

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

EXAMINATION REPORT
OF
CLINTON COUNTY, INDIANA
January 1, 2005 to December 31, 2005



FILED
12/19/2006

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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Jacqueline R. Clements	08-26-04 to 12-31-06
Treasurer	Fran Reagan	01-01-05 to 12-31-08
Clerk of the Circuit Court	Laura L. Huffer	01-01-04 to 12-31-07
Sheriff	Mark Mitchell	01-01-03 to 12-31-06
Recorder	Linda Bramell Vicki Ballard	01-01-02 to 12-31-05 01-01-06 to 12-31-09
President of the Board of County Commissioners	Wayne Williams	01-01-05 to 12-31-06
President of the County Council	Steven Frey	01-01-05 to 12-31-06



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF CLINTON COUNTY, INDIANA

We have examined the schedule of receipts, disbursements, and cash and investment balances of Clinton County (County), for the period of January 1, 2005 to December 31, 2005. The County's management is responsible for the financial information presented herein. Our responsibility is to express an opinion based on our examination.

Except as described in the next paragraph, our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence supporting the schedule receipts, disbursements, and cash and investment balances and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion.

Financial records presented for examination for the year ended December 31, 2005, were incomplete. The Auditor's fund ledger balances as shown on the computer system have not been reconciled to the Treasurer's bank balances since September 30, 2004.

Since the Auditor's fund ledger balances have not been reconciled to the bank balances and we were not able to apply other auditing procedures to satisfy ourselves as to the fair presentation of the fund ledger balances, the scope of our work was not sufficient to enable us to express, and we do not express, an opinion on whether the schedules referred to above present fairly, in all material respects, the cash transactions of the County for the year ended December 31, 2005, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

STATE BOARD OF ACCOUNTS

November 1, 2006

CLINTON COUNTY
SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
ALL GOVERNMENTAL AND FIDUCIARY FUND TYPES
As Of And For The Year Ended December 31, 2005

	Cash and Investments 01-01-05	Receipts	Disbursements	Cash and Investments 12-31-05
Governmental Funds:				
General Fund	\$ 2,028,404	\$ 10,695,444	\$ 10,932,397	\$ 1,791,451
Surveyor's Corner Perpetuation	36,508	8,190	-	44,698
Property Reassessment 2009	380,220	187,954	376,017	192,157
Recorder's Records Perpetuation	207,015	43,634	4,677	245,972
Wheel/Surtax County	178,332	341,988	412,724	107,596
General Drain Improvement	218,483	28,302	-	246,785
Drainage Maintenance	620,016	378,023	245,962	752,077
Drainage Maintenance #10	3,916	-	-	3,916
EMS Donations	53	-	-	53
County Home Donations	8,249	625	1,699	7,175
CCSO Chaplain Fund	326	-	-	326
IDENT Donations	122	-	-	122
Help America Vote Act	125,800	80,200	206,000	-
Superior Court Probation User Fees	85,173	49,167	19,815	114,525
Adult Probation Services	72,178	36,461	32,314	76,325
Juvenile Probation Service	35,493	9,200	500	44,193
Child Restraint Special	-	375	200	175
Foreign Language Grant	-	2,500	1,705	795
Infraction Deferral	43	-	-	43
Project Income	7,377	45,283	17,462	35,198
Community Corrections	75,594	58,413	121,160	12,847
Clerk Title IV-D Incentives	21,821	-	-	21,821
Supplemental Public Defender Fee	4,097	16,120	12,306	7,911
Clerk Title IV-D	6,872	22,231	2,801	26,302
Prosecutor Title IV-D Incentives	20,458	-	1,060	19,398
County User Fees	129,860	6,026	-	135,886
Cumulative Courthouse	681,928	275,428	198,250	759,106
Unsafe Building	591	-	-	591
Clerk's Records Perpetuation	18,203	10,076	9,706	18,573
Prosecutor Title IV-D	17,038	22,228	7,539	31,727
Motor Vehicle Highway	490,520	2,364,812	2,378,939	476,393
Local Road and Street	303,828	410,972	322,797	392,003
Cumulative Bridge	869,447	476,716	346,477	999,686
Health	129,639	285,355	314,835	100,159
Family and Children	3,432,336	2,231,262	1,962,037	3,701,561
Welfare Child Psychiatric Treatment	198,646	213,861	209,488	203,019
Solid Waste Payroll	-	16,933	12,013	4,920
Veterans Memorial Donation	-	100	-	100
Accident Reports	1,665	321	-	1,986
Firearms Training	395	140	500	35
Law Enforcement Continuing Education	3,920	8,661	7,164	5,417
Emergency Telephone System	184,170	1,515,415	1,552,694	146,891
Wireless Emergency Telephone System	-	46,416	-	46,416
Emergency Planning and Right to Know	21,705	18,353	9,734	30,324
Sales Disclosure	460	4,385	-	4,845
Cumulative Capital Development	1,604,285	372,565	342,994	1,633,856
Economic Development Income Tax	1,878,925	951,479	856,048	1,974,356
Tobacco Settlement	19,388	70,521	58,948	30,961
Juvenile Alternatives Incentive Block Grant	17,747	-	16,143	1,604
Community Corrections JAIBG	15,297	-	-	15,297
Local Health Maintenance	635	18,865	20,000	(500)
Drug Free Community	26,311	51,378	14,593	63,096
Step Ahead	1,780	4,393	6,220	(47)
Traffic Safety Equipment	-	1,053	1,053	-
Seized Assets	71	-	-	71
Rainy Day	578,966	-	-	578,966

The accompanying notes are an integral part of the schedules.

CLINTON COUNTY
SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
ALL GOVERNMENTAL AND FIDUCIARY FUND TYPES
As Of And For The Year Ended December 31, 2005
(Continued)

	Cash and Investments 01-01-05	Receipts	Disbursements	Cash and Investments 12-31-05
Governmental Funds (continued):				
Misdemeanant Fund	88,110	-	44,711	43,399
Hospital Nonreverting	5,578,066	1,759,947	2,173,663	5,164,350
Guardian Ad Litem	6,871	-	131	6,740
Safety Equipment	-	3,000	3,000	-
Sheriff's Continuing Education	-	1,320	-	1,320
Senior Citizens Transportation	-	16,009	16,009	-
Landfill Tipping Fee	-	25,663	-	25,663
Plat Book	3,405	8,590	-	11,995
Sheriff's Commissary	22,877	117,812	114,823	25,866
Fiduciary Funds:				
Sheriff's Pension Trust	2,197,528	993,577	769,311	2,421,794
Sheriff Benefit Plan	107,031	29,458	27,612	108,877
Wheel Tax	-	37,963	37,748	215
Surtax	-	392,823	392,823	-
Surplus Dog	134	1,325	1,351	108
Tax Sale Redemption	-	120,545	116,219	4,326
Surplus Tax Sale	14,941	796,788	136,163	675,566
Surplus Tax	175,295	91,888	92,141	175,042
Financial Institutions Tax	-	182,955	182,955	-
Riverboat	-	213,550	213,550	-
Certified Shares	-	3,369,707	3,369,707	-
Property Tax Replacement	-	1,121,756	1,121,756	-
CVET	-	440,079	440,079	-
Payroll	168,626	2,267,721	2,313,559	122,788
Coroner's Continuing Education	128	1,402	1,376	154
CEDIT	-	1,132,525	1,132,525	-
CEDIT Inventory Tax Distribution	-	1,132,525	-	1,132,525
Tax Distributions	4,079	37,586,292	37,590,371	-
City and Town Court Costs	11,640	5,681	-	17,321
State Fines and Forfeitures	7,043	54,968	53,109	8,902
Infraction Judgments	-	83,476	78,291	5,185
Bid Bonds	-	7,438	-	7,438
Welfare Trust	15,386	24,878	31,859	8,405
Health Care for the Indigent	1,009	-	-	1,009
Medical Assistance to Wards	261	-	-	261
Children With Special Health Care Needs	160	-	-	160
Congressional School Principal	29,764	-	-	29,764
Congressional School Interest	8,476	-	1,191	7,285
Inheritance Tax	285,031	1,287,997	1,378,268	194,760
State Sales Disclosure	2,954	4,385	6,934	405
Madison Township Fire Grant	-	187,584	187,584	-
Michigan Township Fire Grant	-	45,000	45,000	-
Education Plate Fees	-	3,413	3,413	-
Mortgage Fees	-	4,943	4,563	380
County Sheriff	21,150	1,786,159	1,787,278	20,031
Clerk of the Circuit Court	873,764	7,400,106	7,198,135	1,075,735
Sheriff's Inmate Trust	3,277	124,704	121,736	6,245
Sheriff's Work Release	41,961	57,770	68,073	31,658
County Recorder	15,073	159,366	160,067	14,372
County Treasurer	366,389	38,890,193	38,983,735	272,847
County Home	99,731	147,736	172,412	75,055
Superior Court Probation	2,160	40,805	39,480	3,485
Circuit Court Probation	1,915	45,285	45,596	1,604
Totals	<u>\$ 24,918,541</u>	<u>\$ 123,588,931</u>	<u>\$ 121,695,278</u>	<u>\$ 26,812,194</u>

The accompanying notes are an integral part of the schedules.

CLINTON COUNTY
NOTES TO FINANCIAL INFORMATION

Note 1. Introduction

The County was established under the laws of the State of Indiana. The County provides the following services: public safety, health and social services, culture and recreation, and general administrative services.

Note 2. Fund Accounting

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

Note 3. Budgets

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

Note 4. Property Taxes

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

Note 5. Deposits and Investments

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

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

CLINTON COUNTY
NOTES TO FINANCIAL INFORMATION
(Continued)

Note 6. Pension Plans

Public Employees' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Cost

The contribution requirements of the plan members for PERF are established by the Board of Trustees of PERF.

County Police Retirement Plan

Plan Description

The primary government contributes to the County Police Retirement Plan, which is a single-employer defined benefit pension plan. With the approval of the primary government'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 primary government's annual pension cost and related information is determined by an actuary.

CLINTON COUNTY
NOTES TO FINANCIAL INFORMATION
(Continued)

County Police Benefit Plan

Plan Description

The primary government contributes to the County Police Benefit Plan which is a single-employer defined benefit pension plan. With the approval of the primary government'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 primary government's annual pension cost and related information is determined by an actuary.

Note 7. Long-Term Debt

The County has entered into various debts such as Certificates of Participation for renovation of major capital facilities and a capital lease for the jail. The outstanding principal at December 31, 2005, was \$1,740,087 and \$2,602,756, respectively.

CLINTON COUNTY
OTHER REPORTS

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

County Auditor
County Treasurer
Clerk of the Circuit Court
Superior Court Probation
Parkview County Home

CLINTON COUNTY
EXIT CONFERENCE

The contents of this report were discussed on November 1, 2006, with Wayne Williams, President of the Board of County Commissioners; Steven Frey, President of the County Council; Jan Conner, Vice President of the County Council; Jacqueline R. Clements, Auditor; and Fran Reagan, Treasurer. The officials concurred with our findings.