

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

EXAMINATION REPORT
OF
PULASKI COUNTY, INDIANA
January 1, 2009 to December 31, 2009



FILED
10/15/2010

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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Sheila Garling	01-01-09 to 12-31-12
Treasurer	Sheryl DeGroot	01-01-09 to 12-31-12
Clerk of the Circuit Court	Jennifer Shank-Maxwell	01-01-09 to 12-31-10
Sheriff	Michael Gayer	01-01-07 to 12-31-10
Recorder	Lynnette Wilder	01-01-09 to 12-31-12
President of the Board County Commissioners	Paul Grandstaff	01-01-09 to 12-31-10
President of the County Council	Rita Carpenter	01-01-09 to 12-31-10



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF PULASKI COUNTY, INDIANA

We have examined the financial information presented herein of Pulaski County (County), for the period of January 1, 2009 to December 31, 2009. 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, 2009, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

Included in the financial statements are the receipts and disbursements activity from emergency telephone system fees (IC 36-8-16) and enhanced wireless emergency telephone fees (IC 36-8-16.5). In accordance with IC 36-8-16-14 and IC 36-8-16.5-41 these fees have been subjected to an annual examination performed by the State Board of Accounts and, in our opinion, are fairly stated, in all material respects, in relation to the financial statements.

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 5, 2010

PULASKI 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, 2009

	Cash and Investments		Cash and Investments	
	01-01-09	Receipts	Disbursements	12-31-09
Governmental Funds:				
General	\$ 1,304,793	\$ 8,544,232	\$ 8,448,707	\$ 1,400,318
Emergency Telephone System	84,353	65,957	-	150,310
Aviation	24,922	68,560	59,428	34,054
Aviation "Airport Layout"	17,203	24,177	41,380	-
Aviation Runway #4	343	-	-	343
Accident Report	9,195	1,886	-	11,081
Appointed Special Advocate Service	450	100	-	550
Aviation Equipment Storage	13,737	-	-	13,737
Aviation Improvement Donation	-	4,966	-	4,966
BioTerrorism Grant - Health	5,614	-	-	5,614
Grant Health Bio	15,776	24,943	29,499	11,220
Clerk's Record Perpetuation	39,579	3,536	811	42,304
General Incentive IV-D	25,557	6,130	718	30,969
Recorders ID Security Protection	12,329	4,666	1,500	15,495
Community Development Block Grant	292,052	16,653	85,000	223,705
Rural Development Action Grant	5,740	-	-	5,740
Community Development Donation	8,728	1,000	675	9,053
Levy Excess	122,402	53,057	-	175,459
Riverboat Revenue Sharing	184,525	60,302	-	244,827
County Sales Disclosure	13,487	1,585	-	15,072
Dare Donation Fund	434	-	-	434
Donations	69,279	1,000	-	70,279
Drainage Maintenance	1,325,575	560,953	695,052	1,191,476
Drug Free Commission	9,948	10,337	9,948	10,337
Enhanced 911	313,236	147,841	172,220	288,857
Extradition	872	-	-	872
Family and Children	82,250	107,092	189,342	-
FEMA Supplemental Funding Grant	758	-	369	389
Firearms Training	16,196	8,690	7,143	17,743
Guardian Ad Litem	11,151	12,600	12,000	11,751
Health	20,902	217,257	115,851	122,308
Health - 2001 Tobacco Settlement	28,890	14,646	21,149	22,387
H1N1 Grant	-	20,592	13,034	7,558
Health Maintenance	79,182	41,165	84,737	35,610
Highway	877,069	1,975,000	1,901,552	950,517
Rainy Day Fund	293,198	91,800	65,057	319,941
Jury Pay	85	-	-	85
Justice Center - CAGIT	1,688,832	1,890,422	1,572,511	2,006,743
LEPC Emergency Planning	15,934	-	1,118	14,816
Law Enforcement Continuing Education	1,165	2,726	3,814	77
Local Road and Street	262,034	135,767	115,589	282,212
Misdemeanant	118,183	10,549	29,469	99,263
06 Homeland Security CFDA 97.073	21,686	-	-	21,686
County Grant Incentive	12,664	6,130	3,150	15,644
Operation Pullover	6,244	8,917	15,157	4
Planning Grant	4,600	19,800	24,400	-
Pretrial Diversion	881	7,389	7,115	1,155
Probation Alcohol/Drug Screening	29	6,300	5,922	407
Probation Detention Assessment	142	-	-	142
Property Reassessment	595,868	113,194	86,552	622,510
Prosecutor Coordinator Council Fees	1,792	-	-	1,792
Prosecutor Title IV-D	13,553	9,221	3,360	19,414
Public Safety Communication Grant	-	24,338	24,338	-
Recorders' Records Perpetuation	118,244	14,610	16,627	116,227
Section 102 Voting System	2,432	-	664	1,768
Sheriff Canine Donation	100	275	293	82
Sheriff Donation	1,060	-	1,060	-
Sheriff's Alcohol Sensor	1,046	-	111	935
Sheriff's Commissary	15,583	104,461	108,951	11,093
Sheriff's Controlled Substance Tax	714	-	-	714
Sheriff Seized Assets	9,811	-	-	9,811
Sheriff's Seized Assets	2	-	2	-
Superior Court Drug/Alcohol	9,175	-	-	9,175
Supplemental Adult Probation Services	110,993	41,922	36,923	115,992

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

PULASKI 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, 2009
(Continued)

	Cash and Investments 01-01-09	Receipts	Disbursements	Cash and Investments 12-31-09
Governmental Funds (continued):				
Supplemental Juvenile Probation Services	16,185	2,895	5,000	14,080
Supplemental Public Defender Service	40,818	16,713	-	57,531
Surveyor's Perpetuation Fund	1,420	3,345	1,000	3,765
Title III Voting system	50,794	-	132	50,662
User Fee	114,827	25,503	9,886	130,444
Wireless 911	932	626	-	1,558
Work Release	26,970	45,295	48,292	23,973
You Drink - Drive You Lose	192	-	192	-
Cumulative Jail Fund	183,871	3,089	-	186,960
Jail Lease Rental	146,668	116,114	262,500	282
CEDIT - Capital Projects	1,489,576	635,790	444,656	1,680,710
Cumulative Bridge	1,915,089	248,269	132,491	2,030,867
Cumulative Building	126,539	2,130	-	128,669
Cumulative Capital Development	1,207,533	151,065	92,311	1,266,287
General Drain Improvement	1,277,193	59,297	63,595	1,272,895
Industrial Park Improvements	43,644	-	-	43,644
Children Psychiatric Residential Treatment	154,112	-	120,764	33,348
County Sex and Violent Offender Administration	445	841	-	1,286
Jail Program Gr #6 - Jb 020	10,000	-	-	10,000
Victim Assistance 06/07	(7,187)	18,891	11,703	1
Victim Assistance 07/08	53	-	13,599	(13,546)
Fiduciary Funds:				
Sheriff's Pension - Benefit	85,258	20,394	7,189	98,463
Sheriff's Pension - Retirement	768,570	114,798	39,394	843,974
Congressional School Principal	25,293	-	-	25,293
Agency Funds:				
Treasurer	179,030	12,312,600	12,314,930	176,700
Clerk of the Circuit Court	197,378	1,491,426	1,489,401	199,403
Recorder	4,311	54,850	54,835	4,326
Sheriff	11,610	194,978	203,585	3,003
Inmate Trust	11,433	238,283	242,145	7,571
Prosecuting Attorney	432	4	-	436
Probation	1,197	7,420	8,617	-
Recycling	30,200	67	29,756	511
Health	25	-	-	25
Transfer Station	20	-	-	20
Sheriff Pension Trust Fund	31,450	9,023	-	40,473
Welfare Trust	568	-	568	-
Coroners Education	138	1,362	1,442	58
Sales Disclosure	210	1,415	1,472	153
Recorders Mortgage Fee	92	1,305	1,285	112
City and Town Court Costs	360	3,877	-	4,237
Fines and Forfeitures	1,642	9,472	10,646	468
State Homestead Credit	346,775	143,023	316,452	173,346
Infraction Judgements	2,979	32,106	32,562	2,523
Tax Distributions - Education Plate Fees	637	656	1,293	-
Child Restraint Violations	25	125	150	-
Tax Distributions	720,786	15,425,425	14,662,011	1,484,200
State Sex and Violent Offenders Administration	50	94	126	18
Congressional School Interest	11,476	925	1,012	11,389
Inheritance Tax	284,975	3,784,376	4,027,119	42,232
Payroll	40,123	1,806,501	1,806,541	40,083
Special Death Benefit	270	1,690	1,845	115
Surplus Tax	17,902	21,166	19,299	19,769
Tax Sale Cost	16,791	19,067	11,210	24,648
Tax Sale Redemption	2,871	48,869	51,163	577
Tax Sale Surplus	162,811	61,518	111,681	112,648
Totals	<u>\$ 18,079,939</u>	<u>\$ 51,623,422</u>	<u>\$ 50,666,148</u>	<u>\$ 19,037,213</u>

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

PULASKI 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.

State statute (IC 5-13-9) authorizes the District 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.

PULASKI COUNTY
NOTES TO FINANCIAL INFORMATION
(Continued)

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 District 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.

PULASKI COUNTY
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS
 For The Year Ended December 31, 2009

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	\$ 3,844,604
Infrastructure	38,407,006
Buildings	9,864,869
Improvements other than buildings	1,979,489
Machinery and equipment	<u>5,271,385</u>
Total governmental activities, capital assets not being depreciated	<u>\$ 59,367,353</u>

PULASKI COUNTY
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT
 December 31, 2009

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:		
Justice Center	<u>\$ 4,645,000</u>	<u>\$ 527,000</u>

PULASKI COUNTY
EXIT CONFERENCE

The contents of this report were discussed on August 5, 2010, with Jay Sullivan, Vice President of the County Council, and Sheila Garling, Auditor. Our examination disclosed no material items that warrant comment at this time.