

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

EXAMINATION REPORT

OF

CRAWFORD COUNTY

CRAWFORD COUNTY, INDIANA

January 1, 2006 to December 31, 2006



FILED

12/20/2007

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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Peggy Bullington	01-01-03 to 12-31-10
Treasurer	Edna M. Brown	01-01-05 to 12-31-08
Clerk	Terry L. Stroud	01-01-03 to 12-31-10
Sheriff	Richard L. Scott Tim Wilkerson	01-01-03 to 12-31-06 01-01-07 to 12-31-10
Recorder	Charla Dawn Wright	05-25-04 to 12-31-10
President of the Board of County Commissioners	Randy Gilmore	01-01-06 to 12-31-07
President of the County Council	Jerry Brewer	01-01-06 to 12-31-07



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF CRAWFORD COUNTY, CRAWFORD COUNTY, INDIANA

We have examined the financial information presented herein of Crawford 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.

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

STATE BOARD OF ACCOUNTS

October 18, 2007

CRAWFORD 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	Receipts	Disbursements	Cash and
	Investments			Investments
	01-01-06			12-31-06
Governmental Funds:				
General	\$ (8,209)	\$ 3,434,298	\$ 3,361,452	\$ 64,637
County Highway	256,224	1,549,120	1,462,712	342,632
County Health	2,517	123,769	111,646	14,640
Local Road and Street	165,914	118,932	175,800	109,046
Property Reassessment	192,465	81,479	78,973	194,971
Accident Report	7,273	927	996	7,204
Firearms Training	12,105	4,430	2,389	14,146
Election and Registration	23,721	78,702	86,974	15,449
Surveyor's Corner Perpetuation	21,256	3,431	8,570	16,117
Supplemental Adult Probation Services	14,849	41,387	37,157	19,079
Supplemental Juvenile Probation Services	2,176	2,440	-	4,616
Recorder's Records Perpetuation	26,344	17,037	11,111	32,270
Clerk's Record Perpetuation	33,661	8,516	-	42,177
Emergency Response Services	113,462	551,172	496,719	167,915
Local Health Maintenance	6,495	31,904	19,887	18,512
Sheriff's Commissary	21,219	36,093	49,501	7,811
Sheriff's Continuing Education	249	-	-	249
Park and Recreation	12,723	5,000	12,750	4,973
Criminal Justice	26,629	61,102	58,742	28,989
Emergency Telephone	69,085	154,459	153,149	70,395
Clerk's Title IV-D	6,225	2,934	4,460	4,699
Prosecuting Attorney Title IV-D	6,735	5,601	6,734	5,602
Pretrial Diversion	10,215	4,222	11,432	3,005
Guardian Ad Litem	15,911	-	3,160	12,751
Supplemental Public Defender Services	13,995	6,413	-	20,408
Work Release	564	-	564	-
Deferred Infraction	23,640	6,270	316	29,594
Emergency Planning and Right to Know	9,856	-	3,375	6,481
Drug Free Community	55,132	10,964	10,200	55,896
Community Service	5,965	4,821	4,360	6,426
Family and Children	540,089	1,262,169	1,633,050	169,208
Jury Fees	137	2,561	1,993	705
Probation Drug Test	13,287	1,060	14,282	65
County Prisoner Reimbursement	25	20	45	-
County Misdemeanant	7,043	3,500	6,147	4,396
Riverboat Harrison County Contingency	5,775	10,909	5,000	11,684
Riverboat Highway Road Plan	372,563	1,048,191	1,039,989	380,765
Riverboat Switzerland County	330,026	308,485	593,514	44,997
Jail Study	3,357	-	3,357	-
CERT	140	-	-	140
Build Indiana Wyandotte Road	757	-	757	-
Tobacco Settlement	33,997	14,859	14,921	33,935
Education Tobacco Settlement	22,016	-	7,551	14,465
Document Fees	13,240	2,470	-	15,710
Adult Administration Fees	12,944	19,824	11,544	21,224
Emergency Services Donation	100	-	-	100
Emergency Ambulance Escrow	64,116	37,717	86,338	15,495
Highway Equipment Escrow	26,678	18,859	18,050	27,487
EDA Revolving Loan Fund	32,709	91,196	40,174	83,731
Debt Service	189,630	305,675	342,676	152,629
Cumulative Capital Development	71,015	102,442	148,710	24,747
Economic Development Income Tax	276,798	254,492	132,879	398,411
Switzerland Capital Projects	5,971	-	-	5,971
Courthouse/Jail Complex	45,870	-	12,330	33,540
Tornado Relief	689	-	-	689
TIR	45,963	13,096	-	59,059

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

CRAWFORD 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):				
Surplus Dog Tax Fund	-	535	535	-
County Sales Disclosure Fund	6,187	2,468	5	8,650
County Riverboat Wagering	52,663	119,928	102,704	69,887
Juvenile Administrative Fees	1,150	1,105	-	2,255
Bioterrorism Grant	8,594	-	1,784	6,810
Homeland Security Grant	1,723	50,522	40,944	11,301
Nonreverting Prisoner Reimbursement	18,395	1,933	1,436	18,892
CPRTS	51,009	25,343	25,710	50,642
Rainy Day Fund	3,456	-	-	3,456
Public Health Coordinator Grant	(5,105)	49,163	42,216	1,842
Crawford County Extension	10,995	-	10,995	-
Plat Book Fund	-	703	576	127
Identification Security Protection Fund	-	4,758	-	4,758
Library Grant	-	37,000	37,000	-
Drug Forfeiture	-	3,274	3,146	128
Nonreverting Title III	-	65,595	65,595	-
Home Monitoring	-	17,520	3,797	13,723
Pandemic Flue	-	2,124	2,081	43
Alternative Dispute Resolution	-	520	-	520
Economic Development Planning Grant	-	16,306	16,306	-
Fiduciary Funds:				
Sheriff's Pension Trust	363,496	143,969	30,984	476,481
Congressional Principal	11,247	-	247	11,000
Tax Sale Redemption	(518)	518	-	-
Tax Sale Surplus	2,238	-	279	1,959
State Fees	3,032	25,066	26,500	1,598
Inheritance Tax	88,086	72,804	113,428	47,462
Surplus Tax	479	-	-	479
County User Fees	34,693	13,327	11,428	36,592
County Sheriff	680	9,049	9,002	727
Tax Distributions	-	7,257,819	7,257,819	-
Payroll Withholdings	138,830	1,800,691	1,672,415	267,106
Clerk of the Circuit Court	322,484	1,474,653	1,439,370	357,767
Sheriff's Inmate Trust	6,505	33,593	38,972	1,126
County Recorder	5,459	58,704	59,612	4,551
County Treasurer	574,951	10,301,567	6,007,512	4,869,006
Education Plate Fee	-	675	675	-
Welfare Trust	7,131	8,631	13,157	2,605
Congressional Interest	7,253	419	-	7,672
City/Town Court Costs	213	3,156	2,683	686
Hotel/Motel Tax	29,988	63,171	89,574	3,585
Purdue Cooperative Extension	936	-	-	936
Riverboat Wagering Tax	-	67,604	67,604	-
Riverboat Fund	153,108	2,165,113	1,885,864	432,357
Hospital Care for the Indigent	-	45,388	45,388	-
Medical Assistance to Wards	-	1,028	1,028	-
Children With Special Health Care Needs	-	10,024	10,024	-
State Forestry Tax	-	4,113	4,113	-
State Fair Board	-	2,056	2,056	-
State Settlement	3,432,986	6,492,025	9,924,514	497
Child Restraint Violation Fees	-	255	255	-
Recorder State Mortgage	135	1,503	1,540	98
Totals	<u>\$ 8,595,810</u>	<u>\$ 40,298,666</u>	<u>\$ 39,357,309</u>	<u>\$ 9,537,167</u>

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

CRAWFORD 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, welfare and social services, culture and recreation, public improvements, planning and zoning, and general administrative services.

Note 2. Fund Accounting

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

Note 3. Budgets

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

Note 4. Property Taxes

Property taxes levied are collected by the County Treasurer and are distributed to the 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.

The Sheriff's Pension Fund may be invested in commercial paper, corporate bonds, corporate stock and mutual funds.

CRAWFORD COUNTY
NOTES TO FINANCIAL INFORMATION
(Continued)

Note 6. Pension Plans

A. Public Employees' Retirement Fund

Plan Description

The County contributes to the Indiana Public Employees' Retirement Fund (PERF), a defined benefit pension plan. PERF is an agent multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All full-time employees are eligible to participate in this defined benefit plan. State statutes (IC 5-10.2 and 5-10.3) govern, through the PERF Board, most requirements of the system, and give the 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.

B. 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.

CRAWFORD COUNTY
NOTES TO FINANCIAL INFORMATION
(Continued)

C. County Police Benefit Plan

Plan Description

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

Funding Policy and Annual Pension Cost

The contribution requirements of plan members for the County Police Benefit Plan are established by state statute.

CRAWFORD COUNTY
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS

For The Year Ended December 31, 2006

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	\$ 495,298
Infrastructure	30,970,523
Buildings	7,123,930
Machinery and equipment	<u>3,173,586</u>
 Total governmental activities, capital assets not being depreciated	 <u><u>\$ 41,763,337</u></u>

CRAWFORD COUNTY
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT

For The Year Ended December 31, 2006

Description of Debt	Ending Balance	Due Within One Year
Governmental Activities:		
Capital leases:		
Courthouse/Jail	\$ 3,476,000	\$ 95,000
Revenue bonds:		
TIF Bonds of 1997	895,000	35,000
TIF Bonds of 2003	<u>375,000</u>	<u>45,000</u>
Total governmental activities long-term debt	<u>\$ 4,746,000</u>	<u>\$ 175,000</u>

CRAWFORD 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
County Treasurer
County Recorder
County Sheriff
Board of County Commissioners

CRAWFORD COUNTY
EXIT CONFERENCE

The contents of this report were discussed on October 18, 2007, with Randy Gilmore, President of the Board of County Commissioners; Jerry Brewer, President of the County Council; and Peggy Bullington, Auditor. Our examination disclosed no material items that warrant comment at this time.