

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

EXAMINATION REPORT
OF
POSEY COUNTY
POSEY COUNTY, INDIANA
January 1, 2008 to December 31, 2010



FILED

07/29/2011

TABLE OF CONTENTS

| <u>Description</u> | <u>Page</u> |
|--|-------------|
| Officials | 2 |
| Independent Accountant's Report..... | 3 |
| Financial Information: | |
| Schedules of Receipts, Disbursements, and Cash and Investment Balances | 4-9 |
| Notes to Financial Information | 10-12 |
| Supplementary Information: | |
| Schedule of Long-Term Debt | 13 |
| Other Reports..... | 14 |
| Exit Conference..... | 15 |

OFFICIALS

| <u>Office</u> | <u>Official</u> | <u>Term</u> |
|---|---|--|
| Auditor | Joleen R. Elpers Nicholas J. Wildeman | 01-01-07 to 12-31-10 01-01-11 to 12-31-14 |
| Treasurer | Mary A. Rose Linda Curtis | 01-01-05 to 12-31-08 01-01-09 to 12-31-12 |
| Clerk | Donna K. Butler Betty B. Postlethweight | 01-01-07 to 12-31-10 01-01-11 to 12-31-14 |
| Sheriff | James E. Folz Greg Oeth | 01-01-07 to 12-31-10 01-01-11 to 12-31-14 |
| Recorder | Martha J. Breeze | 01-01-08 to 12-31-14 |
| President of the County Council | Robert Gentil | 01-01-08 to 12-31-11 |
| President of the Board of County Commissioners | James Alsop John Sherretz W. Scott Moye | 01-01-08 to 12-31-08 01-01-09 to 12-31-09 01-01-10 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

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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF POSEY COUNTY, POSEY COUNTY, INDIANA

We have examined the financial information presented herein of Posey County (County), for the period of January 1, 2008 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 years ended December 31, 2008, 2009 and 2010, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

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 them.

STATE BOARD OF ACCOUNTS

May 11, 2011

POSEY COUNTY
SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
ALL GOVERNMENTAL AND FIDUCIARY FUND TYPES
As Of And For The Years Ended December 31, 2008, 2009 And 2010

| | Cash and Investments 01-01-08 | Receipts | Disbursements | Cash and Investments 12-31-08 |
|--|-------------------------------------|--------------|---------------|-------------------------------------|
| Governmental Funds: | | | | |
| General Fund | \$ 2,141,495 | \$ 6,405,411 | \$ 8,330,774 | \$ 216,132 |
| 2005 SHP (Homeland Security) | (1) | 1 | - | - |
| Accident Report | 1,420 | 877 | 1,513 | 784 |
| Adult Probation | 37,031 | 97,429 | 97,357 | 37,103 |
| Bail Bond (County Extradition) | 155 | - | - | 155 |
| Community Emergency Response Grant | 11 | - | - | 11 |
| Child Advocacy | 200 | 54 | - | 254 |
| Children's Psychiatric Treatment Services | 143,543 | - | 19,452 | 124,091 |
| Clerk Title IV-D Incentive (new) | 11,214 | 5,543 | 3,557 | 13,200 |
| Clerk's Records Perpetuation | 8,393 | 8,332 | 4,149 | 12,576 |
| Community Transition Program | 7,227 | 707 | - | 7,934 |
| County Law Enforcement Continuing Education | (861) | 17,059 | 7,610 | 8,588 |
| County Option Income Tax | 92,082 | 1,519,097 | 1,509,841 | 101,338 |
| DARE | 100 | - | - | 100 |
| Drug Control Program | (30) | 30 | - | - |
| Deferral Program (User Fees IFDP/Prosecutor) | 54,645 | 58,728 | 44,902 | 68,471 |
| Drainage Maintenance | (6,290) | 105,339 | 88,225 | 10,824 |
| Drug Free Community | 46,112 | 40,498 | 35,605 | 51,005 |
| Electronic Voting Machines | 4,372 | - | - | 4,372 |
| EMA Technology Equipment Grant | 1 | - | - | 1 |
| Emergency Planning/Right to Know | 27,817 | 11,291 | 5,046 | 34,062 |
| Emergency Telephone System | 152,626 | 396,405 | 378,169 | 170,862 |
| EMS Computer Technology Grant | 6 | - | - | 6 |
| Family and Children | 513,332 | 937,198 | 1,422,813 | 27,717 |
| Family Violence | (180) | 180 | - | - |
| Federal Forfeiture Fund | 28 | - | - | 28 |
| Firearms Training | 15,558 | 14,184 | 13,286 | 16,456 |
| Guardian GAL/CASA | 399 | - | - | 399 |
| GIS Mapping | 500 | 250 | - | 750 |
| Hazardous Substances | 22,750 | - | - | 22,750 |
| Health Board Gift Fund | 42 | - | - | 42 |
| County Health | 23,893 | 82,361 | 147,328 | (41,074) |
| Health Maint. Tobacco Settlement | 31,846 | 9,854 | 16,601 | 25,099 |
| Local Health Maintenance | 14,039 | 15,000 | 21,735 | 7,304 |
| County Highway | 606,925 | 2,422,009 | 2,628,610 | 400,324 |
| Identification Security Protection | 2,595 | 10,260 | - | 12,855 |
| Jail Commissary Fund | 2,312 | 67,208 | 67,261 | 2,259 |
| Jail Housing | 34,895 | 125,972 | 128,172 | 32,695 |
| Jury Pay | 9,307 | 5,168 | 619 | 13,856 |
| Juvenile Informal Adjustment Program | 14,634 | 1,642 | 16 | 16,260 |
| Juvenile Probation Service | 4,639 | 4,853 | 7,845 | 1,647 |
| Law Enforcement Fund | (1) | 1 | - | - |
| Local Road and Street | 67,397 | 256,048 | 274,254 | 49,191 |
| Mental Health | (94,107) | 265,536 | 16,404 | 155,025 |
| County Misdemeanor Fund | 18,542 | 19,072 | 27,311 | 10,303 |
| Plat Book | 9,845 | 4,775 | 590 | 14,030 |
| Pretrial Diversion | 11,688 | 6,555 | 13,044 | 5,199 |
| Prosecutor Title IV-D Incentive (new) | 24,551 | 8,340 | 17,352 | 15,539 |
| Prosecutor's Incentive (Old) | (149) | 149 | - | - |
| Race/Gender Fairness Grant | 2,322 | - | - | 2,322 |
| Property Reassessment (2006) | 998,140 | 164,560 | 356,788 | 805,912 |
| Recorder's Records Perpetuation | 40,743 | 47,379 | 45,027 | 43,095 |
| Sales Disclosure (County) | 19,168 | 2,840 | - | 22,008 |
| Special Needs Survey | 2,500 | - | 2,500 | - |

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

POSEY COUNTY
SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
ALL GOVERNMENTAL AND FIDUCIARY FUND TYPES
As Of And For The Years Ended December 31, 2008, 2009 And 2010
(Continued)

| | Cash and Investments 01-01-08 | Receipts | Disbursements | Cash and Investments 12-31-08 |
|---|-------------------------------------|----------------------|----------------------|-------------------------------------|
| Surveyor's Corner Perpetuation | 33,680 | 5,030 | 13,385 | 25,325 |
| Tobacco Master Settlement | 29,346 | 19,162 | 21,458 | 27,050 |
| Unsafe Building | 2,175 | - | - | 2,175 |
| County User Fees | 19,539 | 3,655 | 1,314 | 21,880 |
| Victim's Assistance | 3,813 | - | - | 3,813 |
| Wabash Levee | 22,690 | 8,515 | 40 | 31,165 |
| CDBG Grant - Comprehensive Plan | - | 28,800 | 28,800 | - |
| Justice Assistance Grant | - | 8,920 | 8,920 | - |
| PSIC Grant Program | - | 162,308 | - | 162,308 |
| Community Corrections Grant Fund | - | 143,231 | 6,287 | 136,944 |
| Wastewater Study - Wadesville/BL | (20,000) | - | - | (20,000) |
| Lease Rental Jail | 1,728 | - | - | 1,728 |
| 2005 Courthouse Project | 8,366 | 15,098 | 15,537 | 7,927 |
| Cumulative Bridge | 540,109 | 669,011 | 975,411 | 233,709 |
| Cumulative Capital Development | 520,503 | 441,509 | 513,336 | 448,676 |
| General Drain Improvement | 7,595 | 33,708 | - | 41,303 |
| Fiduciary Funds: | | | | |
| Pension Trust: | | | | |
| Sheriff's Pension Trust | 1,655,566 | 206,151 | 226,061 | 1,635,656 |
| Permanent Fund: | | | | |
| Congressional Principal | 44,555 | - | - | 44,555 |
| Agency Funds: | | | | |
| County Sheriff | 7,876 | 486,778 | 479,272 | 15,382 |
| Clerk of the Circuit Court | 317,234 | 2,198,390 | 2,136,569 | 379,055 |
| County Recorder | 100 | 139,852 | 127,722 | 12,230 |
| County Treasurer | 11,271,636 | 39,031,608 | 38,219,657 | 12,083,587 |
| Building Commission | 1,370 | 64,727 | 64,751 | 1,346 |
| Emergency Medical Services | 36,569 | 517,180 | 516,576 | 37,173 |
| Board of Health | 1,974 | 15,643 | 15,745 | 1,872 |
| Area Plan Commission | 141 | 5,161 | 5,121 | 181 |
| Coroner's Training Continuing Education | 854 | 1,129 | 1,364 | 619 |
| Welfare Trust | 3,882 | 1,175 | 4,927 | 130 |
| Retainage W. Lowe | 2,272 | - | - | 2,272 |
| Congressional School Interest | 32,271 | 2,028 | 3,561 | 30,738 |
| CVET | 149,786 | 464,338 | 299,572 | 314,552 |
| Education Plate Fees | 2,662 | 1,501 | 4,163 | - |
| Homestead Credit Refunds | 1,249,023 | 256,454 | 1,482,993 | 22,484 |
| Inheritance Tax | 94,979 | 572,380 | 556,211 | 111,148 |
| Payroll Clearing | 310,794 | 3,810,969 | 3,762,629 | 359,134 |
| Payroll Withholding Funds | 7,517 | 11,647 | - | 19,164 |
| State Fees | 44,078 | 57,853 | 54,714 | 47,217 |
| Surplus Tax | 19,113 | 186,669 | 191,775 | 14,007 |
| Surplus Tax Sale | 12,668 | - | 1,778 | 10,890 |
| Tax Distribution | (2,121,286) | 27,779,140 | 24,113,712 | 1,544,142 |
| Tax Sale Redemption | 248 | - | - | 248 |
| Totals | <u>\$ 19,434,847</u> | <u>\$ 90,487,915</u> | <u>\$ 89,587,117</u> | <u>\$ 20,335,645</u> |

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

POSEY COUNTY
SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
ALL GOVERNMENTAL AND FIDUCIARY FUND TYPES
As Of And For The Years Ended December 31, 2008, 2009 And 2010
(Continued)

| | Cash and Investments 01-01-09 | Receipts | Disbursements | Cash and Investments 12-31-09 |
|--|-------------------------------------|--------------|---------------|-------------------------------------|
| Governmental Funds: | | | | |
| General Fund | \$ 216,132 | \$ 7,719,763 | \$ 8,909,919 | \$ (974,024) |
| Accident Report | 784 | 768 | - | 1,552 |
| Adult Probation | 37,103 | 83,893 | 76,308 | 44,688 |
| Bail Bond (County Extradition) | 155 | - | - | 155 |
| Community Emergency Response Grant | 11 | 4,000 | 4,000 | 11 |
| Child Advocacy | 254 | 150 | - | 404 |
| Children's Psychiatric Treatment Services | 124,091 | - | 124,091 | - |
| Clerk Title IV-D Incentive (new) | 13,200 | 6,489 | 1,620 | 18,069 |
| Clerk's Records Perpetuation | 12,576 | 8,406 | 4,189 | 16,793 |
| Community Transition Program | 7,934 | 14,503 | 7,933 | 14,504 |
| County Law Enforcement Continuing Education | 8,588 | 5,407 | 12,865 | 1,130 |
| County Option Income Tax | 101,338 | 2,080,838 | 1,509,575 | 672,601 |
| DARE | 100 | - | - | 100 |
| Deferral Program (User Fees IFDP/Prosecutor) | 68,471 | 47,630 | 52,338 | 63,763 |
| Drainage Maintenance | 10,824 | 104,386 | 93,658 | 21,552 |
| Drug Free Community | 51,005 | 68,397 | 42,046 | 77,356 |
| Electronic Voting Machines | 4,372 | - | 4,372 | - |
| EMA Technology Equipment Grant | 1 | - | - | 1 |
| Emergency Planning/Right to Know | 34,062 | 5,673 | 18,528 | 21,207 |
| Emergency Telephone System | 170,862 | 224,921 | 244,694 | 151,089 |
| EMS Computer Technology Grant | 6 | - | - | 6 |
| Family and Children | 27,717 | 805,140 | 832,857 | - |
| Federal Forfeiture Fund | 28 | - | - | 28 |
| Firearms Training | 16,456 | 18,185 | 19,505 | 15,136 |
| Guardian GAL/CASA | 399 | - | - | 399 |
| GIS Mapping | 750 | 1,000 | - | 1,750 |
| Hazardous Substances | 22,750 | - | - | 22,750 |
| Health Board Gift Fund | 42 | - | - | 42 |
| County Health | (41,074) | 95,105 | 154,098 | (100,067) |
| Health Maint. Tobacco Settlement | 25,099 | 13,139 | 14,115 | 24,123 |
| Local Health Maintenance | 7,304 | 20,000 | 19,478 | 7,826 |
| County Highway | 400,324 | 3,436,996 | 3,058,726 | 778,594 |
| Identification Security Protection | 12,855 | 10,374 | - | 23,229 |
| Jail Commissary Fund | 2,259 | 53,596 | 54,425 | 1,430 |
| Jail Housing | 32,695 | 100,431 | 66,802 | 66,324 |
| Jury Pay | 13,856 | 3,828 | 8,526 | 9,158 |
| Juvenile Informal Adjustment Program | 16,260 | 2,444 | 10,349 | 8,355 |
| Juvenile Probation Service | 1,647 | 5,684 | 25 | 7,306 |
| Local Road and Street | 49,191 | 242,333 | 3,474 | 288,050 |
| Mental Health | 155,025 | 260,504 | 249,725 | 165,804 |
| County Misdemeanant Fund | 10,303 | 19,071 | 9,469 | 19,905 |
| Plat Book | 14,030 | 4,680 | 1,662 | 17,048 |
| Pretrial Diversion | 5,199 | 6,368 | 3,485 | 8,082 |
| Prosecutor Title IV-D Incentive (new) | 15,539 | 8,700 | 10,425 | 13,814 |
| Race/Gender Fairness Grant | 2,322 | - | - | 2,322 |
| Property Reassessment (2006) | 805,912 | 313,030 | 295,432 | 823,510 |
| Recorder's Records Perpetuation | 43,095 | 51,796 | 40,572 | 54,319 |
| Sales Disclosure (County) | 22,008 | 2,505 | - | 24,513 |
| Surveyor's Corner Perpetuation | 25,325 | 4,835 | 12,642 | 17,518 |
| Tobacco Master Settlement | 27,050 | 20,140 | 20,402 | 26,788 |
| Unsafe Building | 2,175 | - | - | 2,175 |
| County User Fees | 21,880 | 5,076 | 1,511 | 25,445 |

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

POSEY COUNTY
SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
ALL GOVERNMENTAL AND FIDUCIARY FUND TYPES
As Of And For The Years Ended December 31, 2008, 2009 And 2010
(Continued)

| | Cash and Investments 01-01-09 | Receipts | Disbursements | Cash and Investments 12-31-09 |
|---|-------------------------------------|-----------------------|-----------------------|-------------------------------------|
| Victim's Assistance | 3,813 | - | - | 3,813 |
| Wabash Levee | 31,165 | 8,617 | 40 | 39,742 |
| CDBG Grant - Comprehensive Plan | - | 19,200 | 19,200 | - |
| PSIC Grant Program | 162,308 | - | 162,308 | - |
| Community Corrections Grant Fund | 136,944 | 262,600 | 212,234 | 187,310 |
| Wastewater Study - Wadesville/BL | (20,000) | - | - | (20,000) |
| Levy Excess | - | 664,232 | 664,232 | - |
| Rainy Day Fund | - | 956,364 | - | 956,364 |
| H1N1 fund | - | 26,729 | 1,617 | 25,112 |
| E-911 Wireless Surcharge | - | 107,037 | 96,959 | 10,078 |
| Sex & Violent Offender Administrative Fee | - | 3,006 | 2,788 | 218 |
| 2007 Homeland Security | - | 14,894 | 14,894 | - |
| Community Corrections Income Fund | - | 33,220 | 273 | 32,947 |
| Lease Rental Jail | 1,728 | - | - | 1,728 |
| 2005 Courthouse Project | 7,927 | - | 7,927 | - |
| Cumulative Bridge | 233,709 | 832,035 | 930,451 | 135,293 |
| Cumulative Capital Development | 448,676 | 417,100 | 407,923 | 457,853 |
| General Drain Improvement | 41,303 | - | 20,692 | 20,611 |
| Fiduciary Funds: | | | | |
| Pension Trust: | | | | |
| Sheriff's Pension Trust | 1,635,656 | 44,946 | 97,636 | 1,582,966 |
| Permanent Fund: | | | | |
| Congressional Principal | 44,555 | - | - | 44,555 |
| Agency Funds: | | | | |
| County Sheriff | 15,382 | 428,259 | 383,802 | 59,839 |
| Clerk of the Circuit Court | 379,055 | 1,697,053 | 1,783,302 | 292,806 |
| County Recorder | 12,230 | 145,826 | 147,860 | 10,196 |
| County Treasurer | 12,083,587 | 81,672,544 | 71,337,878 | 22,418,253 |
| Building Commission | 1,346 | 110,394 | 106,230 | 5,510 |
| Emergency Medical Services | 37,173 | 470,856 | 468,355 | 39,674 |
| Board of Health | 1,872 | 16,142 | 14,232 | 3,782 |
| Area Plan Commission | 181 | 2,384 | 2,225 | 340 |
| Coroner's Training Continuing Education | 619 | 1,195 | 1,129 | 685 |
| Welfare Trust | 130 | - | 130 | - |
| Retainage W. Lowe | 2,272 | - | - | 2,272 |
| Congressional School Interest | 30,738 | 1,406 | 1,781 | 30,363 |
| CVET | 314,552 | 172,812 | 487,364 | - |
| Education Plate Fees | - | 731 | 731 | - |
| Homestead Credit Refunds | 22,484 | - | - | 22,484 |
| Inheritance Tax | 111,148 | 815,011 | 762,638 | 163,521 |
| Payroll Clearing | 359,134 | 3,945,701 | 4,022,185 | 282,650 |
| Payroll Withholding Funds | 19,164 | 9,605 | - | 28,769 |
| State Fees | 47,217 | 48,078 | 72,957 | 22,338 |
| Surplus Tax | 14,007 | 967,264 | 963,882 | 17,389 |
| Surplus Tax Sale | 10,890 | 129,047 | - | 139,937 |
| Tax Distribution | 1,544,142 | 43,778,553 | 44,835,699 | 486,996 |
| Tax Sale Redemption | 248 | 3,703 | 1,176 | 2,775 |
| Totals | <u>\$ 20,335,645</u> | <u>\$ 153,686,728</u> | <u>\$ 144,026,571</u> | <u>\$ 29,995,802</u> |

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

POSEY COUNTY
SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
ALL GOVERNMENTAL AND FIDUCIARY FUND TYPES
As Of And For The Years Ended December 31, 2008, 2009 And 2010
(Continued)

| | Cash and Investments 01-01-10 | Receipts | Disbursements | Cash and Investments 12-31-10 |
|--|-------------------------------------|---------------|---------------|-------------------------------------|
| Governmental Funds: | | | | |
| General Fund | \$ (974,024) | \$ 17,683,621 | \$ 8,927,558 | \$ 7,782,039 |
| Accident Report | 1,552 | 762 | - | 2,314 |
| Adult Probation | 44,688 | 73,597 | 80,094 | 38,191 |
| Bail Bond (County Extradition) | 155 | - | - | 155 |
| Community Emergency Response Grant | 11 | - | - | 11 |
| Child Advocacy | 404 | 75 | - | 479 |
| Clerk Title IV-D Incentive (new) | 18,069 | 7,692 | 1,789 | 23,972 |
| Clerk's Records Perpetuation | 16,793 | 6,600 | 3,801 | 19,592 |
| Community Transition Program | 14,504 | 23,210 | 4,921 | 32,793 |
| County Law Enforcement Continuing Education | 1,130 | 3,024 | 3,411 | 743 |
| County Option Income Tax | 672,601 | 2,932,082 | 3,385,218 | 219,465 |
| DARE | 100 | - | - | 100 |
| Deferral Program (User Fees IFDP/Prosecutor) | 63,763 | 38,113 | 56,511 | 45,365 |
| Drainage Maintenance | 21,552 | 246,203 | 139,064 | 128,691 |
| Drug Free Community | 77,356 | 17,636 | 36,546 | 58,446 |
| EMA Technology Equipment Grant | 1 | - | - | 1 |
| Emergency Planning/Right to Know | 21,207 | 7,341 | 6,557 | 21,991 |
| Emergency Telephone System | 151,089 | 213,880 | 280,381 | 84,588 |
| EMS Computer Technology Grant | 6 | - | - | 6 |
| Federal Forfeiture Fund | 28 | 35,799 | 17,190 | 18,637 |
| Firearms Training | 15,136 | 13,165 | 2,920 | 25,381 |
| Guardian GAL/CASA | 399 | - | - | 399 |
| GIS Mapping | 1,750 | 500 | - | 2,250 |
| Hazardous Substances | 22,750 | - | - | 22,750 |
| Health Board Gift Fund | 42 | - | - | 42 |
| County Health | (100,067) | 608,685 | 152,337 | 356,281 |
| Health Maint. Tobacco Settlement | 24,123 | 13,139 | 16,805 | 20,457 |
| Local Health Maintenance | 7,826 | 20,000 | 20,405 | 7,421 |
| County Highway | 778,594 | 2,798,479 | 2,993,927 | 583,146 |
| Identification Security Protection | 23,229 | 9,650 | 9,407 | 23,472 |
| Jail Commissary Fund | 1,430 | 83,696 | 68,830 | 16,296 |
| Jail Housing | 66,324 | 118,614 | 96,507 | 88,431 |
| Jury Pay | 9,158 | 3,137 | 1,054 | 11,241 |
| Juvenile Informal Adjustment Program | 8,355 | 2,443 | 6,099 | 4,699 |
| Juvenile Probation Service | 7,306 | 1,755 | 6,588 | 2,473 |
| Local Road and Street | 288,050 | 246,338 | 343,184 | 191,204 |
| Mental Health | 165,804 | 691,568 | 521,120 | 336,252 |
| County Misdemeanant Fund | 19,905 | 19,072 | 11,994 | 26,983 |
| Plat Book | 17,048 | 4,850 | 3,697 | 18,201 |
| Pretrial Diversion | 8,082 | 5,799 | 4,225 | 9,656 |
| Prosecutor Title IV-D Incentive (new) | 13,814 | 24,214 | 10,706 | 27,322 |
| Race/Gender Fairness Grant | 2,322 | - | - | 2,322 |
| Property Reassessment (2006) | 823,510 | 287,156 | 240,723 | 869,943 |
| Recorder's Records Perpetuation | 54,319 | 54,566 | 51,553 | 57,332 |
| Sales Disclosure (County) | 24,513 | 2,640 | - | 27,153 |
| Surveyor's Corner Perpetuation | 17,518 | 5,040 | 5,198 | 17,360 |
| Tobacco Master Settlement | 26,788 | 19,140 | 19,315 | 26,613 |
| Unsafe Building | 2,175 | - | - | 2,175 |
| County User Fees | 25,445 | 4,817 | 2,181 | 28,081 |
| Victim's Assistance | 3,813 | - | - | 3,813 |
| Wabash Levee | 39,742 | 19,456 | 40 | 59,158 |
| Community Corrections Grant Fund | 187,310 | 268,797 | 365,402 | 90,705 |
| Wastewater Study - Wadesville/BL | (20,000) | - | - | (20,000) |
| Levy Excess | - | 32,125 | - | 32,125 |
| Rainy Day Fund | 956,364 | 148,075 | - | 1,104,439 |
| H1N1 fund | 25,112 | - | 12,844 | 12,268 |
| E-911 Wireless Surcharge | 10,078 | 119,379 | 92,770 | 36,687 |

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

POSEY COUNTY
SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
ALL GOVERNMENTAL AND FIDUCIARY FUND TYPES
As Of And For The Years Ended December 31, 2008, 2009 And 2010
(Continued)

| | Cash and Investments 01-01-10 | Receipts | Disbursements | Cash and Investments 12-31-10 |
|---|-------------------------------------|-----------------------|-----------------------|-------------------------------------|
| Sex & Violent Offender Administrative Fee | 218 | 2,252 | 64 | 2,406 |
| 2007 Homeland Security | - | 87,291 | 87,291 | - |
| Community Corrections Income Fund | 32,947 | 50,545 | 3,376 | 80,116 |
| Reassessment | - | - | 816 | (816) |
| EDIT Funds | - | 2,961,280 | 2,544,882 | 416,398 |
| Supplemental Public Defender | - | 1,108 | - | 1,108 |
| Distressed Road Fund | - | 661,283 | 661,000 | 283 |
| Prosecutor ARRA Fund | - | 417 | - | 417 |
| Clerk ARRA Fund | - | 786 | - | 786 |
| Polling Place Grant | - | 5,000 | 5,000 | - |
| Abengoa Grant | - | 140,000 | 140,000 | - |
| Disaster Recovery Grant | - | 17,040 | 17,040 | - |
| Plan Grant PL-09-018 | - | 30,000 | 30,000 | - |
| Byrne Memorial Jag 09-DJ-069 | - | 4,158 | - | 4,158 |
| C44P-0-370A Cert Trailer 2010 | - | 4,200 | 4,200 | - |
| Lease Rental Jail | 1,728 | - | - | 1,728 |
| Cumulative Bridge | 135,293 | 2,906,321 | 1,684,144 | 1,357,470 |
| Cumulative Capital Development | 457,853 | 750,523 | 835,323 | 373,053 |
| General Drain Improvement | 20,611 | 20,692 | 19,886 | 21,417 |
| Fiduciary Funds: | | | | |
| Pension Trust: | | | | |
| Sheriff's Pension Trust | 1,582,966 | 250,890 | 122,348 | 1,711,508 |
| Permanent Fund: | | | | |
| Congressional Principal | 44,555 | - | - | 44,555 |
| Agency Funds: | | | | |
| County Sheriff | 59,839 | 291,172 | 339,168 | 11,843 |
| Clerk of the Circuit Court | 292,806 | 1,575,107 | 1,665,626 | 202,287 |
| County Recorder | 10,196 | 150,776 | 145,227 | 15,745 |
| County Treasurer | 22,418,253 | 37,857,999 | 59,776,360 | 499,892 |
| Building Commission | 5,510 | 158,053 | 162,767 | 796 |
| Emergency Medical Services | 39,674 | - | - | 39,674 |
| Board of Health | 3,782 | 17,892 | 18,837 | 2,837 |
| Area Plan Comission | 340 | 3,675 | 3,593 | 422 |
| Coroner's Training Continuing Education | 685 | 1,428 | 2,115 | (2) |
| Retainage W. Lowe | 2,272 | - | - | 2,272 |
| Congressional School Interest | 30,363 | 816 | 890 | 30,289 |
| CVET | - | 173,303 | 173,303 | - |
| Education Plate Fees | - | 863 | 863 | - |
| Homestead Credit Refunds | 22,484 | - | - | 22,484 |
| Inheritance Tax | 163,521 | 1,053,185 | 589,695 | 627,011 |
| Payroll Clearing | 282,650 | 4,297,369 | 4,264,491 | 315,528 |
| Payroll Withholding Funds | 28,769 | 11,247 | - | 40,016 |
| State Fees | 22,338 | 36,968 | 51,499 | 7,807 |
| Surplus Tax | 17,389 | 258,838 | 178,337 | 97,890 |
| Surplus Tax Sale | 139,937 | 299,090 | 154,023 | 285,004 |
| Tax Distribution | 486,996 | 56,196,632 | 56,532,281 | 151,347 |
| Surplus Dog Tax | - | 829 | - | 829 |
| Tax Sale Redemption | 2,775 | 97,893 | 126,565 | (25,897) |
| Totals | <u>\$ 29,995,802</u> | <u>\$ 137,292,851</u> | <u>\$ 148,343,882</u> | <u>\$ 18,944,771</u> |

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

POSEY 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, 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.

POSEY COUNTY
NOTES TO FINANCIAL INFORMATION
(Continued)

Note 6. 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 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.

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.

POSEY 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.

POSEY 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 lease: | | |
| E-911 equipment | \$ 397,103 | \$ 72,575 |
| Bonds payable: | | |
| Revenue bonds: | | |
| Courthouse renovations | 1,450,000 | 191,030 |
| Loan payable: | | |
| Distressed Road Loan | <u>661,283</u> | <u>-</u> |
| Total governmental activities debt | <u>\$ 2,508,386</u> | <u>\$ 263,605</u> |

POSEY COUNTY
OTHER REPORTS

The examination report presented herein was prepared in addition to other official reports prepared for the individual County offices listed below:

County Auditor
Clerk of the Circuit Court
County Sheriff

POSEY COUNTY
EXIT CONFERENCE

The contents of this report were discussed on May 17, 2011, with W. Scott Moye, President of the Board of County Commissioners; Nicholas J. Wildeman, Auditor; and Robert Gentil, President of the County Council. Our report disclosed no material items that warrant comment at this time.