

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

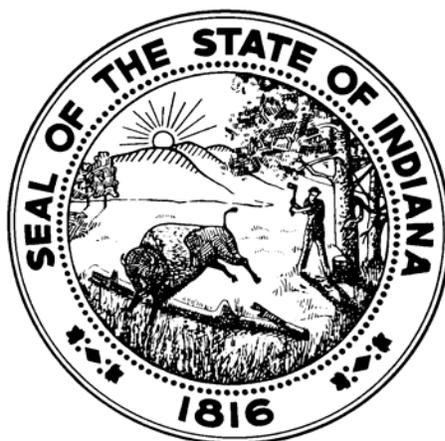
EXAMINATION REPORT

OF

CITY OF JASONVILLE

GREENE COUNTY, INDIANA

January 1, 2006 to December 31, 2006



FILED
08/01/2007

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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Charlotte M. Thomas	01-01-04 to 12-31-07
Mayor	Dorman W. Clark	01-01-04 to 12-31-07
President of the Board of Public Works and Safety	Dorman W. Clark	01-01-06 to 12-31-07
President of the City Council	Peggy Sluder	01-01-06 to 12-31-07
Superintendent of Utilities	Troy Fougrousse	01-01-06 to 12-31-07



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE CITY OF JASONVILLE, GREENE COUNTY, INDIANA

We have examined the financial information presented herein of the City of Jasonville (City), for the period of January 1, 2006 to December 31, 2006. The City'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 City for the year ended December 31, 2006, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

STATE BOARD OF ACCOUNTS

June 19, 2007

CITY OF JASONVILLE
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, 2006

	Cash and Investments 01-01-06	Receipts	Disbursements	Cash and Investments 12-31-06
Governmental Funds:				
General	\$ 99,392	\$ 462,235	\$ 499,560	\$ 62,067
Motor Vehicle Highway	84,335	128,570	163,389	49,516
Local Road and Street	6,078	12,602	10,000	8,680
Park and Recreation	25,274	15,318	23,642	16,950
Law Enforcement Continuing Education	1,805	1,579	3,381	3
Riverboat	47,148	22,794	34,121	35,821
Cumulative Capital Improvement	16,491	8,895	10,050	15,336
Cumulative Capital Development	19,673	6,902	163	26,412
Special Fire	1,634	500	-	2,134
Revolving Loan Fund	14,790	-	-	14,790
Housing Needs Assessment	-	2,592	2,592	-
Fire Department Grant	121	-	121	-
Sidewalk Replacement	15,555	10,890	-	26,445
SCNSF	(334)	405	71	-
Brownfield Grant	260	-	260	-
Log House	225	-	-	225
GCSW	3,000	3,000	6,000	-
Jasonville Development	5,195	-	1,810	3,385
Hertiage Block	1,603	50	83	1,570
Hertiage Museum	5,467	1,551	1,600	5,418
HDF Revovling Loan	15,571	252	520	15,303
Proprietary Funds:				
Water Utility - Operating	14,274	415,049	400,836	28,487
Water Utility - Depreciation	169,393	-	-	169,393
Water Utility - Customer Deposit	8,670	2,514	2,760	8,424
Wastewater Utility - Operating	155,870	448,239	426,765	177,344
Wastewater Utility - Bond and Interest	108,967	105,380	203,273	11,074
Wastewater Utility - Depreciation	157,614	-	-	157,614
Wastewater Utility - Customer Deposit	10,915	3,765	4,755	9,925
Wastewater Utility - CDBG	-	81,490	4,220	77,270
Wastewater Utility - Debt Service	52,800	39,600	-	92,400
Gas Utility - Operating	205,807	1,186,543	1,046,542	345,808
Gas Utility - Depreciation	26,415	-	16,990	9,425
Gas Utility - Customer Deposit	21,963	6,753	7,477	21,239
Fiduciary Fund:				
Payroll	703	922,111	922,814	-
Totals	<u>\$ 1,296,674</u>	<u>\$ 3,889,579</u>	<u>\$ 3,793,795</u>	<u>\$ 1,392,458</u>

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

CITY OF JASONVILLE
NOTES TO FINANCIAL INFORMATION

Note 1. Introduction

The City was established under the laws of the State of Indiana. The City provides the following services: public safety, health and social services, culture and recreation, and general administrative services, water, wastewater and gas.

Note 2. Fund Accounting

The City 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 City 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 City 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 City 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.

CITY OF JASONVILLE
NOTES TO FINANCIAL INFORMATION
(Continued)

Note 6. Pension Plan

Public Employees' Retirement Fund

Plan Description

The City 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 City 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.

CITY OF JASONVILLE
EXAMINATION RESULTS AND COMMENTS

APPROPRIATIONS

The records presented for audit indicated the following expenditures in excess of budgeted appropriations:

<u>Fund</u>	<u>Excess Amount Expended</u>
General Fund	\$ 13,804
Riverboat Fund	19,120

Indiana Code 6-1.1-18-4 states in part: ". . . the proper officers of a political subdivision shall appropriate funds in such a manner that the expenditures for a year do not exceed its budget for that year as finally determined under this article."

DELINQUENT WASTEWATER ACCOUNTS

Delinquent wastewater fees and penalties had not been recorded with the County Recorder nor were they certified to the County Auditor which would result in a lien against the property.

Indiana Code 36-9-23-33 states in part:

"(b) Except as provided in subsection (l), the officer charged with the collection of fees and penalties assessed under this chapter shall enforce their payment. As often as the officer determines is necessary in a calendar year, the officer shall prepare either of the following:

- (1) a list of the delinquent fees and penalties that are enforceable under this section, which must include the following:
 - (A) the name or names of the owner or owners of each lot or parcel of real property on which fees are delinquent;
 - (B) a description of the premises, as shown by the records of the county auditor; and
 - (C) the amount of the delinquent fees, together with the penalty; or
- (2) an individual instrument for each lot or parcel of real property on which the fees are delinquent."

"(c) The officer shall record a copy of each list or each individual instrument with the county recorder . . ."

"(e) Using the lists and instruments prepared under subsection (b) and recorded under subsection (c), the officer shall, not later than ten (10) days after the list or each individual instrument is recorded under subsection (c), certify to the county auditor a list of the liens that remain unpaid for collection in the next May. . . ."

A similar comment appeared in Report B27154.

CITY OF JASONVILLE
EXIT CONFERENCE

The contents of this report were discussed on June 19, 2007, with Dorman W. Clark, Mayor; and Charlotte M. Thomas, Clerk-Treasurer. The officials concurred with our findings.