

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

EXAMINATION REPORT

OF

PARKE COUNTY

PARKE COUNTY, INDIANA

January 1, 2009 to December 31, 2009



FILED

12/07/2010

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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Diana Hazlett	01-01-07 to 12-31-10
Treasurer	Mary Alice Gregg	01-01-09 to 12-31-12
Clerk of the Circuit Court	Kim Shorter	01-01-07 to 12-31-10
Sheriff	D. Michael Eslinger	01-01-07 to 12-31-10
Recorder	Mary Jo Harkrider	01-01-09 to 12-31-12
President of the Board of County Commissioners	George Nicholas	01-01-09 to 12-31-10
President of the County Council	James A. Rahn	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 PARKE COUNTY, INDIANA

We have examined the financial information presented herein of Parke 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 subject to an annual examination performed by State Board of Accounts and, in our opinion, are fairly stated, in all material respects, in relation to the financial statements.

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

September 20, 2010

PARKE 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			Cash and
	Investments	Receipts	Disbursements	Investments
	01-01-09			12-31-09
Governmental Funds:				
General	583,973	\$ 6,426,841	\$ 6,358,341	\$ 652,473
2007 IN Supreme Court Drug Court	930	-	558	372
Accident Report	3,253	1,078	-	4,331
Adult Probation Match For D.C.	989	18,548	18,776	761
Adult Probation Services	120,322	95,839	148,707	67,454
Anti -Meth Mini Grant	152	-	-	152
Betty Spencer Advocate Fund	515	-	-	515
Bridgeton Bridge Phase I	-	2,560	2,560	-
Bulletproof Vests	-	3,893	3,893	-
CEDIT Homestead Credit	156,186	617,303	593,583	179,906
CEDIT Special Revenue	1,278,337	1,217,303	2,304,745	190,895
Child Abuse Prevention	589	50	-	639
Clerk's Records Perpetuation	9,134	4,875	2,380	11,629
Convention and Visitors Commission	29,484	133,215	151,204	11,495
Coroner's Education	116	663	702	77
County Donation Fund	630	-	-	630
Court Appointed Special Advocate	2,087	13,321	15,154	254
Court Interpreters	25	-	25	-
Covered Bridge	246,870	72,118	138,734	180,254
Crime Victims Assistance	3,836	11,542	14,903	475
Criminal Justice Federal	2,868	-	-	2,868
CSEPP Program	3,912	-	165	3,747
Cumulative Bridge	672,328	423,054	215,132	880,250
Cumulative Building	267,267	266,592	336,593	197,266
Cumulative Capital Development	453,477	151,998	191,478	413,997
Digital Camera LCC Mini Grant	1,500	-	90	1,410
Donations	3,300	-	-	3,300
Drug & Problem Solving Court Grant	-	5,000	5,000	-
Drug Court 2007	9,797	20,010	25,972	3,835
Drug Court Assessments	545	450	780	215
Drug Court Donation Fund	1,118	1,512	925	1,705
Drug Court Incentive LCC Mini Grant	663	-	148	515
Drug Court Loan Fund	760	-	399	361
Drug Court Testing and Training	3,624	-	-	3,624
Drug Court Tune Up	-	1,400	717	683
Drug Court Workshop	1,227	-	-	1,227
Drug Free Community	22,325	75,159	22,056	75,428
Emergency Management Sub Grant	245	-	-	245
Emergency Planning/Right to Know	8,149	3,468	441	11,176
Emergency Telephone System	85,768	130,468	181,608	34,628
Family and Children	85,160	19,556	104,716	0
Federal Forfeitures	1,751	-	1,553	198
Firearms Training	12,810	10,260	9,129	13,941
Forfeitures & Seizures	5,014	-	1,962	3,052
Grant BPRS04	8,915	-	8,915	0
H191 160-66 Grant	-	23,852	18,009	5,843
Health	30,372	109,586	99,374	40,584
Health Maintenance	12,242	33,139	27,690	17,691
Highway	1,002,555	2,395,444	2,723,446	674,553
Identification Security Protection	2,236	5,235	6,577	894
Judges Juvenile Incentive	1,000	-	-	1,000
Jury Fee Fund	-	2,142	1,966	176
Jury Pay	16,149	1,966	8,285	9,830
Juvenile Karate LLC Grant	-	2,300	705	1,595
Juvenile Probation Service	68,794	13,900	11,141	71,553
Law Enforcement Continuing Ed	25,731	3,844	1,293	28,282
Law Enforcement Education	9,556	-	-	9,556
LCC	1,265	-	-	1,265
LEPTT GIS Grant	-	5,000	5,000	-
Levy Excess Special Revenue	-	209,832	131,271	78,561
Limestone Creek - Bill Seward	-	19,855	19,855	-
Local Planning Council	2,792	-	-	2,792
Local Road and Street	128,927	147,410	108,966	167,371
Marine Patrol Grant	106	30,000	22,018	8,088
Misdemeanant	5,037	11,128	14,201	1,964
Non Revert Title III	397	-	-	397
Operation Pullover	-	1,056	-	1,056
Park and Recreation Concession	108,390	35,474	40,630	103,234
Park Non-Revert Capital	2,879	26,409	-	29,288
Parks and Recreation	224,994	286,152	219,642	291,504
PHC Grant 08/31/07-10/31/07	33	-	-	33
Plat Book	77,886	7,695	20	85,561
Pretrial Diversion	69,422	50,108	37,775	81,755
Probation User Fee-Administrative	1,270	19,243	19,696	817
Property Reassessment	460,729	155,115	301,230	314,614
PSIC Emergency Management Radios	-	13,276	13,276	-
Public Health Emergency Preparedness	10,000	10,000	16,041	3,959
Public Safety	186,366	616,180	751,803	50,743
Rainy Day	235,409	375,409	123,914	486,903
RDP Grant Project	-	1,396	1,396	-
Recorder's Records Perpetuation	28,402	18,375	29,219	17,558
Redevelopment Commission	80,160	181,482	81,477	180,165

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

PARKE 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):				
Riverboat	271,840	72,049	65,877	278,012
Sales Disclosure	4,441	2,075	270	6,246
Sex Offender Registration Fees	465	1,155	1,570	50
Sheriff's Commissary	25,465	87,875	87,686	25,654
Sheriff Pension Holding	4,459	5,057	6,942	2,574
Special Revenue - Other	328,208	645,552	973,760	0
Supplemental Public Defender SVC	63,656	7,700	19,168	52,188
Surveyor's Corner Perpetuation	13,670	3,410	10,566	6,514
Tobacco Cessation	1,947	-	-	1,947
Tobacco Settlement	9,179	15,823	2,650	22,352
Vehicle Tracking Device LCC Mini	700	-	700	-
Welfare CPRTS	63,429	-	63,429	0
Wireless 911 Distributions	73,823	76,187	-	150,010
Fiduciary Funds:				
Congressional School Principal	33,865	-	-	33,865
Pension Trust Fund	941,355	4,968,367	4,945,669	964,053
Area Plan Commission	-	6,840	6,840	-
CAGIT Agency	-	2,438,839	2,438,839	-
Children w/Special Health Needs Agency	-	1,582	1,582	-
City and Town Court Costs	-	5,581	5,107	474
Clerk of the Circuit Court	289,912	1,598,321	1,538,567	349,666
Congressional School Interest	16,818	266	677	16,407
Convention and Tourism	27,491	118,471	127,208	18,754
CVET Agency	-	57,633	57,633	-
Education Plate Fees Agency	-	919	919	-
Emergency Medical Service	-	315,963	315,963	-
Excess Surplus Tax Fund	53,002	34,258	30,821	56,439
Family and Children Del Tax & Penalties	-	8,058	8,058	-
Financial Institution Tax	-	59,091	59,091	-
HEA 1001 State Homestead Credit	(4,703)	167,205	160,758	1,744
Health Care for Indigent Agency	-	4,580	4,580	-
Health Department	-	36,898	36,898	-
Homestead Credit Rebate	7,997	-	-	7,997
Infraction Judgments	640	21,893	20,514	2,019
Inheritance Tax	51,543	721,091	448,728	323,906
Inmate Trust	4,847	134,640	136,696	2,791
Interstate Compact	-	38	38	-
LOIT Prop Tax Oper Levies Replace	325,456	731,652	1,057,108	-
LOIT Stabilization	-	689,763	-	689,763
MAW	-	494	494	-
Mortgage Fees-State Share	245	1,478	1,588	135
Park and Recreation	94	209,295	209,139	250
Payroll	376,420	3,186,764	3,055,014	508,170
Probation Department	8,148	126,540	125,393	9,295
Prosecuting Attorney	80	32,222	31,869	433
PTRC 2007/2008 Tax Bill Portion	(40,333)	610,235	563,191	6,711
Recorder	-	68,478	63,359	5,119
Riverboat Tax Distribution	-	35,846	35,846	-
Sheriff	3,269	395,738	393,193	5,814
Special Death Benefit	75	1,075	1,030	120
State Fair Delinquent Tax & Penalty	-	264	264	-
State Fines and Forfeitures	100	2,268	1,813	555
State Forestry Delinquent Tax & Penalty	-	527	527	-
State Sales Disclosure Fee	165	2,075	2,000	240
Sur Tax	-	209,292	209,292	-
Surplus Tax Sale	386,478	332,671	368,547	350,602
Tax Distribution	3,060	11,971,607	11,974,667	-
Tax Sale Redemption	2,286	163,330	160,525	5,091
Treasurer	225,577	15,424,269	15,256,443	393,403
Wheel Tax	-	113,845	113,845	-
Totals	<u>\$ 10,458,221</u>	<u>\$ 60,467,224</u>	<u>\$ 60,900,911</u>	<u>\$ 10,024,534</u>

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

PARKE 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, public improvements, highways and roads, 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.

PARKE 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.

PARKE 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:		
Jail Lease	\$ 1,267,309	\$ 377,516
Little Raccoon Conservancy District	13,500	2,689
Guaranteed Energy Savings Contract	1,217,950	209,217
Boilers	<u>18,105</u>	<u>7,551</u>
Total governmental activities debt	<u>\$ 2,516,864</u>	<u>\$ 596,973</u>

PARKE COUNTY
OTHER REPORT

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

Clerk of the Circuit Court

PARKE COUNTY
EXIT CONFERENCE

The contents of this report were discussed on September 20, 2010, with Diana Hazlett, Auditor; James A. Rahn, President of the County Council; and George Nicholas, President of the Board of County Commissioners. The officials concurred with our findings.