

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

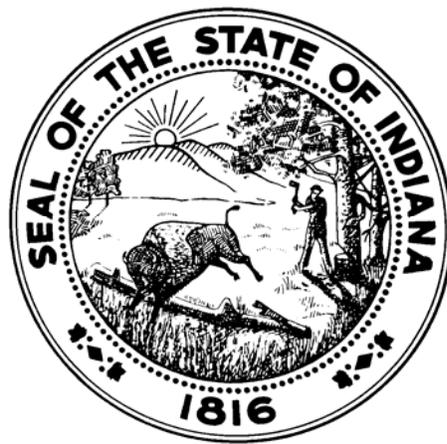
EXAMINATION REPORT

OF

SULLIVAN COUNTY

SULLIVAN COUNTY, INDIANA

January 1, 2006 to December 31, 2006



FILED

10/25/2007

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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Jean Harris	03-28-04 to 12-31-10
Treasurer	June Ladson	01-01-06 to 12-31-09
Clerk	Rochelle Parris	03-28-04 to 12-31-10
Sheriff	John Waterman Bryan Kinnett	01-01-03 to 12-31-06 01-01-07 to 12-31-10
Recorder	Brenda Howard	01-01-03 to 12-31-10
President of the Board of County Commissioners	Chris Atkinson Carter Phegley	01-01-06 to 12-31-06 01-01-07 to 12-31-07
President of the County Council	Sonner Faught Marilyn Salesman	01-01-06 to 12-31-06 01-01-07 to 12-31-07



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
302 WEST WASHINGTON STREET
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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF SULLIVAN COUNTY, INDIANA

We have examined the financial information presented herein of Sullivan County (County), for the period of January 1, 2006 to December 31, 2006. The County's management is responsible for the financial information presented herein. Our responsibility is to express an opinion based on our examination.

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

In our opinion, the financial information referred to above presents fairly, in all material respects, the financial information of the County for the year ended December 31, 2006, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

STATE BOARD OF ACCOUNTS

August 22, 2007

SULLIVAN 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, 2006

	Cash and Investments		Cash and Investments	
	01-01-06	Receipts	Disbursements	12-31-06
Governmental Funds:				
General	\$ 1,349,403	\$ 6,071,339	\$ 5,829,286	\$ 1,591,456
County Highway	1,126,195	4,339,586	4,840,967	624,814
Old Property Reassessment	1,039,528	2,451,074	2,374,525	1,116,077
Highway 54	757,937	-	-	757,937
County Health	52,392	84,285	98,781	37,896
Local Road and Street	15,522	197,049	202,364	10,207
Accident Report	7,275	710	-	7,985
Firearms Training	411	5,765	1,770	4,406
Indiana Youth Aviation	-	1,500	-	1,500
Identification Security Protection	-	10,106	-	10,106
Drug Free Community	6,261	19,241	16,965	8,537
County Correction	19,425	13,848	15,153	18,120
Surveyor's Coroner Perpetuation	47,885	5,955	-	53,840
Supplemental Adult Probation Services	58,215	23,661	21,135	60,741
Supplemental Juvenile Probation Services	8,800	1,891	-	10,691
Probation Transfer Fee	1,050	225	-	1,275
Probation Administration Fee	14,960	3,654	-	18,614
Aviation Construction	56,052	100,806	119,243	37,615
Recorder's Records Perpetuation	35,168	44,317	7,073	72,412
Emergency Planning Right to Know	18,046	-	-	18,046
Emergency Man Planning Grant	1,028	-	-	1,028
Emergency Response Team Sub-Grant	2,531	-	-	2,531
County Law Enforcement Continuing Education	429	40	-	469
County User Fee	35,797	4,356	2,616	37,537
Local Health Maintenance	9,148	33,139	20,453	21,834
Sheriff's Commissary	3,233	99,859	97,406	5,686
County Hospital Care for the Indigent	-	117,047	117,047	-
Medical Assistance to Wards	-	8,867	8,867	-
Children With Special Health Care Needs	-	23,941	23,941	-
Park Nonreverting Operating	23,836	90,112	68,180	45,768
Aviation Rotary	69,499	68,052	81,739	55,812
Infraction Deferral	131,493	151,608	97,778	185,323
Pretrial Diversion	21,658	11,324	30,165	2,817
Department of Transportation	4,380	-	-	4,380
County Family and Children Fund	69,842	1,847,962	1,484,958	432,846
Bail Bond Circuit Court	5,731	3,209	1,883	7,057
Emergency Telephone System	95,721	316,922	235,276	177,367
Park and Recreation	457,372	1,667,349	1,715,732	408,989
Aviation	59,747	92,924	94,863	57,808
Tourism Promotion	8,092	9,546	3,897	13,741
Bail Bond Superior Court	46,109	6,730	-	52,839
Law Enforcement	56,761	21,323	-	78,084
Vehicle Inspection	3,376	1,580	-	4,956
Jury Pay	11,590	6,692	6,932	11,350
Emergency Medical Services	91,869	592,323	619,390	64,802
911 Wireless	101,319	114,606	172,612	43,313
Clerk's Records Perpetuation	11,081	5,583	8,324	8,340
Methamphetamine Mini Grant	1,495	-	-	1,495
Tobacco Settlement	33,677	16,661	15,000	35,338
Redevelopment Commission	11,531	10,000	6,215	15,316
Health Bioterrorism	19,829	-	-	19,829
Homeland Security Grant	75,640	27,401	103,041	-
Allocation	3,102	14,670	13,139	4,633
Election Hava Title III	5,727	-	-	5,727
Sale of Property	6,258	20,000	-	26,258
Election Nonreverting	63,212	1,550	28,663	36,099
CPRT	46,765	33,480	35,113	45,132
Kindall Mine Road	93,737	-	93,737	-
Public Health Coordinator	828	51,198	53,711	(1,685)
Clerk Title IV-D	14,005	7,338	61	21,282
Prosecutor's IV-D	14,763	11,040	2,119	23,684

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

SULLIVAN 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, 2006
(Continued)

	Cash and Investments 01-01-06	Receipts	Disbursements	Cash and Investments 12-31-06
Governmental Funds (continued):				
Redevelopment District	112	-	-	112
Emergency Management Building	4,801	4,997	4,801	4,997
Cumulative Capital Development	-	35,000	35,000	-
Cumulative Bridge	558,067	1,182,684	1,083,453	657,298
Health Benefits	1,152,811	1,505,170	962,797	1,695,184
Levy Excess	463,793	119,851	463,793	119,851
Donation	-	136,875	136,875	-
Pandemic Assessment	-	2,000	111	1,889
Fiduciary Funds:				
Congressional Principal	15,462	-	-	15,462
Surtax	-	278,311	278,311	-
Landfill Closure and Postclosure	318,794	17,005	2,477	333,322
Tax Sale Redemption	2,172	87,970	86,773	3,369
Tax Sale Surplus	169,582	632,908	193,460	609,030
Infractions	2,989	27,494	28,878	1,605
Inheritance Tax	204,055	377,049	475,712	105,392
Surplus Tax	62,986	5,075	32,501	35,560
Congressional Interest	11,679	711	618	11,772
Road Closure	2,000	-	-	2,000
Crynes Trust	89	-	89	-
Wheel Tax	99	74,764	74,863	-
Payroll Withholdings	12,531	1,065,775	1,072,306	6,000
Commercial Vehicle Excise	-	17,565,270	17,565,259	11
State Fines and Forfeitures	4,199	11,385	14,050	1,534
Welfare Trust	1,739	1,000	-	2,739
City/Town Court Costs	9,578	10,724	9,578	10,724
State Welfare Excise Allocation	-	24,911	24,911	-
State Share Mortgage Fees	248	2,630	2,708	170
Education Plate	-	1,321	1,321	-
Jefferson Township Fire Department	18	-	-	18
Victim Advocacy	362	18,072	19,550	(1,116)
State Forestry Tax	-	14,187	14,187	-
Education Plate	544	975	1,163	356
Surplus Dog Tax	-	1,368	1,368	-
Veteran Van Donation	100	-	-	100
Coroner's Perpetuation	54	1,384	1,366	72
Sales Disclosure Fund	-	2,835	2,835	-
Financial Institutions	-	105,656	105,656	-
State Fair Board	-	7,094	7,094	-
Treasurer's Trust	360,983	24,115,460	24,199,454	276,989
Offender Trust	3,154	113,056	112,010	4,200
Sheriff's Trust	6,666	491,378	487,097	10,947
Recorder's Trust	-	138,955	138,955	-
Clerk of the Circuit Court	255,776	3,165,489	3,136,460	284,805
Airport Manager	3,173	81,077	76,150	8,100
Prosecutor's Law Enforcement Law Enforcement	2,527	-	-	2,527
Sheriff's Pension Trust	792,626	190,088	101,441	881,273
Police Pension	-	3,461	-	3,461
Aviation Donation	-	175	-	175
Probation Trust	-	40,999	40,999	-
Totals	<u>\$ 10,750,505</u>	<u>\$ 70,526,033</u>	<u>\$ 69,766,550</u>	<u>\$ 11,509,988</u>

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

SULLIVAN 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.

SULLIVAN COUNTY
OTHER REPORTS

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

County Auditor
Board of County Commissioners

SULLIVAN COUNTY
EXIT CONFERENCE

The contents of this report were discussed on August 22, 2007, with Marilyn Salesman, President of the County Council; and Jean Harris, Auditor; and on August 27, 2007, with Carter Phegley, President of the Board of County Commissioners. Our examination disclosed no material items that warrant comment at this time.