

STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2765

EXAMINATION REPORT

OF

MIAMI COUNTY

MIAMI COUNTY, INDIANA

January 1, 2005 to December 31, 2005



FILED

11/21/2006

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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Brenda G. Weaver	01-01-05 to 12-31-08
Treasurer	Karen Large	01-01-05 to 12-31-08
Clerk of the Circuit Court	Trudy McRae	01-01-04 to 12-31-07
Sheriff	Kenneth F. Roland	01-01-03 to 12-31-06
Recorder	Sherry Payne	01-01-05 to 12-31-08
President of the Board of County Commissioners	C. Craig Boyer Gary D. Hawley	01-01-05 to 12-31-05 01-01-06 to 12-31-06
President of the County Council	James F. Stephenson	01-01-05 to 12-31-06



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 MIAMI COUNTY, INDIANA

We have examined the schedule of receipts, disbursements, and cash and investment balances of Miami County (County), for the period of January 1, 2005 to December 31, 2005. The County's management is responsible for the schedule. 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 schedule of receipts, disbursements, and cash and investment balances 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 schedule referred to above presents fairly, in all material respects, the cash transactions of the County for the year ended December 31, 2005, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

STATE BOARD OF ACCOUNTS

October 3, 2006

MIAMI 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, 2005

	Cash and Investments 01-01-05	Receipts	Disbursements	Cash and Investments 12-31-05
Governmental Funds:				
General	\$ 2,545,582	\$ 5,334,971	\$ 8,238,654	\$ (358,101)
County Highway	853,607	2,361,785	2,423,364	792,028
Local Road and Street	181,321	370,731	336,659	215,393
Plat Book	18,041	8,839	2,480	24,400
Health Coordinate - Homeland Security	10,600	35,634	38,897	7,337
Health - Homeland Security	1,539	12,359	11,315	2,583
County Health - Environmental	4,105	12,722	15,154	1,673
County Health	103,974	140,796	170,236	74,534
Health Maintenance	3,641	20,000	22,032	1,609
Health Tobacco Settlement	38,900	14,431	45,487	7,844
Welfare Family and Children	1,129,187	1,311,885	2,417,756	23,316
County Welfare Child Psychiatric	527,636	312,795	396,178	444,253
Operation Pullover	718	4,516	5,421	(187)
Accident Report	3,528	2,533	1,577	4,484
Jury Fees	26,262	12,634	-	38,896
JAIBG Program	(2,165)	4,993	-	2,828
FEMA	5,000	5,612	10,516	96
SEMA Homeland Security	24,253	-	24,253	-
1999 Reassessment	-	-	450	(450)
Reassessment 2005	996,425	108,377	111,310	993,492
SEMA Homeland CBRNE	29,911	34,483	64,394	-
County Sales Disclosure	-	5,276	-	5,276
SEMA 2003	27,494	-	27,494	-
LECE	616	8,979	2,670	6,925
Administrative Fee - Probation	12,098	30,511	-	42,609
Miami County Voter Reg Access	480	1,200	1,200	480
Firearms Training	5,335	4,214	1,815	7,734
SEMA 2004	11,678	-	11,678	-
Disaster Fund	-	2,992	1,778	1,214
YMCA Rural Transit Grant	-	132,881	132,881	-
Criminal Justice Equipment Grant	525	-	-	525
User Fee Drug and Alcohol	24,023	88,485	82,611	29,897
GRA Dorm Project Grant	59,365	-	25,493	33,872
GRA Dorm Project Loan	59,365	-	25,493	33,872
Law Enforcement Continuing Education	5,577	5,850	8,979	2,448
County Drug Free Community	116,757	39,412	60,572	95,597
Prosecutor's Diversion and Deferral	127,928	198,617	106,094	220,451
Supplemental Juvenile Probation Services	88,915	11,845	-	100,760
Community Transition Program	(1,066)	5,415	1,228	3,121
Community Correction Grant	302,156	91,789	265,242	128,703
Community Correction Project Income	140,840	96,931	76,607	161,164
Supplemental Adult Probation	118,491	124,825	115,181	128,135
Victim's Advocate	160	77,505	52,273	25,392
CASA	8,553	4,274	478	12,349
Emergency Management Miscellaneous Grant	-	5,700	5,650	50
4-D Clerk 2000	13,051	32,120	3,413	41,758
IV-D CLERK	4,759	-	4,500	259
IV-D Prosecutor - Old	25	-	-	25
IV-D Prosecutor - New	8,631	32,120	6,309	34,442
County Correction	43,230	24,500	31,597	36,133
Soil and Water Grant	(1,480)	7,939	8,794	(2,335)
Local Emergency Planning and Right to Know	7,576	10,105	11,012	6,669
Recorder's Records Perpetuation	47,657	37,461	61,642	23,476
Surveyor's Corner Perpetuation	42,506	7,850	450	49,906
County Extradition	2,345	1,116	2,956	505
Supplemental Public Defender	51,738	61,590	11,772	101,556
Rainy Day Fund	197,393	-	-	197,393

The accompanying notes are an integral part of the schedule.

MIAMI 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, 2005
(Continued)

	Cash and Investments 01-01-05	Receipts	Disbursements	Cash and Investments 12-31-05
Governmental Funds (continued):				
Sheriff Reserve	356	1,882	679	1,559
Community Emergency Response	2,764	-	1,731	1,033
Miami County Riverboat Wagering	6,738	126,359	-	133,097
CEDIT	2,343,998	798,093	705,745	2,436,346
Title III Requirement	189,298	3,300	189,298	3,300
Section 102 Money	-	4,000	4,000	-
Clerk Perpetuation Fund	30,011	8,710	5,876	32,845
Sheriff Radio Loan	-	68,000	61,839	6,161
E-911	328,813	517,496	597,546	248,763
Drainage Maintenance	969,451	66,470	86,089	949,832
Animal Control Fees	-	3,447	250	3,197
Miami County Riverboat Wagering	-	126,413	-	126,413
Children of Divorce Program	26,249	3,800	60	29,989
Sheriff's Commissary (Departmental)	67,642	110,716	98,856	79,502
Cumulative Bridge	986,877	244,663	388,496	843,044
Cumulative Capital Development	817,701	265,710	445,138	638,273
General Drain Improvement	206,729	9,401	425	215,705
Self-Insurance	593,178	1,007,550	1,125,990	474,738
Fiduciary Funds:				
Sheriff's Pension Trust	994,960	97,984	42,765	1,050,179
Sheriff's Benefit Trust	78,300	7,048	2,612	82,736
Congressional Principal	29,975	985	-	30,960
Interstate Compact Fees	375	525	900	-
Levy Excess	-	284,298	-	284,298
Special Death Benefit - Sheriff	-	15	-	15
City Ordinance Violations	500	-	-	500
Weed Liens	-	413	413	-
Reconciliation Differences	-	832	-	832
Welfare Trust	43,085	77,258	113,246	7,097
Surplus Tax	59,962	109,406	48,916	120,452
Attorney Fees - Sale of Hospital	-	6,770	6,770	-
Tax Sale Redemption	2,831	99,232	109,415	(7,352)
SRI Fees	7,000	2,935	-	9,935
Tax Sale Surplus	819,162	1,364	518,074	302,452
Congressional Interest	36,694	974	1,199	36,469
State Mortgage Fraud	-	4,733	4,028	705
Demand Collection Fees	4,432	40	331	4,141
Surplus Dog Tax	377	1,515	1,140	752
Inheritance Tax	100,161	396,903	417,682	79,382
Special Death Benefit	-	155	110	45
Sales Disclosure Fee	1,681	3,077	4,501	257
Coroner's Continuing Education	1,481	1,688	3,018	151
City and Town Court Costs	18,556	11,133	-	29,689
Payroll	637	4,406,016	4,405,969	684
Payroll Direct Deposit	-	476,354	476,354	-
Payroll Withholdings	11,730	1,538,516	1,502,597	47,649
Court Fees	215,411	198,290	386,529	27,172
Tax Distribution Funds	1,583,826	41,438,246	42,705,961	316,111
County Clerk	368,810	4,888,081	4,807,121	449,770
County Recorder	50	139,809	139,809	50
County Treasurer	10,714,185	34,274,197	30,510,806	14,477,576
County Sheriff	-	519,205	519,205	-
County Probation	106,885	228,398	264,634	70,649
Inmate Trust	6,373	103,815	101,484	8,704
Totals	<u>\$ 29,806,030</u>	<u>\$ 103,947,818</u>	<u>\$ 106,291,602</u>	<u>\$ 27,462,246</u>

The accompanying notes are an integral part of the schedule.

MIAMI COUNTY
NOTES TO SCHEDULE

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.

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.

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

MIAMI COUNTY
NOTES TO SCHEDULE
(Continued)

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.

Note 7. Long-Term Debt

The County has entered into various debts such as a loan for sheriff's radios and capital lease for E-911 equipment, courthouse renovations, and a courthouse telephone system. The outstanding principal at December 31, 2005, was \$60,306, \$846,042, \$276,224, and \$66,532, respectively.

Note 8. Other Long-Term Obligations

The County has entered agreements to provide incentives and interest rate subsidies for various local businesses. The total maximum obligation at December 31, 2005, under these agreements is \$706,221 payable over the next four years.

The County has designated a portion of its share of county economic development income tax funds to the City of Peru for the lease financing of certain water and wastewater infrastructure known as the Northwest Utility Corridor Project. At December 31, 2005, the County's share of total lease payments payable through January 1, 2020, was \$2,525,250.

MIAMI COUNTY
OTHER REPORTS

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

County Auditor
County Sheriff

MIAMI COUNTY
EXIT CONFERENCE

The contents of this report were discussed on October 4, 2006, with Brenda G. Weaver, Auditor; and Gary D. Hawley, President of the Board of County Commissioners. Our examination disclosed no material items that warrant comment at this time.