

1986 - 2006

PROGRESS



**Tipton County Economic
Development Corporation
2006 Annual Report**

Twenty years ago, a group of local business owners, professionals and government leaders met to discuss their concerns for the future of Tipton County. The outcome of that initial meeting was the creation of the Tipton County Economic Development Corporation (TCEDC) whose mission would be to focus upon the economic well being of our community through job creation and quality of life improvement, thereby promoting a positive business climate in Tipton County. This mission involved creating partnerships with our government, agriculture, business, industry, our community, and our investors in an effort to improve our economic base and quality of life. Today TCEDC continues to partner with all segments of the Tipton County community and our mission remains unchanged.

In this report you will read about some of the projects we focused upon throughout the past year. It highlights the accomplishments TCEDC and those who partner with us have achieved. They realize when we all work together more can be accomplished.

The TCEDC provides information and offers a variety of confidential services free of charge to businesses interested in expanding or relocating to Tipton County. Some of these services include:

- Site, building and community tours
- Up-to-date demographic data
- Liaison between business, community, and civic leaders
- Information and assistance on incentives
- Land and building database information
- Private sector advocacy
- Technical and grant writing assistance

Our programs and efforts help us to prepare for a better tomorrow. Many of our efforts focus upon job creation by attracting new and expanding companies or by supporting the expansion efforts of existing companies. Our efforts are focused on innovative ways to attract, retain and nurture quality companies that bring higher-than-average wages and benefits. Other programs work within our communities to solve infrastructure problems, assist existing companies with expansion projects, and create more attractive communities in which to live. Of course, we could not talk about our accomplishments without giving credit to those whose support through the years has helped us meet some of our goals. Their friendship and support indicate they also have a vision for a better Tipton County and that they believe in our efforts. We sincerely express our thanks and appreciation to each one. A list of our 2006 supporters can be found in this report.

We look ahead with great optimism and are excited about what the coming year and the future holds for Tipton County. With continued planning and execution, we along with our partners will continue our efforts to create long-term prosperity that extends to all citizens of Tipton County for years to come. As we begin a new year, it promises to challenge us in many new ways.

For assistance or for more information, please contact Tipton County Economic Development Corporation at 136 E. Jefferson Street, Tipton, Indiana 46072, call our office at (800) 461-4907 or (765) 675-7417, or visit our website at www.tiptonedc.com

“In 1997, our fifth year of operation, Package Right Corporation relocated to Tipton from Westfield, IN. The leadership and guidance of the TCEDC made this move possible for us. Now in our 16th year, we are very happy to be part of the growing Tipton community

Through the efforts of the TCEDC we were able to acquire land suitable for our needs at the time and which also allowed for future growth. They assisted us in securing tax abatements for not only our initial building but our expansion in 2000 and again in 2006. These abatements are a true win-win for our company and the community in that they allow us to match the pace of increase in our property taxes with the hoped-for increase in revenue streams from each expansion.

The TCEDC is helpful in ensuring that we are aware of all of the tools available to growing companies from the State government. It is this kind of attention that helps us remain competitive in very tough markets served by fierce, foreign competition.

The staff of the TCEDC makes every interaction with them not only productive but pleasant! We at Package Right Corporation wish the TCEDC every success and congratulate you on your 20 years of helping to build the Tipton community.”

~ Michael Cassidy, President
Package Right Corporation

Letter from our Chairman

Tipton County Needs to Work Toward the Future

Change, opportunity, growth. These three words may have different meanings to different people, but they have never been more relevant to Tipton County than today.

The expected announcement from Getrag, an international transmission manufacturer, to build a 650,000 square-foot facility in Tipton County will have a major impact not only here but the entire central Indiana area.

The local statistics aren't new - an aging populace, declining school enrollment, and continuing population decline especially among our young adults can only lead to a less than promising future. The fact that retail and commercial businesses throughout Tipton County are simply slipping away will only add to the decline of the community. We need this economic opportunity.

The Tipton County Economic Development Corporation (TCEDC) works through the efforts of staff and its diversified board of volunteer directors to provide for these opportunities - both large and small - and has done so for more than 20 years. Although the gains at times seem slow to come and not all our efforts have been perfectly understood or implemented, the gains cannot be denied.


The Northgate Industrial Park has provided employment opportunities and has significantly expanded our tax base since its inception. Many of the companies that were at one time provided tax abatement as an incentive to locate or expand in Tipton County are now paying their full share of property taxes, adding significantly to the county's general fund. With the completion of the final phase of infrastructure improvements at Northgate, additional opportunities are now available.

Plans by others to establish an Ag Tech Park in northern Tipton County are a welcome addition to those of the TCEDC that have focused on providing a stable business environment and additional employment opportunities for all for the past 20 years. The following Annual Report summarizes our accomplishments for 2006.

To those of you who have chosen to support the Tipton County Economic Development Corporation through your financial contributions and/or efforts, thank you very much. Your support is vital to the mission of the TCEDC and the future of Tipton County.

However, past efforts are not enough. It is imperative that we prepare for the future. It is through collaboration with our elected officials, voluntary boards, organizations and all citizens that will allow us to plan for a Tipton County that we can all be proud to call home. The benefits will not only serve the present, but generations to come. Through the involvement and dedication of those throughout Tipton County, the future will be what we choose to make it.

Regards,



James D. Ashley
Chairman

Letter from our Executive Director

To our investors, supporters and friends;

A huge amount of activity has taken place in 2006 in Tipton County! Much of this is because our companies are successful, and now need to expand their facilities adding additional machinery, equipment, and new jobs. TCEDC directly assisted these companies who invested over \$9 million and created more than 60 new jobs with high wages and excellent benefits. You will read short summaries of many of these expansions in this annual report. We have been busy!



One of the biggest stories of 2006 was the competition of ethanol producers for a Tipton County location. At the time (late 2005) Tipton was in between two plants that had been announced, and was a logical area for the next plant. Three separate companies were researching our county, the largest one being the industry's largest company, Broin. The Indiana Economic Development Corporation (IEDC) was assisting us with two of the companies; the third was not far enough along.

What resulted was an announcement on May 1, 2006 by ASAlliances Biofuels (ASA) that they would build an ethanol plant next to their partner Cargill Ag Horizon's facility on SR 28. ASA held a community meeting on May 9th to explain the project, which was televised on HomeTown Television channel 19.

After the announcement I immediately contacted Andy Miller, Director of the State Department of Agriculture. He asked if he could come up and discuss the project with the TCEDC Board, the community's financial institutions and elected local officials. We met on June 12th, and Director Miller and his Assistant Director, Ken Klemme discussed possible spin-off businesses such as CO2 capture – for greenhouses; aquaculture – fish farms; logistics – trucking and pipelines; hybrid research; livestock – especially dairy; and corn based plastics.

Shortly before Director Miller's meeting in Tipton, Lt. Governor Becky Skillman arrived as the featured speaker for the TCEDC annual meeting on June 5th. She spoke of the growth of bio-fuel and ethanol facilities in Indiana, and about Major Moves which directly affects the US 31 corridor in Tipton County. Following that, on July 7th, Lt. Governor Skillman was back in Tipton to celebrate "Energy PLUS 24" at Impact Cooperative, which was celebrating the installation of an "E-85" pump. Congressman Dan Burton and Indiana State Representative Jack Lutz were also represented.

I have gone through all of these details to point out that our elected officials at the highest levels know who Tipton County is, and are aware of the quality projects that are being assisted by the TCEDC.

For me, another of the biggest stories was the filing of Chapter 11 Reorganization by Steel Parts Corporation in September. TCEDC had been working with the company throughout the year to assist in every way, and to retain their 215 jobs. 134 of those employees live in our city and county. Owned by an investor group, the company had been "for sale" since before I arrived in Tipton in March 2005. We knew they were to be sold, but had no knowledge that they would be filing for reorganization. Throughout the legal process of reorganization the TCEDC worked closely with the former owners, prospective purchasers, employees and USWA Local 3875 to assist in every way possible.

Steel Parts came out of Chapter 11 on December 1st, with the purchase of the company by Resilience Capital Partners. They formed a "new" company, now named Steel Parts Manufacturing, Inc. This successful outcome was largely due to concessions voluntarily given by USWA Local 3875 members during the complex negotiations in order to retain jobs in the community while also keeping some of the benefits for retirees. The "new" company is now quickly moving toward the "lean" manufacturing program, using team concepts with all employees and management. They plan to expand their current contracts, and add machinery, equipment and employees over the next three years.

Lastly, we ended the year working with a very large automotive sector manufacturing prospect. Their representatives toured the county in November, found a site perfect for their needs, and asked that it be made available to them. We used our supporting organization, Tipton County Economic Development Foundation (TCEDF) to hold options on the land desired by the prospect for their proposed new headquarters in Tipton County. That land was unanimously approved for rezoning to "C-I, Industrial" by the County Planning Commission on December 21st. Some of the details I can share about the confidential prospect's proposed project are that the company plans to invest approximately \$500 million in site development, construction of buildings, and the purchase of machinery and equipment. They plan to employ approximately 1200 initially. We are in competition with other sites in the region, in other states, and in other countries. But what a great way to end a very busy year!

Sincerely,

A handwritten signature in cursive script that reads "William Keir".

William Keir, CECD
TCEDC Executive Director

Business Growth, Retention & Expansion

The 2006-2007 year marks our 20th year of operation. This milestone is a fitting time to reflect on what we have achieved. More importantly it is a time to look to the future. Over the years, we have been faithful to our mission to help create an environment conducive to economic growth and stability for the Tipton County community.

We have been successful thanks to the assistance of many who share the same vision of a flourishing community.

Communities compete globally to attract new businesses through economic development given that industrial firms offer healthy contributions to the local economy, tax base and job opportunities.

For twenty years, our Corporation who represents the business segments of our population has gathered together, volunteering their time and efforts and dedicating countless hours to our goals and mission; and thereby the community.

Perhaps the most significant news came early in the year with **ASA Biofuels, LLC** announcement of plans to build a large scale corn ethanol facility in Tipton, further propelling Indiana into leadership as a national hub for bio-fuels production. "The addition of another ethanol plant in Indiana is a big win for Hoosiers," said Governor Mitch Daniels. "This plant will add jobs, stimulate the purchase of raw materials from Hoosier farmers, and create a renewable fuel source that reduces our dependence on foreign fossil fuels."

The facility will produce approximately 100 million gallons of ethanol and 315,000 tons of distillers dried grains, a high quality feed ingredient fed to livestock and poultry. The \$125 million project will create 40 new permanent jobs when in operation and in excess of 100 construction jobs during the 18 to 24 months it will take to complete the project. ASA representatives

ASALLIANCES
biofuels

cited a number of attractive features about Tipton, including significant corn supply, rail-line and highway access, access to ethanol and distiller grain markets, and the established presence of Cargill Ag Horizon's grain origination facilities located east of Tipton.

Cargill will have exclusive rights to provide the facility with corn supply and market ethanol and distillers grains.

TCEDC staff along with state and local officials worked together to provide an incentive package that helped secure the ethanol plant. Construction of the facility is scheduled to occur in 2007.

Company Expansions – The majority of new jobs are "homegrown", created through expansion of existing local businesses. Staff provided assistance to several growing Tipton County companies during 2006.

Pioneer Hi-Bred's latest expansion to occur totaled \$2 million in investment at their new Tipton seed testing facility. This project received tax abatement assistance by TCEDC and will create 6 to 8 new part-time technical jobs.

Integrity EDM requested our assistance with a zoning variance for construction of a 13,000 square foot building that was constructed adjacent to their existing facility during 2006. Company sales grew 300% in 2005 and expectations were for continued sales growth during 2006. The company's \$2 million investment will create an additional 15 high-skilled jobs.

Since their original groundbreaking in 1996, **Package Right Corporation** began construction of a 24,000 square foot expansion in the fall of 2006 (their 2nd expansion) at their location in the Tipton County Industrial Park. A producer of world-class quality jigsaw puzzles and games for established marketers in the toy industry, the company has experienced exceptional growth.



Northgate Business Center: Road and sewer extension continued throughout the year at Northgate Business Center. Completion of the 500' roadway extension occurred by year end. Local contractors Baumgartner & Company Asphalt Services and Maddox Excavating, LLC were bid winners of the next project phase. 40th Parallel Surveying, LLC of Tipton was awarded the engineering contract. This project has been funded with City and County EDIT revenues

and will extend the roadway, sewer and water another 850' westward.

AcraLine Products: TCEDC staff assisted the new owners of the company with tax abatement issues during the year.

Böttcher America Corporation underwent an expansion project that is expected to add 16 new employees over 24 months to their current 43.

Two years ago, the company developed a new product that greatly reduced the time and expense of reconditioning worn out printer rollers. As the printing industry converted and upgraded older equipment, sales of the new generation rollers increased therefore creating the need for an expansion of the Tipton plant. A 7,250 square foot addition was constructed on the south side of the existing structure. Several new pieces of equipment and machinery were acquired for a total investment of \$530,000.

Böttcher requested and was granted tax abatement by the Tipton Common Council for this project. TCEDC staff assisted the company with the tax abatement application process.

Headquartered in Belcamp, Maryland and active in more than 80 countries worldwide, Böttcher is the leading supplier of rollers for web and sheet-fed offset presses in the U.S. and a leader in the manufacture of rollers for the steel, aluminum, plastic, paper, textile, and wood industries. Böttcher is a subsidiary of Felix Böttcher of Germany which has been manufacturing rollers for 275 years.

High Performance Alloys: During mid 2006, High Performance Alloys, Inc. (HPA) of Tipton completed renovations and moved their distribution operations to the former Mycogen Seed facility near Windfall. The company plans to add additional production equipment at their Tipton facility. All distribution will be at the Windfall facilities that will house about 15 current employees.

HPA is a leader in the super alloys industry serving



the special needs of the aerospace, chemical processing, oil-gas, medical, and food processing industries and specializing in corrosion, wear and heat

resistant alloys. HPA is ISO 9000 compliant and company guidelines and requirements exceed MIL-I-45208A.

TCEDC staff provided assistance with zoning at the Windfall location.

Steel Parts Manufacturing (formerly Steel Parts Corporation) – TCEDC worked with top management and their consultants to assist the county's second largest private employer with their request for financial assistance. In September, the company filed for Chapter 11 Reorganization. The company was then purchased by Resilience Capital Partners and renamed Steel Parts Manufacturing. TCEDC continued to work with management and USWA Local 3875 through the process.

Tipton Precast, LLC: Tipton Precast, LLC began construction of a new 22,000 square foot headquarters facility in March 2006 at Northgate Business Center.



The company purchased new equipment, the Colle pipe/precast machinery (shipped from Italy) which was installed in the final months of 2006. This machine is the first of its kind in the United States.

The \$3 million investment included a 20,000 square foot building and created 13 new jobs with an average wage of \$16.20 per hour. Tipton Precast manufactures concrete products such as manholes and related concrete pipe sections that are installed in new

subdivisions using dry cast and wet cast processes. TCEDC assisted the company with acquiring the land for the project and with the tax abatement application process that was ultimately granted them by Tipton Common Council.

“Tipton Precast has experienced tremendous growth and opportunity as a major central Indiana pre-cast manufacturer since putting down company roots in Tipton less than two years ago. The assistance provided by TCEDC was instrumental in helping us achieve this success. The support TCEDC provides is vital to growing businesses in Tipton County.”

- Shawn Maddox, President
Tipton Precast, LLC

Retail & Commercial Contacts - Staff continued to receive inquiries about the status of the former Hardee's facility at SR 28 and 19 and the former Carter's Supermarket building. While at year end both properties remained unoccupied, one retail prospect interested in the Carter facility was continuing to work with the property owners on a potential lease agreement.

Executive Director Bill Keir attended and participated in the initial meeting at the Tipton County Foundation on leadership development, facilitated by Rural Leadership Development, Indiana Office of Rural Affairs. This is a very important program which will be designed to recruit and educate Tipton County young adults in effective leadership.

In addition, Director Keir attended the International Economic Development Council annual Leadership Summit as part of his recertification as a Certified Economic Developer (CEcD) and continuing education requirements.

We provided assistance to the City and County governing bodies with revisions to their Capital Improvement Plans earmarking Economic Development Income Tax (EDIT) revenues for various economic development projects throughout the year.

We assisted the North Central Indiana Small Business Development Center (SBDC) in their efforts to obtain local funding from the City and County to continue providing business counseling, resources and startup information. Several successful local companies have been assisted by SBDC.

TCEDC staff and several directors assisted SBDC with the creation of a multi-county program for second-stage businesses (privately held, generate \$1-\$50 million in revenue and employ 10-99). The program entitled "PeerSpectives" is a regional peer roundtable format for companies who are facing growth issues. Still in its infancy and one of two roundtables in Indiana, the Kokomo group consists of six participants from this region - two being from Tipton County. Others are welcome to participate.

We continued to assist the City of Tipton with their Façade Program. TCEDC Director Bill Keir serves on

the committee who reviews and awards grants to building/business owners in the downtown area. The grants help with costly repairs and façade work to buildings in the downtown area. Several businesses have received assistance through this program. The City sets aside EDIT revenue each year to fund the program.

TCEDC formed a County Roads Subcommittee to begin examining transportation issues of the ASA ethanol project, the US 31 project as well as others and to make recommendations to County officials and the TCEDC for road improvements. The committee consists of several county officials and several TCEDC directors.

We continued our participation on the **US 31 Coalition** to communicate Tipton County's transportation needs to state officials in the conversion of this major thoroughfare. At year end, INDOT had not included the Tipton County portion in the official written plan. TCEDC and local officials will continue their participation to assure those involved in making these decisions are aware of Tipton County's transportation issues and needs.

Our accomplishments are major successes for not just TCEDC but all involved from our partners to our officials to our community. As we begin our third decade, we will continue our commitment to the Tipton County community. We are excited about what the future holds for Tipton County during the next twenty years. We hope you share our excitement as well.



"The Tipton County EDC has created an excellent environment for economic growth, forging strong ties between local government and the business community. The EDC helped to expedite our expansion project and provided the expertise to pursue both state and local opportunities and programs."

- Dennis Lange, Sales Services Manager
Pioneer Hi-Bred International, Inc.

Communications

TCEDC staff attended several workshops during the year to receive information and instruction on website fundamentals and the importance of keeping the data up-to-date and on how to obtain data on Local Employment Dynamics (LED) – a partnership between the Indiana Department of Workforce Development and the US Census Bureau. LED provides innovative demographic employment information for local decision makers, economic development agencies, education and training institutions, and transportation agencies.

Lt. Governor Becky Skillman received a warm welcome by approximately 100 guests attending the 19th Annual Meeting of the Tipton County Economic Development Corporation at the Tipton Elks on June 5. She spoke about Major Moves, and the growth of bio-fuel and ethanol facilities in Indiana thus creating a renewable fuel source that reduces our dependence on foreign fossil fuels. “The ASAlliances project is a wonderful example of the cooperative effort between all involved from the local community and the state of Indiana,” Skillman said. She closed by saying, “Those working in our state government are committed to improving the quality of life for all Hoosiers, but we cannot do it alone. It takes dedicated men and women who desire to make a difference. It takes the involvement of growing businesses and active citizens who are willing to reach out, help each other and tackle the many challenges that face our communities. I am confident that by working together we can build a bright future for our state.”

Several awards are presented during the event to local businesses and individuals. Nominations for the awards come from the public and recipients are selected by the EDC Awards Committee. This year award recipients included John Walker, DC Coaters, Inc., Heat Pro Heating & Cooling, and 84 Components Company. First National Bank & Trust, TDS TELECOM, and Young-Nichols Funeral Home received awards recognizing their 20-Year investment. Additionally, our 5 and 10-year investors were recognized for their financial and/or in-kind support.

The following directors were recognized for 20-years of voluntary service. They included: Ron Warren, Dave Voris, Dave Quigley, Ray Noble, Patrick Logan, Don Havens, and Jim Powell and Dick Holland (not pictured).



2006 Investors

TCEDC is funded by private donations and local government contracts working together in a necessary partnership. We acknowledge our investors for their commitment to this partnership. Thank you for your participation and your support during 2006!

* Indicates 20 year investor.

Corporate Partners

ACE Hardware of Tipton
Acra Line Products, Inc.
Acres Construction, Inc.
Apple Group, Inc.
Ashley Construction
Baker & Daniels LLP
Baumgartner & Company Asphalt Services
Bouquet Barn, LLC
BRS Mechanical
Brumbaugh Greenhouse
Campbell Seed Inc.
Cargill Ag Horizons
Co-Alliances, LLP
Columbia Trophy & Engraving
DC Coaters, Inc.
Diane Theatre & Sweet Shop
Farmers Mutual Insurance Company
First Farmers Bank & Trust
First National Bank & Trust *
Havens Realty Company, Inc.
High Performance Alloys, Inc.
H.J. Umbaugh & Associates
Jean's Flowers & Gifts
Kelley, Inc.
Lauth Property Group
Lee Landscaping, Inc.
Luttrell Insurance Agency, Inc.
McCormack's Printing Impressions, Inc.

McNeal Rentals
Medicine Shoppe Pharmacy
Mervis Industries, Inc.
Moore Title & Escrow
National City Bank
Package Right Corporation
Pioneer – A Dupont Company
Pizza King - Cardini's Inc.
Pizza Shack by the Tracks
Ramsay Business Solutions *
Ray Bros. & Noble Canning Co., Inc.
Reed Sign Service, Inc.
Roberts & Dybdahl, Inc.
Smith Building, Inc.
Smithville Telephone Company, Inc.
STAR Financial Bank
Steel Parts Corporation
Steel Parts Federal Credit Union
TDS TELECOM *
TenBrook Sales, Inc.
The House of Glass, Inc.
Tipton Automotive Supply Corp.-NAPA
Tipton County Tribune
Tipton Hospital
Tragesser Concrete Forms
Young-Nichols Funeral Home, Inc. *
84 Components Company

Individuals & Professionals

Mr. & Mrs. Warren Baird – Oak Grove Farm
Mrs. Gene Doversberger
Mr. & Mrs. Monty Henderson
Mr. Wyatt Johnson, P.E., L.S.
Mr. & Mrs. Mike Keir
Mr. William Keir
Mr. Patrick B. Lindley
Mr. Patrick N. Logan, C.P.A. *
Mr. Max McNeal, C.P.A.

Ms. Nancy Nicholson
Mr. & Mrs. Allen Perry
Ms. Nancy Poer
Mr. David B. Quigley, Attorney at Law
Mr. & Mrs. Clinton Rockey
Mr. & Mrs. Donald F. See
Dr. Michael T. Smith, DDS
Mr. & Mrs. Richard Sprague
Dr. Jeffrey L. Tweedy, O.D.

2006 - 2007 Board of Directors

Board Officers...

James D. Ashley, Chair

Elected – Business

Warren Baird, First Vice Chair

Elected - Agriculture

John Graham, Second Vice Chair

Elected – Certified Public Accountant

David Reep, Secretary

Appointed – Tipton Utility Service Board

Ronald Warren *, Assistant Secretary

Elected – Commerce

Jackie Cardin, Treasurer

Elected - Commerce

Appointed Board of Directors...

Madonna Alderson / Kurt Fettig

Tipton County Council

Dan DeLong

Northern Community School Corp. Representative

Thomas Dolezal

Tipton County Commissioner

Michael Harlowe

Hospital Administrator

Don Havens *

Tipton Common Council

George Ogden

Mayor – City of Tipton

Richard Rippy

Tipton Common Council

Beth Roach

Tipton County Council

Robert Schultz

Superintendent, Tipton Community School Corp.

Robert Warnick

Telephone Representative

Elected Board of Directors...

Don McElfresh

Financial Institution

Michael “Shane” Mullins

Commerce

Mark Noble

Agriculture

James L. Powell *

Financial Institution

David B. Quigley *

Professional – Attorney

Jan Smith

Business

Steven B. Smith

Commerce

Joe VanBibber

Commerce

Vance Voorhis

Industry

David L. Voris *

Agriculture

Directors Emeritus...

Richard W. Holland*, Retired

Ray E. Noble*, Business

Donald F. See, Retired

Patrick N. Logan*, CPA

Allen Perry, Retired

Staff...

William Keir, CEcD

Executive Director

Debra L. Gillam

Executive Assistant

* Indicates 20-year director

Financials

In accordance with the Indiana State Board of Accounts, TCEDC contracted with a CPA to conduct a biennial audit (as allowed in Indiana Code 5-11-1-25) for calendar years 2004 and 2005. An overview of the 2004/2005 financial report is available to our investors upon a written request. Below is the Independent Auditor's Report letter.

TCEDC has elected to have a biennial audit performed for years 2006 and 2007 at the end of the 2007 calendar year.

Randy Grimes, CPA, LLC
1821 Teasdale Lane
Kokomo, Indiana 46902-4570
(765) 455-8517

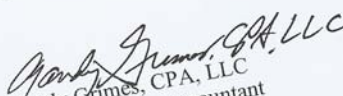
Independent Auditor's Report

Board of Directors
Tipton County Economic Development Corporation
Tipton, Indiana

I have audited the accompanying statements of financial position of the Tipton County Economic Development Corporation as of December 31, 2005 and 2004, and the related statements of activities, functional expenses and cash flows for the years then ended. These financial statements are the responsibility of the Company's management. My responsibility is to express an opinion on these financial statements based on my audits.

I conducted my audits in accordance with generally accepted auditing standards and Governmental Auditing Standards issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audits provide a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the assets, liabilities and net assets of the Tipton County Economic Development Corporation at December 31, 2005 and 2004, and the results of its operations and cash flows for the years then ended, in conformity with generally accepted accounting principles.


Randy Grimes, CPA, LLC
Certified Public Accountant
May 6, 2006

Tipton County Economic Development Corporation
Profit & Loss Budget vs. Actual
 January through December 2006

	Jan - Dec 06	Budget	Variance
INCOME			
Tipton County	59,100	60,000	(900)
City of Tipton	45,000	45,000	0
Private Contributions	19,243	22,000	(2,757)
Golf Outing	6,279	6,500	(221)
Grant Administration	7,039	7,041	(2)
Tipton Hospital	6,000	3,000	3,000
Town of Windfall	0	1,500	(1,500)
Town of Kempton	0	250	(250)
Other Income	1,076	1,000	76
Total Income	\$143,737	\$146,291	(\$2,554)
EXPENSES			
Staff Salaries	91,144	91,144	0
FICA	6,973	6,973	0
Workmans Comp	463	500	(37)
Unemployment	279	500	(221)
Health Insurance - Director	5,682	6,000	(318)
Fund Raising	5,369	2,500	2,869
Audit	4,341	5,700	(1,359)
Marketing	4,147	5,500	(1,353)
Postage	3,039	1,600	1,439
Pension Plan	2,734	2,734	0
Insurance	2,710	3,400	(690)
Telephone Services	2,616	2,800	(184)
Cell Phone	500	600	(100)
Travel	850	3,000	(2,150)
Printing	2,529	3,500	(971)
Professional Services	775	1,200	(425)
Education	1,884	1,000	884
Utilities / Trash Collection	1,605	2,000	(395)
Miscellaneous	1,318	1,500	(182)
Copy Lease	1,215	2,300	(1,085)
Copy Charges	450	450	0
Office Supplies	967	1,200	(233)
Office Equipment	350	0	350
Bank Service Charges	0	50	(50)
Total Expenses	\$141,940	\$146,151	(\$4,211)
Net Income	\$1,797	\$140	\$1,657

1986 - 2006



OUR MISSION STATEMENT

“A statement of vision”

“To promote economic development, to increase the number of available employment opportunities, to enhance the strength of the business sector, and to create economic stability in Tipton County.”



136 E. Jefferson Street ● Tipton, Indiana 46072 ● (800) 461-4907 or (765) 675-7417

www.tiptonedc.com