

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

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



FILED
09/30/2009

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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Frances K. Taylor Nancy J. Steiner	01-01-05 to 12-31-08 01-01-09 to 12-31-12
Treasurer	Vicki D. Boyd Diana Schutte	01-01-05 to 12-31-08 01-01-09 to 12-31-12
Clerk	Julie Fithian	01-01-08 to 12-31-11
Sheriff	Anthony J. Dant	01-01-07 to 12-31-10
Recorder	Diana Schutte Gerald R. Montgomery	01-01-05 to 12-31-08 01-01-09 to 12-31-12
President of the Board of County Commissioners	Michael D. Dant Paul R. George	01-01-08 to 12-31-08 01-01-09 to 12-31-09
President of the County Council	C. Richard Summers	01-01-08 to 12-31-09



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 MARTIN COUNTY, INDIANA

We have examined the financial information presented herein of Martin 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 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

August 25, 2009

MARTIN 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, 2008

	Cash and Investments 01-01-08	Receipts	Disbursements	Cash and Investments 12-31-08
Governmental Funds:				
General	\$ 612,980	\$ 3,134,571	\$ 3,203,604	\$ 543,947
Levy Excess	-	33,676	-	33,676
Levy Excess Welfare	-	757	-	757
County Highway	403,681	1,718,500	1,870,213	251,968
County Health	75,045	40,923	42,213	73,755
LRS	97,442	147,882	146,663	98,661
Property Reassessment #2	248,510	89,197	53,948	283,759
Property Reassessment 2010	412,000	-	-	412,000
Accident Report	2,531	380	-	2,911
Firearms Training	10,718	6,660	630	16,748
Arson Investigation	297	-	-	297
Surveyor's Corner Perpetuation	9,402	3,705	9,236	3,871
Probation User Fees	37,223	32,695	16,605	53,313
Adult Probation Services	29,175	6,301	-	35,476
Alternative Dispute Resolution	1,360	1,820	-	3,180
Criminal Justice Grants	8,290	-	9,386	(1,096)
Recorder's Records Perpetuation	37,776	10,400	23,941	24,235
County Law Enf Education	4,216	-	-	4,216
County User Fee	67,001	71,308	84,975	53,334
Health Maintenance	8,600	15,000	20,000	3,600
Emergency Planning	13,129	-	-	13,129
County Drug Free Community	39,636	9,030	9,094	39,572
Plat Book	15,286	1,438	-	16,724
CISP Recorder	5,833	3,832	72	9,593
County Corrections	15,837	7,557	5,518	17,876
Supplemental Public Defender	2,108	19,060	-	21,168
Drainage Maintenance Upper Boggs	6,021	1,014	-	7,035
County Family And Children	351,679	481,714	671,481	161,912
County Medical Co-Payment	9,638	6,358	5,890	10,106
Sheriff's Continuing Education	591	-	-	591
Community Corrections #18	5,055	44,343	37,947	11,451
Community Corrections	18,070	56,285	60,894	13,461
Community Corrections - Home Detention II	-	138,754	41,790	96,964
Project Income II	90,761	47,830	138,591	-
Sheriff's Commissary	29,307	84,692	74,988	39,011
Tobacco Grant	6,920	24,277	13,489	17,708
Prosecutor's Service Charge Fee	13,094	4,194	7,757	9,531
Jury Duty	8,679	2,634	-	11,313
Prosecutor's IV-D	8,631	-	-	8,631
Prosecutor's Title IV-D	9,667	5,369	1,392	13,644
Clerk's IV-D	2,548	3,547	-	6,095
Clerk's Records Perpetuation	6,997	3,011	5,335	4,673
Community Transition Program	3,308	2,131	3,308	2,131
Community Transition Program II	2,293	-	2,293	-
County Sales Disclosure	4,227	268	3,253	1,242
Riverboat Revenue Sharing	42,962	65,045	72,162	35,845
Bio-terrorism	2,500	4,183	2,500	4,183
State Pandemic Assessment Grant	1,589	-	107	1,482
Child Psychiatric Treatment	24,865	16,177	44,437	(3,395)
Emergency Telephone System	273,474	140,617	104,289	309,802
Homeland Security	-	17,901	17,901	-
Probation Juvenile Administration	2,545	460	-	3,005
Probation User - Juvenile	9,203	1,835	2,046	8,992
Guardian Ad Litem	2,024	-	-	2,024
Rainy Day	82,638	111,721	43,610	150,749
Buy Money	506	1,032	1,032	506
Hoosier Safety Program	160	-	-	160
Middleway House Grant	1	-	-	1
Mortgage Fee Fund	701	1,185	1,886	-
PHC-2006	(4,623)	45,000	43,498	(3,121)
Cops Grant	1,524	6,093	7,617	-
Fire Truck Grant	3,935	-	3,926	9
Nonreverting Voting	70,925	-	-	70,925

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

MARTIN 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, 2008
(Continued)

	Cash and Investments 01-01-08	Receipts	Disbursements	Cash and Investments 12-31-08
Governmental Funds (continued):				
Family Court Project	62,458	20,487	46,097	36,848
Special Revenue - Other	370	-	370	-
Operation Pull Over	271	-	463	(192)
Courthouse Debt Service	396	-	-	396
Cumulative Voting System	36,613	-	-	36,613
Jail Bond	161,157	353,194	346,442	167,909
Cumulative Bridge	491,029	175,315	308,656	357,688
Cumulative Capital Development	248,936	72,523	98,928	222,531
Westgate Capital Fund	28,175	287,656	174,882	140,949
Westgate Debt	22,446	438	14,199	8,685
Health Insurance	1,937	8,278	7,242	2,973
Sheriff's Pension	1,130,182	131,215	367,993	893,404
County Museum Planning	1,000	7,200	8,200	-
Child Restraint	250	425	675	-
State Mosquito Control Grant	-	-	912	(912)
Wireless Emergency Telephone System	-	9,038	-	9,038
Mitcheltree Fire Truck Grant	-	10,000	5,100	4,900
State VA Grant	-	3,106	1,033	2,073
State I-69 Planning Grant	-	130,679	130,679	-
Congressional School Principal	13,545	841	-	14,386
Fiduciary Funds:				
City and Town Court Costs	-	4,197	-	4,197
Congressional School Interest	2,208	1,429	841	2,796
Child Restraint	-	675	675	-
County Recorder	3,226	44,320	44,480	3,066
County Treasurer	808,804	21,001,124	21,732,637	77,291
County Sheriff	-	10,526	10,521	5
Economic Development Income Tax	1	322,362	322,363	-
Inheritance Tax	18,681	103,189	89,506	32,364
Levy Excess Welfare/State	-	6,761	6,761	-
County Payroll	10,779	806,971	777,428	40,322
Clerk of the Circuit Court	378,861	710,572	713,720	375,713
State Fees (See Line 179 below)	8,638	17,212	25,733	117
State Settlement	5,601	1,222	764	6,059
Surplus Tax	5,039	18,046	19,151	3,934
Tax Sale Surplus	126,012	-	53,284	72,728
Tax Sale Redemption	(1)	16,747	16,736	10
Tax Distribution	-	10,858,823	10,858,823	-
Tax Distribution - Replacement & Homestead	221,558	127	221,685	-
Tax Distribution - Replacement & Homestead	-	459,976	457,084	2,892
Property Replacement Homestead Credit	-	4,129	4,129	-
County Hospital Care for Indigent	-	204,599	144,412	60,187
Medical Assistance to Wards	-	73,917	52,250	21,667
Children With Special Health Care Needs	-	33,912	23,961	9,951
Welfare Trust	13,504	2,244	12,964	2,784
Sheriff Inmate Trust	2,772	78,318	77,953	3,137
Probation	1,990	43,976	44,099	1,867
Community Corrections	4,990	65,050	66,282	3,758
County Prosecutor	211	33,330	33,510	31
Special Death Benefits	-	1,020	1,020	-
Forest Restoration	-	748	561	187
Interstate Compact	-	75	75	-
Infraction Judgment Deferral	-	986	-	986
Infraction Judgment Deferral #2	-	560	-	560
Totals	<u>\$ 7,062,130</u>	<u>\$ 42,809,900</u>	<u>\$ 44,234,796</u>	<u>\$ 5,637,234</u>

MARTIN 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.

MARTIN COUNTY
NOTES TO FINANCIAL INFORMATION
(Continued)

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. Pension Plan

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.

MARTIN COUNTY
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS
 For The Year Ended 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 completed in the current and prior year have been reported. Infrastructure assets have been reported since January 1, 2004. Retroactive reporting of general infrastructure assets is not required.

<u>Primary Government</u>	<u>Ending Balance</u>
Governmental activities:	
Capital assets, not being depreciated:	
Land	\$ 34,500
Infrastructure	838,173
Buildings	4,268,652
Machinery and equipment	<u>3,966,066</u>
Total governmental activities, capital assets not being depreciated	<u>\$ 9,107,391</u>

MARTIN COUNTY
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT
 December 31, 2008

Martin County has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:		
Notes and loans payable	\$ 309,261	\$ 96,807
Bonds payable:		
General obligation bonds:		
Economic development	190,000	-
Courthouse renovation	<u>51,000</u>	<u>-</u>
Total governmental activities debt	<u>\$ 550,261</u>	<u>\$ 96,807</u>

MARTIN COUNTY
EXIT CONFERENCE

The contents of this report were discussed on August 25, 2009, with Nancy J. Steiner, Auditor; Paul R. George, President of the Board of County Commissioners; and C. Richard Summers, President of the County Council. Our examination disclosed no material items that warrant comment at this time.