>	<u>\$ 3,225,884</u>	<u>\$ 292,790</u>	<u>\$ 13,560,698</u>
Cash and Investment Assets - Ending					
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ 6,546,457
Restricted assets:					
Cash and investments	982,627	131,311	3,225,884	292,790	7,014,241
Total cash and investment assets - ending	\$ 982,627	\$ 131,311	\$ 3,225,884	\$ 292,790	\$ 13,560,698
Cash and Investment Fund Balance - Ending					
Restricted for:					
Public safety	\$ -	\$ -	\$ -	\$ -	\$ 447,639
Highways and streets	-	-	-	-	943,771
Health and welfare	-	-	-	-	990,219
Capital outlay	982,627	131,311	3,225,884	292,790	4,632,612
Unrestricted	-	-	-	-	6,546,457
Total cash and investment fund balance - ending	\$ 982,627	\$ 131,311	\$ 3,225,884	\$ 292,790	\$ 13,560,698

KOSCIUSKO 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	Surplus Tax Sale	Tax Sale Redemption	Surplus Tax	State Fair Board
Additions:							
Agency fund additions	\$ 24,267	\$ 1,485	\$ 3,178	\$ -	\$ 146,678	\$ 196,044	\$ 50,695
Deductions:							
Agency fund deductions	23,802	1,125	3,178	1,060,099	146,013	49,761	50,695
Excess (deficiency) of total additions over total deductions	465	360	-	(1,060,099)	665	146,283	-
Cash and investment fund balance - beginning	1,876	14,649	-	1,224,717	(665)	325,661	-
Cash and investment fund balance - ending	<u>\$ 2,341</u>	<u>\$ 15,009</u>	<u>\$ -</u>	<u>\$ 164,618</u>	<u>\$ -</u>	<u>\$ 471,944</u>	<u>\$ -</u>

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

	Fines and Forfeitures	State Forestry Tax	Sewage Collections	Overweight Vehicle Fines	Recorder	Infraction Judgements
Additions:						
Agency fund additions	\$ 113,766	\$ 101,390	\$ 77,688	\$ 110	\$ 7	\$ 189,896
Deductions:						
Agency fund deductions	<u>127,976</u>	<u>101,390</u>	<u>77,688</u>	<u>110</u>	<u>11</u>	<u>161,883</u>
Excess (deficiency) of total additions over total deductions	(14,210)	-	-	-	(4)	28,013
Cash and investment fund balance - beginning	<u>24,252</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>447</u>	<u>45,042</u>
Cash and investment fund balance - ending	<u>\$ 10,042</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 443</u>	<u>\$ 73,055</u>

KOSCIUSKO 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	Payroll	Deferred Compensation	PERF	Wage Garnishment	Special Death Benefit
Additions:						
Agency fund additions	\$ 5,157,133	\$ 13,408,091	\$ 77,640	\$ 254,444	\$ 109,691	\$ 7,680
Deductions:						
Agency fund deductions	<u>3,639,478</u>	<u>13,412,893</u>	<u>77,640</u>	<u>252,357</u>	<u>109,691</u>	<u>7,870</u>
Excess (deficiency) of total additions over total deductions	1,517,655	(4,802)	-	2,087	-	(190)
Cash and investment fund balance - beginning	<u>913,270</u>	<u>6,288</u>	<u>-</u>	<u>67,155</u>	<u>-</u>	<u>755</u>
Cash and investment fund balance - ending	<u>\$ 2,430,925</u>	<u>\$ 1,486</u>	<u>\$ -</u>	<u>\$ 69,242</u>	<u>\$ -</u>	<u>\$ 565</u>

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

	Education Plate Fees	CEDIT Agency	COIT Agency	Convention and Tourism Agency	Direct Deposit Clearing	Mortgage Fees State Share
Additions:						
Agency fund additions	\$ 8,175	\$ 5,166,699	\$ 11,059,342	\$ 459,572	\$ 6,235,369	\$ 11,069
Deductions:						
Agency fund deductions	<u>8,400</u>	<u>5,166,699</u>	<u>11,059,342</u>	<u>439,978</u>	<u>6,235,369</u>	<u>11,317</u>
Excess (deficiency) of total additions over total deductions	(225)	-	-	19,594	-	(248)
Cash and investment fund balance - beginning	<u>338</u>	<u>-</u>	<u>-</u>	<u>14,873</u>	<u>-</u>	<u>952</u>
Cash and investment fund balance - ending	<u>\$ 113</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 34,467</u>	<u>\$ -</u>	<u>\$ 704</u>

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

	Homestead Credit Rebate	Tax Distribution	Health Care for the Indigent	Medical Assistance to Wards	Children With Special Health Needs	Riverboat Revenue Sharing
Additions:						
Agency fund additions	\$ 2,269,013	\$ 87,368,442	\$ 259,941	\$ 19,025	\$ 90,724	\$ 466,986
Deductions:						
Agency fund deductions	-	87,368,442	259,941	19,025	90,724	466,986
Excess (deficiency) of total additions over total deductions	2,269,013	-	-	-	-	-
Cash and investment fund balance - beginning	-	-	-	-	-	-
Cash and investment fund balance - ending	<u>\$ 2,269,013</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Coroners Education	Sheriff Pension Holding	Subdivision Escrow	Welfare Trust	Prosecuting Attorney	Sheriff
Additions:						
Agency fund additions	\$ 5,845	\$ 48,760	\$ 25,110	\$ 51,530	\$ 17,857	\$ 836,513
Deductions:						
Agency fund deductions	5,471	63,858	53,400	46,569	18,137	836,513
Excess (deficiency) of total additions over total deductions	374	(15,098)	(28,290)	4,961	(280)	-
Cash and investment fund balance - beginning	240	15,158	32,040	26,307	1,670	-
Cash and investment fund balance - ending	<u>\$ 614</u>	<u>\$ 60</u>	<u>\$ 3,750</u>	<u>\$ 31,268</u>	<u>\$ 1,390</u>	<u>\$ -</u>

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

	<u>Surveyor</u>	<u>Clerk of the Circuit Court</u>	<u>Sheriff's Inmate Trust</u>	<u>Treasurer</u>	<u>Probation</u>	<u>Totals</u>
Additions:						
Agency fund additions	\$ -	\$ 8,742,910	\$ 1,202,413	\$ 99,148,157	\$ 261,231	\$ 243,674,566
Deductions:						
Agency fund deductions	-	8,887,345	1,171,277	98,861,423	260,085	240,633,961
Excess (deficiency) of total additions over total deductions	-	(144,435)	31,136	286,734	1,146	3,040,605
Cash and investment fund balance - beginning	<u>50</u>	<u>1,351,727</u>	<u>16,050</u>	<u>696,095</u>	<u>2,943</u>	<u>4,781,890</u>
Cash and investment fund balance - ending	<u>\$ 50</u>	<u>\$ 1,207,292</u>	<u>\$ 47,186</u>	<u>\$ 982,829</u>	<u>\$ 4,089</u>	<u>\$ 7,822,495</u>

KOSCIUSKO COUNTY
SUPPLEMENTARY INFORMATION
SCHEDULE OF CAPITAL ASSETS

For The Year Ended December 31, 2007

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

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

<u>Primary Government</u>	<u>Ending Balance</u>
Governmental activities:	
Capital assets, not being depreciated:	
Land and buildings	\$ 38,523,868
Infrastructure	42,051,289
Machinery and equipment	<u>4,906,854</u>
Total governmental activities, capital assets not being depreciated	<u>\$ 85,482,011</u>

KOSCIUSKO 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:		
Justice building	<u>\$ 10,665,000</u>	<u>\$ 1,895,905</u>

KOSCIUSKO COUNTY
OTHER REPORT

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

Health Department

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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

TO: THE OFFICIALS OF KOSCIUSKO COUNTY, INDIANA

Compliance

We have audited the compliance of Kosciusko County (County) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal 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, County Council, Board of County Commissioners and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. In accordance with Indiana Code 5-11-5-1, this report is a part of the public records of the State Board of Accounts and of the office examined.

STATE BOARD OF ACCOUNTS

August 27, 2008

KOSCIUSKO 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 Office of Community and Rural Affairs Community Development Block Grants/State's Program	14.228	PL 05-015-1	\$ <u>29,500</u>
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Direct Grant			
Public Safety Partnership and Community Policing Grants	16.710	2000SHWX0046	<u>14,863</u>
Pass-Through Indiana Criminal Justice Institute Crime Victim Assistance	16.575	06VA063 06VA064 06VA066 07VA053 07VA055	6,103 12,185 1,103 8,803 <u>1,200</u>
Total for program			<u>29,394</u>
Edward Byrne Memorial Justice Assistance Grant Program	16.738	05-DJ-025 06DJ-038	7,256 <u>10,000</u>
Total for program			<u>17,256</u>
Total for federal grantor agency			<u>61,513</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Pass-Through Indiana Department of Transportation Federal Transit Cluster Federal Transit - Formula Grants	20.507	6021777 6021978 1802504C 1802504O	27,279 64,992 26,031 <u>267,784</u>
Total for program			<u>386,086</u>
Pass-Through Indiana Criminal Justice Institute Highway Safety Cluster State and Community Highway Safety	20.600	PT-08-04-01-21	<u>4,967</u>
Alcohol Traffic Safety and Drunk Driving Prevention Incentive Grants	20.601	154 AL 07-02-02-07 PT-07-04-01-23 K4-2008-02-02-04 K8-07-03-01-15 K8-2008-02-03-14	76,469 26,075 4,305 4,625 <u>1,518</u>
Total for program			<u>112,992</u>
Total for federal grantor agency			<u>504,045</u>

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

KOSCIUSKO COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended December 31, 2007
(Continued)

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana Department of Health Control Programs Maternal and Child Health	93.116	TB 142-4	<u>32,451</u>
Pass-Through Indiana Department of Children's Services Child Support Enforcement	93.563		
County Prosecutor's Expenditures			320,419
County Clerk's Expenditures			20,300
Collection Incentives			127,798
Indirect Costs			<u>56,183</u>
Total for program			<u>524,700</u>
Pass-Through Indiana Department of Health Maternal and Child Health Services Block Grant to the States	93.994	MCH 142-1	<u>12,456</u>
Total for federal grantor agency			<u>569,607</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Homeland Security Homeland Security Grant Program	97.067	2006 EMPG	<u>4,539</u>
State Homeland Security Program	97.073		
		C44P-7-116	11,250
		C44P-7-430	<u>17,902</u>
Total for program			<u>29,152</u>
Total for federal grantor agency			<u>33,691</u>
Total federal awards expended			<u>\$ 1,198,356</u>

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

KOSCIUSKO 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 Kosciusko 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 sub-recipients as follows for the year ended December 31, 2007:

Program Title	Federal CFDA Number	Amount
Federal Transit – Formula Grants	20.507	\$ <u>386,086</u>

KOSCIUSKO COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Qualified

Internal control over financial reporting:

Material weaknesses identified?	no
Reportable conditions identified that are not considered to be material weaknesses?	none reported

Noncompliance material to financial statements noted? no

Federal Awards:

Internal control over major programs:

Material weaknesses identified?	no
Reportable conditions identified that are not considered to be material weaknesses?	none reported

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

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

Identification of Major Programs:

Name of Federal Program or Cluster

Federal Transit Cluster

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

Auditee qualified as low-risk auditee? yes

Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

KOSCIUSKO COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

KOSCIUSKO COUNTY
EXIT CONFERENCE

The contents of this report were discussed on August 27, 2008, with Marsha McSherry, Auditor; and Ron Robinson, County Administrator. Our audit disclosed no material items that warrant comment at this time.