

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

EXAMINATION REPORT
OF
SWITZERLAND COUNTY, INDIANA
January 1, 2007 to December 31, 2007



FILED
12/22/2008

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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Rachel A. Bladen	01-01-07 to 12-31-10
Treasurer	Stacey L. Penick	01-01-06 to 12-31-09
Clerk of Circuit Court	Ginger Peters	01-01-04 to 12-31-10
Recorder	Nancy J. Brown	01-01-05 to 12-31-08
Sheriff	Nathan E. Hughes	01-01-07 to 12-31-10
President of the Board of County Commissioners	H. Craig Bond Kenton C. Banta	01-01-07 to 12-31-07 01-01-08 to 12-31-08
President of the County Council	Michael L. Jones	01-01-07 to 12-31-08



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF SWITZERLAND COUNTY, INDIANA

We have examined the financial information presented herein of Switzerland County (County), for the period of January 1, 2007 to December 31, 2007. 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 District for the year ended December 31, 2007, 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 a required part 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

November 5, 2008

SWITZERLAND 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, 2007

	Cash and Investments		Cash and Investments	
	01-01-07	Receipts	Disbursements	12-31-07
Governmental Funds:				
General	\$ 790,830	\$ 3,522,882	\$ 3,719,926	\$ 593,786
Adult Probation Services	22,233	24,066	16,780	29,519
Juvenile Probation Service	661	1,085	1,300	446
Highway	576,326	1,221,874	1,542,150	256,050
Cumulative Bridge	139,181	354,847	320,281	173,747
Clerk's Incentive	6,463	-	640	5,823
Prosecutor Incentive	7,687	-	1,883	5,804
Hoosier Safe - T	249	-	-	249
Health	198,404	206,867	266,711	138,560
Park and Recreation	2,422	4,370	5,615	1,177
Local Road and Street	4,745	102,919	103,009	4,655
Property Reassessment	207,131	46,854	46,641	207,344
Extradition	300	-	-	300
Drug Free Community	15,389	12,654	12,312	15,731
Guardian Ad Litem/Court	(4,365)	21,286	17,222	(301)
Misdemeanant	10,263	7,049	-	17,312
Motor Vehicle Inspection	7,909	535	-	8,444
Probation Administration Fee	1,847	8,943	-	10,790
Family and Children	547,177	474,694	600,260	421,611
Emergency Telephone System	30,802	185,454	161,978	54,278
Health Maintenance	45,369	41,424	21,584	65,209
Jack Sullivan Senior Center	18,203	26,629	38,190	6,642
Hollywood Park	(189)	222,112	237,521	(15,598)
Markland Park Grant	1,933	-	-	1,933
Children's Psychiatric Residential Treatment Services	96,419	62,616	63,954	95,081
Pretrial Diversion	18,116	8,250	779	25,587
Cumulative Capital Development	123,842	86,234	102,747	107,329
Emergency Response Team	140	-	-	140
County Road Ordinance	382	102	-	484
EMA - Homeland Security	627	-	-	627
Cemetery Board	626	-	300	326
Solid Waste Grant	100	-	-	100
Tax Sale Costs	23,941	14,425	11,163	27,203
Campaign Finance Enforcement	66	-	-	66
Nurse Managed Clinic	213,348	185,768	201,010	198,106
Jury Pay	10,660	1,590	-	12,250
Infraction Deferral	18,503	1,870	-	20,373
Riverboat	5,269,094	12,212,826	12,206,742	5,275,178
Title 3 Voting	10,800	3,960	-	14,760
Identification Security Protection	5,554	4,884	-	10,438
Child Restraint Violations	-	175	100	75
Accident Report	8,611	871	-	9,482
Firearm Training	890	1,260	1,495	655
County Law Enforcement Continuing Education	33	-	-	33
Surveyor's Corner Perpetuation	30,341	3,200	-	33,541
Recorder's Records Perpetuation	17,872	14,875	12,197	20,550
Clerk's Records Perpetuation	5,070	2,345	-	7,415
Emergency Planning Right To Know	13,891	260	3,211	10,940
East Enterprise Sewer	-	13,251	11,326	1,925

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

SWITZERLAND 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, 2007
(Continued)

	Cash and Investments 01-01-07	Receipts	Disbursements	Cash and Investments 12-31-07
Governmental Funds (continued):				
SCMC Operating	84,670	29,509	8,236	105,943
Homeland Security Grant	-	59,368	59,368	-
EMA Grant For Computers	-	11,250	11,250	-
Danglade Animal Shelter	-	74,221	47,365	26,856
Sheriff Commissary	12,106	29,207	26,068	15,245
Fiduciary Funds:				
Welfare Trust	7,099	3,991	5,359	5,731
Congressional School Principal	18,571	-	-	18,571
Congressional School Interest	10,382	1,653	371	11,664
Cemetery Interest	2,070	23	-	2,093
Surplus Tax	6,223	3,673	8,078	1,818
Tax Sale Redemption	31,073	36,998	68,348	(277)
Surplus Tax Sale	157,840	307,051	255,526	209,365
County User Fees - Law Enforcement Continuing Education	15,040	2,316	1,242	16,114
State Sales Disclosure	3,451	1,870	-	5,321
City/Town Ordinance Violations	132	-	-	132
Coroner's Continuing Education	18	321	132	207
Education Plate Fees	-	413	413	-
Mortgage Fee	118	1,715	715	1,118
Sheriff's Service Of Process	1,456	3,575	3,718	1,313
State Fines and Forfeitures	9,862	16,501	13,738	12,625
Inheritance Tax	-	128,935	92,951	35,984
Infraction Judgments	895	14,691	6,573	9,013
City and Town Court Costs	5,622	3,354	5,622	3,354
State Sales Disclosure	140	1,870	810	1,200
Innkeepers Tax	-	400,194	400,194	-
Homestead Credit Rebate	-	195,805	-	195,805
Tax Distributions	579	7,076,757	7,077,336	-
Payroll	4,266	1,078,650	1,077,892	5,024
County Treasurer	62,776	10,406,723	10,369,438	100,061
Clerk of the Circuit Court	69,772	1,205,584	1,075,028	200,328
County Recorder	50	54,985	54,985	50
County Sheriff	409	316,827	316,935	301
Inmate Trust	213	25,127	24,816	524
Medical Care For Inmates	407	761	80	1,088
Probation Department	11,765	113,867	112,531	13,101
County Police Pension	391,479	225,559	133,670	483,368
Totals	<u>\$ 9,408,380</u>	<u>\$ 40,938,650</u>	<u>\$ 40,987,815</u>	<u>\$ 9,359,215</u>

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

SWITZERLAND COUNTY
NOTES TO FINANCIAL INFORMATION

Note 1. Introduction

The County was established under the laws of the State of Indiana. The County operates a Commissioners-Council form of government and provides the following services: public safety (police), highway and streets, health 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 District 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 District 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.

SWITZERLAND 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 back trending (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	\$ 2,889,105
Infrastructure	6,440,333
Buildings	10,268,657
Improvements other than buildings	1,607,767
Machinery and equipment	<u>2,869,323</u>
Total governmental activities, capital assets not being depreciated	<u>\$ 24,075,185</u>

SWITZERLAND 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:		
Highway equipment	\$ 29,843	\$ 31,486

SWITZERLAND COUNTY
OTHER REPORT

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

Board of County Commissioners
County Council

SWITZERLAND COUNTY
EXIT CONFERENCE

The contents of this report were discussed on November 5, 2008, with Rachel A. Bladen, Auditor; Kenton C. Banta, President of the Board of County Commissioners; and Thomas S. Crabtree II, County Council member.