

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

EXAMINATION REPORT

OF

TIPTON COUNTY

TIPTON COUNTY, INDIANA

January 1, 2007 to December 31, 2007



FILED

01/27/2009

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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Suzanne Alexander	01-01-07 to 12-31-10
Treasurer	Linda Warner	01-01-07 to 12-31-10
Clerk	Bonita Guffey	01-01-07 to 12-31-10
Sheriff	Frank Fritch	01-01-07 to 12-31-07
Recorder	Sheila Hook Marla Featherstone	01-01-05 to 12-31-08 01-01-09 to 12-31-12
President of the Board of County Commissioners	Monty Henderson Ken Ziegler	01-01-07 to 12-31-07 01-01-08 to 12-31-08
President of the County Council	Brad Nichols	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 TIPTON COUNTY, INDIANA

We have examined the financial information presented herein of Tipton 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 Long-Term Debt, as listed in the Table of Contents, is presented for additional analysis and is not a required part of the basic financial information. It has not been subjected to the examination procedures applied to the basic financial information and, accordingly, we express no opinion on it.

STATE BOARD OF ACCOUNTS

December 10, 2008

TIPTON COUNTY
SCHEDULES 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 01-01-07	Receipts	Disbursements	Cash and Investments 12-31-07
Governmental Funds:				
General	\$ 1,633,102	\$ 4,376,637	\$ 4,025,537	\$ 1,984,202
Highway	951,547	2,055,881	2,108,671	898,757
Local Road and Street	70,475	178,015	158,940	89,550
Property Reassessment No. 2	558,588	108,520	119,536	547,572
Welfare Administration	46,196	16,747	-	62,943
Health	235,339	324,865	236,782	323,422
Family and Children	673,904	120,021	426,271	367,654
Surveyor's Corner Perpetuation	27,431	3,735	27,951	3,215
Accident Report	285	2,039	1,921	403
Firearms Training	1,626	6,910	5,612	2,924
K-9	979	380	211	1,148
Drug Free Community	32,046	11,078	12,001	31,123
Recorder's Records Perpetuation	39,575	17,396	11,644	45,327
User Fee	12,985	6,390	3,453	15,922
Law Enforcement Continuing Education	479	474	131	822
Emergency Telephone System (E-911)	103,600	183,141	220,044	66,697
Enhanced Access	55,726	97,961	90,083	63,604
Community Development Block Grant	-	132,753	132,753	-
Homeland Security Grant	-	23,145	23,145	-
Joint Dispatch Service Center	59,007	519,740	490,847	87,900
Emergency Planning/Right to Know	6,112	-	-	6,112
Electronic Map Generation	617	14	-	631
Supplemental Public Defender SVC	1,410	900	-	2,310
Clerk Title VI-D	13,039	-	6,653	6,386
County Sales Disclosure	8,946	1,720	-	10,666
Coroners Education	17	974	933	58
Clerk's Records Perpetuation	14,358	8,852	28	23,182
Sheriff's Sales Administration	-	4,200	-	4,200
Emergency Preparedness	10,931	-	151	10,780
Rainy Day	285,696	112,546	61,211	337,031
Jury Pay	20,877	6,457	24	27,310
Prosecutor Special	1,057	-	-	1,057
Project Income	59,117	44,803	39,708	64,212
Community Corrections Grant	65,646	129,934	105,658	89,922
Adult Offender Interstate	38	75	38	75
Juvenile Probation Service	8,551	1,524	2,559	7,516
Adult Probation Services	81,384	49,297	36,991	93,690
Probation User Fees	32,910	10,360	-	43,270
Prosecutor's S.A.D.D.	1,755	-	-	1,755
Pretrial Diversion	32,191	17,014	10,402	38,803
Extradition	1,463	-	-	1,463
Child Protection Team	238	250	-	488
Misdemeanant Fund	70,926	22,238	-	93,164
Well Child	290	8	-	298
Ruth Jordan	1,810	-	400	1,410
Combat Range	39	-	-	39
Big Cicero Creek Drain	596,741	406,734	272,102	731,373
Indigent Substance Abuse	1,425	-	-	1,425
Drug Enforcement/Education	174	-	-	174
Sheriff Flower	12	80	88	4
Levy Excess	6,909	-	-	6,909
Operation Pullover 2005-2006	7	4,635	4,133	509
State Drunk Driving	350	-	-	350
Guardian Ad Litem/Court	22,085	1,214	754	22,545

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

TIPTON COUNTY
SCHEDULES 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):				
Community Improvement	2,750	-	-	2,750
Health Maintenance	-	25,000	19,300	5,700
Prosecutor Title IV-D	10,957	6,400	6,400	10,957
Drainage Maintenance	1,238,996	427,142	255,267	1,410,871
Debt Service Fund	1,266	-	-	1,266
Bond and Interest Redemption	2,407	-	-	2,407
Cumulative Capital Development	529,035	190,009	489,581	229,463
Cumulative Bridge	1,437,240	549,458	434,345	1,552,353
General Drain Improvement	341,302	217,669	124,223	434,748
Economic Development	457,474	1,365,713	1,466,869	356,318
Fiduciary Funds:				
Congressional School Principal	27,826	-	-	27,826
Sheriff's Pension Trust	1,287	3,289	-	4,576
Welfare Trust	18,947	3,673	9,002	13,618
Mortgage Fees - State Share	452	4,885	5,185	152
Congressional School Interest	6,759	848	-	7,607
Surplus Tax	12,395	23,735	10,989	25,141
Tax Sale Redemption	8,252	10	8,262	-
Surplus Tax Sale	197,263	97,052	153,918	140,397
Tax Sale Fees	7,206	5,028	2,873	9,361
Tax Sale	-	1,200	-	1,200
Prop Replacement Homestead Credit	1,905	1,541,055	799,624	743,336
Homestead Credit (Local Option)	3,372	255,285	255,418	3,239
Payroll	7,023	866,656	818,221	55,458
Plat Book	22,519	3,475	-	25,994
State Sales Disclosure Fee	235	1,720	1,820	135
Tax Distribution	-	21,433,274	21,433,274	-
State Welfare Excise Tax	-	14,487	14,487	-
Child Restraint Violations	-	177	177	-
Commercial CVET	-	164,236	164,236	-
Ditch Surplus	205	599	467	337
Inheritance Tax	60,255	339,593	377,104	22,744
State Fines and Forfeitures	1,090	16,259	15,471	1,878
Riverboat Revenue Sharing	-	104,531	104,531	-
City and Town Court Costs	14,935	2,258	7,874	9,319
Infraction Judgments	7,176	97,538	98,558	6,156
Financial Institution Tax	-	123,610	123,610	-
CAGIT (Certified Shares)	-	2,393,157	2,393,157	-
Education Plate Fees Agency	-	1,500	1,500	-
Medical Equipment	196	1,313	1,313	196
Wheel Tax	71,344	104,898	138,562	37,680
Sur Tax	15,974	412,130	410,156	17,948
Treasurer	320,745	22,444,886	22,702,729	62,902
Clerk	546,645	1,538,828	1,519,901	565,572
Landfill Post Closure	26,940	1,300	709	27,531
Probation Department	2,627	49,640	47,920	4,347
Prosecutor	13,714	52,641	45,091	21,264
Recorder	7,329	70,216	71,930	5,615
Sheriff	-	264,237	261,162	3,075
Sheriff - Commissary	706	54,049	27,280	27,475
Sheriff - Inmate Trust	961	68,547	69,020	488
Sheriff - Pension Trust	857,115	247,939	60,837	1,044,217
Totals	<u>\$ 12,134,836</u>	<u>\$ 64,600,802</u>	<u>\$ 63,589,719</u>	<u>\$ 13,145,919</u>

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

TIPTON 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 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.

TIPTON COUNTY
NOTES TO FINANCIAL INFORMATION
(Continued)

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.

Note 6. Subsequent Event

On August 14, 2008, the County issued \$1,135,000 in Economic Development Income Tax Bonds. The final payment on the bonds is December 15, 2027.

On April 10, 2008, the State of Indiana paid \$464,200 toward the balance of a \$576,803.32 loan entered into by the Tipton County Commissioners for the purchase of land associated with the Getrag transmission plant. As of December 20, 2008, the remaining balance due on this loan was \$98,893.95.

During 2008, the Tipton County Redevelopment Commission issued Redevelopment District Tax Increment Revenue Bonds, Series A in the amount of \$11,000,000 and Redevelopment District Tax District Increment Revenue Bonds, Series B in the amount of \$3,100,000. Both bond issues were made to fund infrastructure improvements at the Getrag transmission plant in Tipton County. Debt service payments for both bond issues were to be made from tax revenues received from a Tax Incremental Financing District established by the Redevelopment Commission which included the transmission plant. Subsequent to the issuance of these bonds, Getrag, Inc., declared bankruptcy.

TIPTON COUNTY
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT
 For The Year Ended December 31, 2007

The County has entered into the following debt:

Description of Asset	Ending Balance	Due Within One Year
Governmental Activities:		
Loans:		
Getrag land purchase loan	\$ 576,804	\$ 52,942
Capital leases:		
Sheriff Vehicles	<u>49,610</u>	<u>24,805</u>
Total governmental activities long-term debt	<u>\$ 626,414</u>	<u>\$ 77,747</u>

TIPTON COUNTY
OTHER REPORT

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

County Auditor

TIPTON COUNTY
EXIT CONFERENCE

The contents of this report were discussed on December 17, 2008, with Suzanne Alexander, Auditor. Our report disclosed no material items that warrant comment at this time.