

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

EXAMINATION REPORT  
OF  
SULLIVAN COUNTY  
SULLIVAN COUNTY, INDIANA  
January 1, 2007 to December 31, 2007



**FILED**  
09/30/2008



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
Other Reports.....	8
Exit Conference.....	9

OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Jean Harris	03-28-04 to 12-31-10
Treasurer	June Ladson	01-01-06 to 12-31-09
Clerk	Rochelle Parris	03-28-04 to 12-31-10
Sheriff	Bryan Kinnett	01-01-07 to 12-31-10
Recorder	Brenda Howard	01-01-07 to 12-31-10
President of the Board of County Commissioners	Carter Phegley Jim Boes	01-01-07 to 12-31-07 01-01-08 to 12-31-08
President of the County Council	Marilyn Salesman Duane Wampler	01-01-07 to 12-31-07 01-01-08 to 12-31-08



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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STATE BOARD OF ACCOUNTS  
302 WEST WASHINGTON STREET  
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INDEPENDENT ACCOUNTANT'S REPORT

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

We have examined the financial information presented herein of Sullivan County (County), for the period of January 1, 2007 to December 31, 2007. 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, 2007, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

STATE BOARD OF ACCOUNTS

August 13, 2008

SULLIVAN 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, 2007

	Cash and Investments 01-01-07	Receipts	Disbursements	Cash and Investments 12-31-07
Governmental Funds:				
General	\$ 1,591,456	\$ 5,694,471	\$ 5,812,459	\$ 1,473,468
County Highway	624,814	3,141,035	2,645,528	1,120,321
Old Property Reassessment	1,116,077	240,619	208,332	1,148,364
Highway 54	757,937	66,443	-	824,380
County Health	37,896	98,239	99,910	36,225
Local Road and Street	10,207	198,747	169,881	39,073
Accident Report	7,985	770	627	8,128
Firearms Training	4,406	6,790	3,896	7,300
Indiana Youth Aviation	1,500	-	-	1,500
Identification Security Protection	10,106	8,960	-	19,066
Drug Free Community	8,537	12,963	12,400	9,100
County Correction	18,120	13,897	8,184	23,833
Surveyor's Coroner Perpetuation	53,840	5,952	-	59,792
Supplemental Adult Probation Services	60,741	24,376	27,451	57,666
Supplemental Juvenile Probation Services	10,691	2,083	-	12,774
Probation Transfer Fee	1,275	225	1,500	-
Probation Administration Fee	18,614	4,831	22,954	491
Aviation Construction	37,615	21,914	21,235	38,294
Recorder's Records Perpetuation	72,412	49,095	23,266	98,241
Emergency Planning Right to Know	18,046	-	-	18,046
Emergency Man Planning Grant	1,028	-	12	1,016
Emergency Response Team Sub-Grant	2,531	-	-	2,531
County Law Enforcement Continuing Education	469	1,737	1,019	1,187
County User Fee	37,537	4,707	3,528	38,716
Local Health Maintenance	21,834	41,424	23,000	40,258
Sheriff's Commissary	5,686	89,697	88,012	7,371
County Hospital Care for the Indigent	-	115,125	115,125	-
Medical Assistance to Wards	-	8,223	8,223	-
Children With Special Health Care Needs	-	23,847	23,847	-
Park Nonreverting Operating	45,768	97,568	66,541	76,795
Aviation Rotary	55,812	56,393	32,739	79,466
Infraction Deferral	185,323	114,725	119,713	180,335
Pretrial Diversion	2,817	11,271	11,090	2,998
Department of Transportation	4,380	-	-	4,380
County Family and Children Fund	432,846	1,506,601	510,536	1,428,911
Bail Bond Circuit Court	7,057	3,300	-	10,357
Emergency Telephone System	177,367	147,341	229,497	95,211
Park and Recreation	408,989	902,577	937,117	374,449
Aviation	57,808	86,835	90,653	53,990
Tourism Promotion	13,741	20,159	6,840	27,060
Bail Bond Superior Court	52,839	7,585	3,410	57,014
Law Enforcement	78,084	5,000	21,305	61,779
Vehicle Inspection	4,956	1,865	-	6,821
Jury Pay	11,350	6,003	2,948	14,405
Emergency Medical Services	64,802	614,410	650,719	28,493
911 Wireless	43,313	195,480	71,142	167,651
Clerk's Records Perpetuation	8,340	5,464	3,812	9,992
Methamphetamine Mini Grant	1,495	-	-	1,495
GIS Laptop Grant	-	11,250	11,250	-
Fairbanks LIFT Grant	-	605,231	582,617	22,614
Tobacco Settlement	35,338	17,397	-	52,735
Redevelopment Commission	15,316	7,000	10,234	12,082

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

SULLIVAN 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, 2007  
(Continued)

	Cash and Investments 01-01-07	Receipts	Disbursements	Cash and Investments 12-31-07
Governmental Funds (continued):				
Health Bioterrorism	19,829	-	1,500	18,329
Allocation	4,633	17,565	8,933	13,265
Election Hava Title III	5,727	23,396	-	29,123
Sale of Property	26,258	-	3,200	23,058
Election Nonreverting	36,099	31,854	66,759	1,194
CPRT	45,132	33,851	36,418	42,565
Public Health Coordinator	(1,685)	57,241	55,497	59
Clerk Title IV-D	21,282	-	2,693	18,589
Prosecutor's IV-D	23,684	-	646	23,038
Redevelopment District	112	-	112	-
Emergency Management Building	4,997	-	4,997	-
Cumulative Capital Development	-	29,522	29,522	-
Cumulative Bridge	657,298	395,969	253,812	799,455
Health Benefits	1,695,184	4,497,362	3,826,322	2,366,224
Levy Excess	119,851	103,962	121,270	102,543
Donation	-	136,875	136,875	-
Pandemic Assessment	1,889	-	-	1,889
Special Death Benefits	-	60	-	60
Fiduciary Funds:				
Congressional Principal	15,462	-	-	15,462
Surtax	-	296,181	296,181	-
Landfill Closure and Postclosure	333,322	20,064	3,517	349,869
Mental Health	-	220,223	220,223	-
Refund Due State	-	139,572	139,572	-
Tax Sale Redemption	3,369	137,487	137,301	3,555
Tax Sale Surplus	609,030	337,741	537,593	409,178
Infractions	1,605	27,593	27,511	1,687
Inheritance Tax	105,392	731,554	488,495	348,451
Surplus Tax	35,560	49,109	25,571	59,098
Congressional Interest	11,772	907	618	12,061
Road Closure	2,000	-	-	2,000
Wheel Tax	-	80,602	80,602	-
Payroll Withholdings	6,000	1,074,925	1,081,848	(923)
Commercial Vehicle Excise	11	177,598	177,598	11
State Fines and Forfeitures	1,534	12,063	12,572	1,025
Welfare Trust	2,739	-	1,000	1,739
City/Town Court Costs	10,724	10,565	10,725	10,564
Common School	-	3,008	8	3,000
Child Restraint Violation	-	20	-	20
Overweight Vehicles	-	1,413	1,413	-
State Welfare Excise Allocation	-	25,873	25,873	-
State Share Mortgage Fees	170	2,365	2,355	180
Education Plate	-	1,321	1,321	-
Jefferson Township Fire Department	18	-	-	18
Victim Advocacy	(1,116)	16,765	20,337	(4,688)
State Forestry Tax	-	13,157	13,157	-
Education Plate	356	1,575	862	1,069
Surplus Dog Tax	-	1,368	1,368	-
Veteran Van Donation	100	7,200	7,300	-

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

SULLIVAN 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, 2007  
(Continued)

	Cash and Investments 01-01-07	Receipts	Disbursements	Cash and Investments 12-31-07
Fiduciary Funds (continued):				
Coroner's Perpetuation	72	1,189	1,198	63
Sales Disclosure Fund	-	2,825	2,665	160
Sex Offender	-	110	-	110
Riverboat Revenue Sharing	-	137,157	137,157	-
Financial Institutions	-	105,510	105,510	-
State Fair Board	-	6,579	6,579	-
Treasurer's Trust	276,989	18,016,365	17,899,921	393,433
Offender Trust	4,200	119,306	114,013	9,493
Sheriff's Trust	10,947	448,641	451,580	8,008
Recorder's Trust	-	131,642	131,642	-
Clerk of the Circuit Court	284,805	3,363,299	2,835,559	812,545
Airport Manager	8,100	96,063	104,163	-
Prosecutor's Law Enforcement	2,527	-	-	2,527
Sheriff's Pension Trust	881,273	191,994	135,268	937,999
Police Pension	3,461	9,643	11,526	1,578
Aviation Donation	175	-	-	175
Probation Trust	-	40,558	40,558	-
Homestead Credit Rebate	-	513,485	-	513,485
Totals	<u>\$ 11,509,988</u>	<u>\$ 46,201,897</u>	<u>\$ 42,523,368</u>	<u>\$ 15,188,517</u>

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

SULLIVAN 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 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.

SULLIVAN COUNTY  
OTHER REPORTS

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

County Auditor  
Board of County Commissioners

SULLIVAN COUNTY  
EXIT CONFERENCE

The contents of this report were discussed on August 13, 2008, with Jean Harris, Auditor; Jim Boes, President of the Board of County Commissioners; and Duane Wampler, President of the County Council. Our examination disclosed no material items that warrant comment at this time.