

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

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



FILED
04/08/2011

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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Colleen Chambers	01-01-09 to 12-31-12
Treasurer	Susan A. Coffing	01-01-09 to 12-31-12
Clerk of the Circuit Court	Patricia Gritten	01-01-07 to 12-31-14
Sheriff	Robert Bass William Sanders	01-01-07 to 12-31-10 01-01-11 to 12-31-14
Recorder	Brenda Holycross Wanda Taylor	01-01-07 to 12-31-10 01-01-11 to 12-31-14
President of the Board of County Commissioners	Walter R. Wilson	01-01-10 to 12-31-11
President of the County Council	Richard Klage	01-01-10 to 12-31-11



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF FOUNTAIN COUNTY, INDIANA

We have examined the financial information presented herein of Fountain 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 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 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 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

February 22, 2011

FOUNTAIN COUNTY
SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
ALL GOVERNMENTAL, PROPRIETARY AND FIDUCIARY FUND TYPES
As Of And For The Year Ended December 31, 2010

	Cash and		Cash and	
	Investments	Receipts	Disbursements	Investments
	01-01-10			12-31-10
Governmental Funds:				
General	\$ 4,388,611	\$ 5,873,970	\$ 5,967,041	\$ 4,295,540
Property Reassessment	87,376	119,946	48,706	158,616
County Surveyors Corner Perpetuation	40,624	3,780	-	44,404
Federal Law Enforcement Dist	67	-	-	67
Infraction Deferral	58,326	32,602	30,111	60,817
Jury Pay	11,387	3,605	6,415	8,577
County ID Security Protection	9,843	5,616	10,807	4,652
Recorder's Records Perpetuation	4,947	21,357	4,657	21,647
County Sales Disclosure	15,791	2,225	-	18,016
E 911 Sinking Fund	-	79,865	79,865	-
Cert Training Grant	2,139	-	-	2,139
County Misdemeanant	8,973	12,731	6,491	15,213
Farm Maintenance	371,395	73,269	4,261	440,403
Co Share Riverboat Revenue	317,211	50,708	-	367,919
Co. General Maintenance	311,564	7,689	-	319,253
Clerk's Records Perpetuation	23,916	8,469	1,550	30,835
Cannabis Marijuana Eradication	4,500	-	-	4,500
Service Process	8,239	7,280	8,239	7,280
Community Correction Local Appropriation	3,801	10,252	8,943	5,110
Community Correction Home Detention	405,394	651,349	631,618	425,125
Community Transition	3,000	31,611	34,596	15
Administration Fee Probation Users	384	17,100	13,092	4,392
Adult Probation Services	10,616	48,175	47,513	11,278
Guardian Ad Litem/ Court (GAL)	11,982	-	-	11,982
Special Death Benefit Fee	75	1,335	625	785
Public Defense Admin Fee	29,853	5,757	-	35,610
Court Admin Fee	34,917	9,511	-	44,428
DNA Sample Processing	12,012	2,177	-	14,189
Pretrial Diversion	2,053	2,653	2,000	2,706
Eradication	558	-	-	558
Community Correction 05/06	220,102	339,719	559,821	-
Community Correction 06/07	1,302	436,781	389,630	48,453
Rainy Day	995,054	137,742	-	1,132,796
Highway	214,903	1,855,951	1,567,426	503,428
Co Highway Christmas Fund	-	700	700	-
Local Roads and Streets	29,422	183,398	105,652	107,168
Cumulative Bridge	333,493	439,396	417,058	355,830
Health	263,780	294,182	257,216	300,746
Public Health Bioterrorism	2,435	-	30	2,405
Public Health Coordinator	(896)	961	-	65
State Grant #2 H1N1 Grant	7,155	15,758	22,789	124
County Alcohol and Drug Program	18,860	41,559	29,280	31,139
Health Maintenance	35,388	40,000	35,893	39,495
Tobacco Settlement	102,063	42,552	49,120	95,495
County Family and Children	-	33	-	33
Clerk IV-D Incentive	22,548	7,237	-	29,785
Prosecutor Title IVD	17,324	10,888	8,004	20,208
General Drain Improvement	247,756	2,122	-	249,878
Drainage Maintenance	284,195	11,101	20,847	274,449
Law Enforcement Equipment	15	-	-	15
Sheriff's Dive Team	54	-	-	54
Covered Bridge	40,995	5,550	39,652	6,893
Covered Bridge Donations	35,000	-	35,000	-
Accident Report	13	750	-	763
Firearms Training	449	228	201	476
Operation Pullover	2,209	-	-	2,209
County Drug Free Community	24,958	22,599	22,537	25,020
County Law Enforcement Continued Education	23,398	7,232	11,204	19,426
User Fee	12,233	4,365	1,844	14,754
Emergency Telephone System (E911)	164,488	123,774	210,975	77,287
Wireless Emergency Telephone System	72,291	88,140	-	160,431
Non-Revert Prison Reimbursement	41,895	6,812	-	48,707
Emergency Planning/Right to Know	23,461	3,191	2,688	23,964
State Grant Domestic Preparedness	(5,000)	5,000	-	-
AFDC Local Plan Community	384	-	-	384
Cumulative Capital Development	295,706	138,142	-	433,848
Dare Donations	275	-	-	275
Dare Grant	1	-	-	1
Every 15 Minutes	253	-	-	253
Mural Restoration	327	-	-	327
County General Incentive Fund	-	10,770	7,053	3,717

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

FOUNTAIN COUNTY
SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
ALL GOVERNMENTAL, PROPRIETARY 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):				
Gal/Casa Capta Grant	-	6,000	6,000	-
Court Reform Grant	-	17,569	17,569	-
K-9 Project	-	200	200	-
Levy Excess	29,548	13,161	-	42,709
Plat Book	-	2,527	-	2,527
Title IVD Incentive ARRA	-	6,764	-	6,764
Forest Restoration	319	196	-	515
Fountain County Mentoring	-	311	-	311
Sheriff's Commissary	5,841	38,504	37,796	6,549
Proprietary Fund:				
Employee Benefit Trust	43,523	1,770,331	1,782,392	31,462
Fiduciary Funds:				
Trust Funds:				
Sheriff Pension	987,824	97,584	50,900	1,034,508
Congressional School Principal	26,687	-	-	26,687
Landfill Post Closure Trust	72,760	1,779	-	74,539
Agency Funds:				
Mortgage Fee Fund	127	1,543	1,485	185
State Sales Disclosure	390	4,635	4,450	575
Wheel Tax	-	49,014	49,014	-
Surtax	-	250,710	250,710	-
Welfare Excise Tax	-	598,351	598,351	-
Surplus Tax	6,304	14,969	9,546	11,727
Tax Sale Redemption	495	55,814	24,955	31,354
Surplus Tax Sale	17,743	-	7,763	9,980
Financial Institution Tax	-	82,864	82,864	-
CVET Distributions	-	58,442	58,442	-
Option Tax Certified	-	2,324,719	2,324,719	-
Riverboat Revenue	-	112,357	112,357	-
Option Tax PTR	-	764,451	764,451	-
CEDIT Homestead Credit Fund	4,694	312,498	311,834	5,358
CAGIT/CEDIT	-	272,273	272,273	-
Homestead Cr - Local Opt	(971)	109,031	108,887	(827)
Homestead Credit Rebate	87	3,784	3,871	-
Coroner's Continuing Education	147	980	982	145
AFLAC	1,707	26,593	26,570	1,730
Money Services (health insurance money)	390	1,727,719	1,727,592	517
Prudential	54	808	808	54
Central United Life	599	-	-	599
Prepaid Legal	-	544	518	26
Boston Mutual	609	8,340	8,307	642
Colonial Insurance	1,223	26,376	26,033	1,566
Vision Insurance	490	4,635	5,075	50
Key Life Insurance	318	1,800	1,736	382
Liberty National	-	593	593	-
Liberty National 2	-	1,306	1,188	118
City and Town Court Costs	129,641	5,569	-	135,210
Infraction Judgments	4,167	35,345	34,374	5,138
Education Plates	-	488	488	-
Overweight Vehicle Fines	99	3,098	3,087	110
State Share Delinquent Taxes	-	8,700	8,700	-
Bid Bond	283	-	-	283
Congressional School Interest	25,326	209	1,053	24,482
Inheritance Tax	204,653	678,469	765,495	117,627
Property Replacement Homestead	-	56,372	56,372	-
State Fines and Forfeitures	855	12,817	5,768	7,904
Child Restraint Violations	-	25	25	-
Tax Distribution	5,634	10,619,983	10,625,617	-
Principal Insurance	218	20,824	20,606	436
Clerk of Circuit Court	212,106	1,267,297	1,140,972	338,431
Community Corrections	50	534,963	534,963	50
EMS	44,781	659,414	637,709	66,486
Health Department	-	8,466	8,466	-
Prosecutor	3	55,770	55,770	3
Recorder	5,810	68,272	67,245	6,837
Sheriff	50	222,943	222,993	-
Sheriff's Inmate Trust	228	41,041	40,596	673
Treasurer	130,703	15,758,664	15,672,894	216,473
Totals	<u>\$ 11,673,358</u>	<u>\$ 50,188,468</u>	<u>\$ 49,284,574</u>	<u>\$ 12,577,252</u>

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

FOUNTAIN 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.

FOUNTAIN 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:		
Emergency telephone system	\$ 205,862	\$ 79,865
Extension office copier	<u>5,184</u>	<u>3,139</u>
Total governmental activities debt	<u>\$ 211,046</u>	<u>\$ 83,004</u>

FOUNTAIN COUNTY
EXIT CONFERENCE

The contents of this report were discussed on February 22, 2011, with Colleen Chambers, Auditor; Susan A. Coffing, Treasurer; and Walter R. Wilson, President of the Board of County Commissioners. Our examination disclosed no material items that warrant comment at this time.