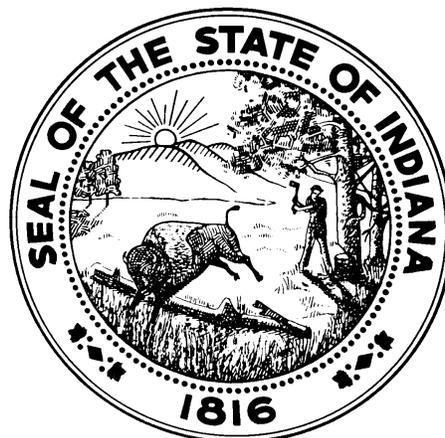


STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769

EXAMINATION REPORT
OF
ADAMS COUNTY, INDIANA
January 1, 2008 to December 31, 2008



FILED
09/25/2009

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Officials	2
Independent Accountant's Report.....	3
Financial Information:	
Schedule of Receipts, Disbursements, and Cash and Investment Balances	4-5
Notes to Financial Information	6-8
Supplementary Information:	
Schedule of Capital Assets.....	9
Other Report	10
Exit Conference.....	11

OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	William A. Borne	01-01-05 to 12-31-12
Treasurer	Rex M. Moore	01-01-06 to 12-31-09
Clerk	Gayla M. Reinhart	01-01-08 to 12-31-10
Sheriff	Charles E. Padgett, Jr.	01-01-07 to 12-31-10
Recorder	Constance J. Moser	01-01-05 to 12-31-12
President of the Board of County Commissioners	Douglas L. Bauman	01-01-08 to 12-31-09
President of the County Council	Matthew S. Lehman Randy S. Colclasure	01-01-08 to 11-04-08 11-05-08 to 12-31-09



STATE OF INDIANA
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302 WEST WASHINGTON STREET
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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF ADAMS COUNTY, INDIANA

We have examined the financial information presented herein of Adams County (County), for the period of January 1, 2008 to December 31, 2008. 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, 2008, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

The Schedule of Capital Assets, 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

August 31, 2009

ADAMS COUNTY
SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
ALL GOVERNMENTAL, PROPRIETARY, AND FIDUCIARY FUND TYPES
As Of And For The Year Ended December 31, 2008

	Cash and Investments 01-01-08	Receipts	Disbursements	Cash and Investments 12-31-08
Governmental Funds:				
General	\$ 5,858,210	\$ 8,770,408	\$ 9,743,131	\$ 4,885,487
Victim Crime Assistance	5,395	14,725	16,096	4,024
County Incentives	-	11,964	-	11,964
County Sales Disclosure	22,179	3,195	2,296	23,078
Surveyor's Corner Perpetuation	19,240	5,690	11,663	13,267
Future Reassessment	402,656	78,836	75,591	405,901
Recorder's Records Perpetuation	10,810	34,664	24,652	20,822
Identification Protection	8,798	10,122	17,959	961
Clerk's Records Perpetuation	18,763	7,920	-	26,683
Sheriff Retirement	11,813	10,235	-	22,048
Urinalysis Fee	27,234	2,342	-	29,576
Supplemental Juvenile Probation Services	16,684	310	-	16,994
Supplemental Adult Probation Services	134,636	55,487	15,343	174,780
Probation Administrative Fee	6,727	26,494	-	33,221
Pretrial Diversion	6,735	5,890	575	12,050
Extradition	25,800	-	5,743	20,057
Community Corrections - Home Detention	17,929	302,368	267,332	52,965
Supplemental Public Defender Services	60,936	16,983	-	77,919
Community Corrections - Project Income	-	95,978	21,779	74,199
Community Corrections - Transitions Program	-	49,576	44,032	5,544
Community Corrections - School Suspension	-	31,004	15,760	15,244
Guardian Ad Litem	1,089	-	-	1,089
Special Advocate	256	-	-	256
Covered Bridge	9,382	1,850	-	11,232
County Highway	1,368,366	1,976,925	2,456,131	889,160
Local Road and Street	167,687	292,843	318,507	142,023
County Health	114,633	269,368	253,333	130,668
Tobacco Grant	59,373	21,384	16,628	64,129
Public Health Maintenance	6,996	42,500	42,500	6,996
Health Maintenance	99,763	24,854	38,836	85,781
Health - Food and Tattoo	-	6,120	-	6,120
Children's Psychiatric	248,320	-	53,699	194,621
Family and Children	518,991	2,298,296	1,562,539	1,254,748
Prosecutor IV-D No. 2	39,583	23,786	18,521	44,848
Drainage Maintenance	586,063	274,876	239,331	621,608
Accident Report	306	1,347	810	843
Firearms Training	10,439	10,440	1,785	19,094
County Drug Free Community	28,010	18,930	14,900	32,040
Special Drug Detection	120	-	-	120
County Law Enforcement Continuing Education	184	2,081	130	2,135
Clerk IV-D No. 2	26,237	12,372	2,378	36,231
Emergency Response Services	660,094	474,670	375,436	759,328
Emergency Planning and Right to Know	32,669	7,535	9,145	31,059
Grant Miscellaneous	215	450	425	240
Homeland Security	-	6,380	3,471	2,909
Park and Recreation	85,645	192,735	148,148	130,232
Park Nonreverting Operating	48,733	66,894	55,578	60,049
Park and Recreation Nonreverting Operating	768	-	-	768
Airport Feasibility Study	247	-	-	247
Jury Fee	1,170	5,235	6,403	2
Disaster Public Assistance	1,345	1,794	20	3,119
County Corrections (Misdemeanant)	47,370	24,735	28,862	43,243
Adams County Drug Enforcement	8,520	-	3,000	5,520
Golden Meadows Special Needs	11,189	7,132	5,673	12,648
St. Mary's River Basin	585	-	-	585
Deferral Fee	10,734	31,954	24,155	18,533

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

ADAMS COUNTY
SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
ALL GOVERNMENTAL, PROPRIETARY, AND FIDUCIARY FUND TYPES
As Of And For The Year Ended December 31, 2008
(Continued)

	Cash and Investments 01-01-08	Receipts	Disbursements	Cash and Investments 12-31-08
Governmental Funds (continued):				
County Home Commissary	716	3,883	4,455	144
Sheriff's Commissary	46	63,465	60,207	3,304
Cumulative Bridge	1,176,879	833,542	1,185,637	824,784
General Drain Improvement	561,687	43,988	57,884	547,791
Cumulative Capital Development	1,430,228	388,518	621,338	1,197,408
Cumulative Courthouse Buildings	236,536	59,629	-	296,165
Economic Development Income Tax	230,421	802,397	770,775	262,043
Cumulative Jail	856,061	504,004	-	1,360,065
Proprietary Funds:				
Health Insurance	1,105,971	1,452,588	1,709,792	848,767
Workman's Compensation	71,046	225,102	63,052	233,096
Fiduciary Funds:				
Sheriff Pension	2,831,828	215,913	439,867	2,607,874
Highway Donations	193	650	250	593
Health Donations	48,488	7,536	2,795	53,229
Congressional School Principal	18,513	-	-	18,513
Dog Donations	55	260	-	315
DARE Donations	1,395	-	98	1,297
Golden Meadows - Cans for Co-pay	-	3,677	191	3,486
Probation Interstate Compact	-	900	825	75
Education Plate Fee	-	1,350	1,350	-
Medical Assistance to Wards	-	29,813	29,813	-
Children With Special Health Needs	-	47,076	47,076	-
Hospital Care of the Indigent	-	255,777	255,777	-
Welfare Trust	10	400	410	-
Surplus Tax	42,770	76,724	78,729	40,765
Tax Sale Redemption	70	5,709	5,217	562
Surplus Tax Sale	11,641	356	2,894	9,103
State Sales Disclosure Fee	435	3,195	3,630	-
Coroner's Training and Continuing Education	88	2,386	2,154	320
City and Town Court Costs	4,264	9,309	8,504	5,069
Congressional School Interest	16,603	2,418	741	18,280
Inheritance Tax	198,424	773,657	777,755	194,326
Improvement Location Permit Money	-	360	360	-
Law Enforcement Deputy 1	3,275	-	-	3,275
Law Enforcement Training	13,009	7,896	6,164	14,741
Mortgage Fees	343	3,603	3,758	188
Infraction Judgments	8,319	96,656	96,856	8,119
Special Death Benefit	40	1,670	1,625	85
County Child Advocacy	100	100	-	200
Overweight Vehicle Fines	-	900	900	-
State Fines and Forfeitures	-	279	238	41
Homestead Credit Rebate	1,237,023	34,682	1,271,705	-
Tax Distributions	54,500	41,939,018	41,838,479	155,039
Payroll Withholdings	11	2,520,105	2,507,432	12,684
Work Release	5,469	83,279	82,153	6,595
County Sheriff	5,685	642,554	635,418	12,821
Sheriff's Inmate Trust	8,923	93,443	90,950	11,416
Clerk of the Circuit Court	224,138	2,958,528	2,938,958	243,708
County Recorder	11,159	124,482	125,224	10,417
County Treasurer	329,013	61,622,056	61,485,788	465,281
Probation Department	50	80,329	80,099	280
County Home Resident's Trust	22,514	242,682	251,326	13,870
Totals	<u>\$ 21,617,566</u>	<u>\$ 131,898,521</u>	<u>\$ 133,490,945</u>	<u>\$ 20,025,142</u>

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

ADAMS 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, highways and streets, 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.

ADAMS COUNTY
NOTES TO FINANCIAL INFORMATION
(Continued)

Note 6. Pension Plans

Agent Multiple-Employer and Single-Employer Defined Benefit 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 the 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 member's 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. The 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 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.

ADAMS 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.

ADAMS COUNTY
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS
 December 31, 2008

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	\$ 84,567
Infrastructure	58,761,686
Buildings	7,526,203
Improvements other than buildings	531,710
Machinery and equipment	5,812,099
Construction in progress	<u>35,460</u>
 Total governmental activities, capital assets not being depreciated	 <u><u>\$ 72,751,725</u></u>

ADAMS COUNTY
OTHER REPORT

The report presented herein was prepared in addition to the official report prepared for the County Sheriff.

ADAMS COUNTY
EXIT CONFERENCE

The contents of this report were discussed on August 31, 2009, with William A. Borne, Auditor; and Douglas L. Bauman, President of the Board of County Commissioners.