

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

EXAMINATION REPORT  
OF  
PERRY COUNTY, INDIANA  
January 1, 2010 to December 31, 2010



**FILED**  
07/21/2011



## 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 .....	4-6
Notes to Financial Information .....	7-8
Supplementary Information:	
Schedule of Capital Assets.....	9
Schedule of Long-Term Debt .....	10
Other Report .....	11
Exit Conference.....	12

OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Connie A. Berger	01-01-07 to 12-31-14
Treasurer	Martha Wooldridge Judy A. Pund	01-01-07 to 12-31-10 01-01-11 to 12-31-14
Clerk	Jean M. Schulthise	05-02-09 to 12-31-14
Sheriff	L. Robert Glenn Lee Chestnut	01-01-07 to 12-31-10 01-01-11 to 12-31-14
Recorder	Jane James	01-01-09 to 12-31-12
President of the Board of County Commissioners	Bill Amos	01-01-10 to 12-31-11
President of the County Council	Pete Franzman Robert A. Cassidy	01-01-10 to 12-31-10 01-01-11 to 12-31-11



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS  
302 WEST WASHINGTON STREET  
ROOM E418  
INDIANAPOLIS, INDIANA 46204-2769

Telephone: (317) 232-2513  
Fax: (317) 232-4711  
Web Site: [www.in.gov/sboa](http://www.in.gov/sboa)

INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF PERRY COUNTY, INDIANA

We have examined the financial information presented herein of Perry County (County), for the period of January 1, 2010 to December 31, 2010. 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, 2010, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

Included in the financial information 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 Indiana Code 36-8-16-14 and Indiana Code 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

June 2, 2011

PERRY COUNTY  
SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CASH BALANCES  
ALL GOVERNMENTAL AND FIDUCIARY FUND TYPES  
As Of And For The Year Ended December 31, 2010

	Cash and Investments		Cash and Investments	
	01-01-10	Receipts	Disbursements	12-31-10
Governmental Funds:				
General	\$ 607,339	\$ 4,185,238	\$ 4,299,424	\$ 493,153
Sheriff's Commissary Fund	10,162	39,148	40,232	9,078
Excess Levy	4,016	10,596	4,016	10,596
Surveyor's Corner Perpetuation	29,773	3,052	-	32,825
Property Reassessment	113,681	85,555	144,656	54,580
Co Identification Security Program	20,360	6,274	2,500	24,134
Recorder's Records Perpetuation	84,093	22,890	9,657	97,326
Clerk's Records Perpetuation	14,648	10,455	8,727	16,376
Plat Book	15,798	4,550	8,921	11,427
TIF Allocation Fund	122,715	231,338	5,500	348,553
Employee Insurance Co-Payments	-	951	951	-
Donation - Health	21,885	-	1,542	20,343
Jury Pay	2,303	4,134	3,276	3,161
Check Collection Fee	2,342	9,200	8,151	3,391
Perry County Law Enforcement	54,087	45,266	60,194	39,159
Supplemental Adult Probation	101,730	176,782	181,943	96,569
Community Transition Program	9,630	17,714	9,099	18,245
Pretrial Diversion	68,814	86,282	80,759	74,337
Alternative Dispute Resolution	3,969	-	-	3,969
Home Detention - Circuit Court	3,155	-	-	3,155
Supplemental Public Defender	4,056	6,822	5,479	5,399
Drug Court Fee	14,499	3,500	700	17,299
Guardian Ad Litem/Court	10,509	13,011	11,390	12,130
Highway	977,065	1,413,944	1,370,073	1,020,936
Local Road and Street	510,655	162,751	214,776	458,630
Insurance Recovery	5,599	10,992	9,899	6,692
Covered Bridge	12,900	925	-	13,825
Title III Project - Nat. Forest	15,734	15,085	-	30,819
Surplus Surtax - Wheel Tax	495,848	94,937	-	590,785
Health	32,321	160,633	141,994	50,960
Health Maintenance	12,154	33,139	33,131	12,162
Health - Sharps Disposal Fund	776	-	163	613
User Fee	62,951	96,659	90,045	69,565
Law Enforcement Continuing Ed	988	130	981	137
Emergency Telephone System	90,212	182,088	171,919	100,381
Wireless Emergency Telephone	102,446	97,871	98,300	102,017
Emergency Planning / Right to Know	4,128	3,100	3,071	4,157
EMA - Rescue Donation Fund	683	864	1,149	398
Enhanced Access Fund	292	250	-	542
Co Electronic Map Generation	750	250	-	1,000
Riverboat Wagering Tax Revenue	3,780	118,270	120,284	1,766
Accident Report	1,750	1,080	-	2,830
Firearms Training	27,166	7,799	2,980	31,985
Misdemeanant	5,777	14,049	16,956	2,870
County Prisoner Reimbursement	9,142	2,060	-	11,202
Sheriff - Restitution - Court Order	32	-	-	32
Vehicle Inspection Fund	2,325	115	-	2,440
PC Sex - Violent Offender Admin	2,945	1,924	793	4,076
Donation - Sheriff Equipment	2,613	250	231	2,632
City Weed Removal Fund	-	14,998	14,998	-
Community Economic Development	406,131	436,750	442,275	400,606
Rainy Day	297,937	261,201	115,760	443,378
Perry County EDIT	436,226	666,497	743,014	359,709
CEDIT / Homestead Credit	3,554	184,769	184,559	3,764
HEA 1001-2008 State HSC	28	144,478	144,437	69
Final HEA 1001-2008 PTRC-HSC	-	53,434	53,434	-
Criminal Justice 09-10	(15,385)	33,499	18,114	-
Criminal Justice 10-11	-	9,151	13,926	(4,775)
Drug Free Community	34,408	27,877	36,408	25,877
Election Non Reverting SEC 102	350	7	-	357
Election Non Reverting - Title III	1,509	6	-	1,515
IV-D Incentive - Clerk	16,111	10,442	16,336	10,217
IV-D Incentive - Prosecuting Attorney	19,651	12,763	12,988	19,426

The accompanying notes are an integral part of the schedules.

PERRY COUNTY  
SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CASH BALANCES  
ALL GOVERNMENTAL AND FIDUCIARY FUND TYPES  
As Of And For The Year Ended December 31, 2010  
(Continued)

	Cash and Investments 01-01-10	Receipts	Disbursements	Cash and Investments 12-31-10
Governmental Funds (continued):				
IV-D Incentive - County Share	33,087	8,045	2,880	38,252
Clerk ARRA Fund	-	13,022	-	13,022
Prosecutor ARRA Fund	-	660	-	660
Overlook Property - Donation	4	-	4	-
SIREC Roundup GR-Park-Rec	2,500	1,000	3,500	-
Sheriff Grant - JAG 10K Radios	-	9,909	9,909	-
Housing Grant Matching Funds	168	-	-	168
Special Duty Pay - Deputies	-	4,910	4,910	-
Operation Pull Over Grant	237	2,850	2,587	500
Substance Abuse Grants	1,589	3,930	5,470	49
Grant - Sheriff Dept - Wal-Mart	1,269	-	177	1,092
Bio-Terrorism Preparedness - Health	300	-	-	300
Cops Grant - Sheriff Department	1,269	-	1,269	-
Mass Prophylaxis Plan - Health	154	-	154	-
Circuit Court Interpreter	372	-	212	160
Schergens Foundation Grant	335	-	323	12
Early Risers Skills Grant	-	13,042	13,042	-
Waste Tire Recycling Grant	28,857	-	26,538	2,319
Federal Grants # 1 Immunization Program Grant	-	-	6,861	(6,861)
Health Grant in Health Syst Prog - Asst Grant	-	1,000	-	1,000
Bioterrorism Preparedness Grant	(1,576)	10,000	17,856	(9,432)
Health Preparedness Grant	19	-	-	19
2007 Health Tobacco Settlement	3,925	-	3,859	66
2008 Health Tobacco Settlement	32	-	2	30
2009 Health Tobacco Settlement	16,383	-	2,514	13,869
State Grant 2010 Health Tobacco Settlement	-	16,383	-	16,383
Pandemic Flu Grant	1,387	-	-	1,387
H1N1 Grant - Health	7,287	50,265	57,552	-
Girls Circle / Boys Council Program	-	18,270	18,270	-
Community Corrections Project Income	20,600	14,332	-	34,932
Community Corrections Grant 07/08	14,027	-	14,027	-
Community Corrections Grant 08/09	(3,893)	3,893	-	-
Community Corrections Grant 09/10	24,230	70,932	95,162	-
State Grant # 2 Community Corr Grant 10/11	-	88,652	58,098	30,554
Community Foundation Grant - Park-Rec	261	2,300	2,561	-
Community Foundation Grant - Pros Atty	1,287	-	-	1,287
TIF Replacement Fund - Waupaca	1,033,844	-	106,314	927,530
TIF Replacement Fund - Courthouse	75,391	-	29,432	45,959
Debt Service - Courthouse	491,215	5,954	4,000	493,169
Debt Service - Multipurpose Building	127,930	132,297	130,250	129,977
Distressed Loan Repayment	699,363	243,811	100,000	843,174
TIF # 3 - Waupaca Bond	1,220,056	1,183,709	1,097,580	1,306,185
TIF # 4 - Webb Wheel Bond	373,063	216,420	141,700	447,783
Cumulative Bridge	805,711	387,661	415,142	778,230
Cumulative Capital Development	186,700	185,178	115,250	256,628
Perry County Health Insurance Fund	5,066	1,208,632	1,180,077	33,621
Fiduciary Funds:				
Agency Funds:				
Tax Distribution	-	10,771,458	10,771,458	-
Prosecuting Attorney	207	42,272	42,479	-
County Sheriff	4,401	147,302	151,703	-
Clerk of the Circuit Court	621,695	2,419,544	2,509,078	532,161
County Recorder	12,855	76,251	80,167	8,939
Health Department	5,663	-	5,663	-
Planning Zoning	382	4,093	4,343	132
Inmate Trust	-	37,743	37,677	66
Treasurer / After Settlement Collections	428,199	179,580	328,998	278,781
Mortgage Fee Fund	193	2,037	2,002	228
County Wheel Tax	90	38,528	36,128	2,490
Surplus Tax	39,111	19,311	46,605	11,817
Tax Sale Redemption	5,913	95,900	96,507	5,306
Surplus Tax Sale	82,010	27,831	76,248	33,593
Commissioners Sales Fund	-	9,833	3,522	6,311

The accompanying notes are an integral part of the schedules.

PERRY COUNTY  
SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CASH BALANCES  
ALL GOVERNMENTAL AND FIDUCIARY FUND TYPES  
As Of And For The Year Ended December 31, 2010  
(Continued)

	Cash and Investments	Receipts	Disbursements	Cash and Investments
	01-01-10			12-31-10
Governmental Funds (continued):				
County Option Income Tax	-	1,519,389	1,519,389	-
Auto Excise Surtax	-	252,906	252,906	-
Payroll Withholding - Federal	-	239,960	239,960	-
Payroll Withholding - Local Tax	-	28,705	28,705	-
Payroll Withholding - OASI	-	352,919	352,919	-
Payroll Withholding - State	-	94,275	94,275	-
Payroll Withholding - United Way	-	1,553	1,553	-
Payroll Withholding - Medicare	-	82,537	82,537	-
Health - American Family	-	37,213	37,213	-
Insurance - Health Resources	-	23,068	23,068	-
Insurance - Boston Mutual Life	-	12,401	12,401	-
Pre-paid Legal Services	-	1,442	1,442	-
Insurance - Vision	-	10,026	10,026	-
Insurance - Health - PCEBT	-	155,100	155,100	-
Payroll Withholding - PERF	-	293,750	293,750	-
Payroll Withholding - Deferred Comp	-	53,930	53,930	-
Payroll Withholding - Flexible Benefit	-	10,699	10,699	-
Solid Waste Telephone Bill	-	816	816	-
County Sales Disclosure Fee	12,441	2,215	220	14,436
State Sales Disclosure Fee	240	2,215	2,245	210
Coroners Training - Continuing Education	16	1,477	1,407	86
Infraction Judgements	2,408	52,937	52,037	3,308
Special Death Benefit	880	2,275	2,955	200
Child Restraint Fee	-	433	408	25
Convention and Tourism Agency	7,692	138,312	138,386	7,618
Overweight Vehicle Fines	-	5,873	5,863	10
Interstate Compact	188	600	788	-
Inheritance Tax	87,702	373,490	282,405	178,787
State Fines and Forfeitures	-	1,590	155	1,435
City and Town Court Costs	3,751	7,798	11,549	-
Excess COIT - CEDIT Fund	-	441,520	441,520	-
Economic Development Income Tax	-	1,539,743	1,539,743	-
Housing Grants Housing Grant	-	61,444	60,438	1,006
Education Plate Fee	-	619	619	-
Totals	<u>\$ 11,389,602</u>	<u>\$ 32,809,765</u>	<u>\$ 32,531,598</u>	<u>\$ 11,667,769</u>

The accompanying notes are an integral part of the schedules.

PERRY 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 (police), 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.

PERRY 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 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.

PERRY COUNTY  
 SUPPLEMENTARY INFORMATION  
 SCHEDULE OF CAPITAL ASSETS  
 December 31, 2010

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost.

<u>Primary Government</u>	<u>Ending Balance</u>
Governmental activities:	
Capital assets, not being depreciated:	
Land	\$ 90,100
Buildings	4,213,675
Machinery and equipment	7,527,790
Assests Under Lease	<u>671,698</u>
Total governmental activities, capital assets not being depreciated	<u><u>\$ 12,503,263</u></u>

PERRY COUNTY  
 SUPPLEMENTARY INFORMATION  
 SCHEDULE OF LONG-TERM DEBT  
 December 31, 2010

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:		
Highway Excavator	\$ 45,587	\$ 47,630
2010 Ford Ambulance	56,705	28,353
Highway Dumptrucks	139,300	49,531
EMA 2008 Ford Expedition	9,004	9,519
Notes and loans payable:		
Distressed Road Loan	1,500,000	-
Emergency Telephone System	136,190	88,549
Bonds payable:		
General obligation bonds:		
Multi-Purpose Building	<u>125,000</u>	<u>128,125</u>
Total governmental activities debt	<u>\$ 2,011,786</u>	<u>\$ 351,707</u>

PERRY COUNTY  
OTHER REPORT

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

County Treasurer

PERRY COUNTY  
EXIT CONFERENCE

The contents of this report were discussed on June 2, 2011, with Connie A. Berger, Auditor; Robert A. Cassidy, President of the County Council; and Bill Amos, President of the Board of County Commissioners. Our examination disclosed no material items that warrant comment at this time.