

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

EXAMINATION REPORT  
OF  
TOWN OF MOORESVILLE  
MORGAN COUNTY, INDIANA  
January 1, 2006 to December 31, 2006



**FILED**  
12/31/2007



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OFFICIALS

Office

Official

Term

Clerk-Treasurer

Sandra Perry

01-01-06 to 12-31-07

President of the Town Council

Tom Warthen

01-01-06 to 12-31-07



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE TOWN OF MOORESVILLE, MORGAN COUNTY, INDIANA

We have examined the financial information presented herein of the Town of Mooresville (Town), for the period of January 1, 2006 to December 31, 2006. The Town'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 Town 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

November 28, 2007

TOWN OF MOORESVILLE  
SCHEDULE 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		Cash and Investments	
	01-01-06	Receipts	Disbursements	12-31-06
<b>Governmental Funds:</b>				
General	\$ 1,215,011	\$ 4,033,376	\$ 4,067,832	\$ 1,180,555
Motor Vehicle Highway	363,653	813,194	715,473	461,374
Local Road and Street	714,905	89,978	203,539	601,344
Park and Recreation	105,420	889,500	912,123	82,797
Redevelopment Allocation TIF 1	1,620,693	879,415	1,056,305	1,443,803
Food and Beverage	838,624	368,203	170,840	1,035,987
Cemetery	4,037	24,877	24,828	4,086
Law Enforcement Continuing Education	42,457	7,493	2,248	47,702
Economic Development Income Tax	8,465	626,499	305,335	329,629
Nonreverting Building	46,237	101,086	77,738	69,585
Bids, Specs and Plans	880	-	-	880
Donation - Fire	7,103	2,116	5,247	3,972
Park Nonreverting Operating	136,326	59,207	36,137	159,396
Park Donation	15,327	10,853	6,050	20,130
Mooreville Court Fax	1,912	1,272	2,000	1,184
Christmas Decoration	61	-	-	61
GPD Drug Fund	7,264	4,452	4,833	6,883
Build Indiana Funds	36,203	-	-	36,203
Criminal Justice Reimbursement	2,925	-	-	2,925
Website Donation	1,366	-	-	1,366
Police Special Donation	10,655	2,830	415	13,070
Technology Grant	757	-	-	757
Police Grant - Cops Fast	131	18,575	9,425	9,281
Fire Communications Grant	-	137,844	137,844	-
Town Improvement Donation	12,672	-	582	12,090
Unsafe Building	10,000	3,500	-	13,500
Nonreverting Stormwater	794	14,861	8,513	7,142
Redevelopment Authority Bond and Interest	16	164,450	164,466	-
Redevelopment Authority Reserve 1992	166,824	55,642	222,466	-
Redevelopment Investment Interest	105,910	35,473	-	141,383
Redevelopment District TIF Area 2	576,285	274,381	600,299	250,367
Redevelopment 1997 Bond Reserve	25,197	-	-	25,197
Redevelopment 1997 Principal and Interest	-	22,592	22,592	-
Tax Increment Financing 2 Expanded	20,241	16,354	-	36,595
Cumulative Capital Improvement	181,597	33,128	63,538	151,187
Park Nonreverting Capital	364,824	222,792	-	587,616
Cumulative Capital Development	511,829	134,468	381,391	264,906
Economic Development Use	17,797	-	1,084	16,713
Petty Cash	400	-	-	400
Riverboat	125,583	58,353	-	183,936
Methodist Church Improvement Donation	-	50,664	7,050	43,614
Court BMV Software Grant	-	1,000	1,000	-
<b>Proprietary Funds:</b>				
Health Self-Insurance	318,718	1,343,980	1,360,076	302,622
Wastewater Utility - Operating	1,137,693	1,261,699	1,310,542	1,088,850
Wastewater Utility - Bond and Interest	39,675	-	-	39,675
Wastewater Utility - Improvement	1,469,492	1,219,690	2,213,165	476,017
Wastewater Utility - Development Availability	45,886	35,145	26,573	54,458
Wastewater Utility - Availability	235,955	11,715	-	247,670
<b>Fiduciary Funds:</b>				
County Court Fund	-	30,807	30,807	-
Town Court	48,662	437,258	426,670	59,250
Police Continuing Education	24,788	62,797	58,652	28,933
Payroll	19,006	3,297,658	3,296,080	20,584
Cemetery Permanent Maintenance	7,962	175	7,962	175
Court Fines in Trust	5,300	-	-	5,300
General Levy Excess	-	5,318	-	5,318
Park Levy Excess	-	9,158	-	9,158
<b>Totals</b>	<b>\$ 10,653,518</b>	<b>\$ 16,873,828</b>	<b>\$ 17,941,720</b>	<b>\$ 9,585,626</b>

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

TOWN OF MOORESVILLE  
NOTES TO FINANCIAL INFORMATION

Note 1. Introduction

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

Note 2. Fund Accounting

The Town 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 Town 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 Town 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 Town 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.

TOWN OF MOORESVILLE  
NOTES TO FINANCIAL INFORMATION  
(Continued)

Note 6. Pension Plan

Public Employees' Retirement Fund

Plan Description

The Town 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 Town 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. Temporary Loan

With the passage of Resolution 11, on September 19, 2006, a temporary loan in the amount of \$300,000 was made from the Wastewater Improvement Treatment Plant Fund to the Town's General Fund. Repayment is due no later than December 31, 2007.

TOWN OF MOORESVILLE  
EXIT CONFERENCE

The contents of this report were discussed on November 28, 2007, with Sandra Perry, Clerk-Treasurer; Tom Warthen, President of the Town Council; Mark Harris, Town Council member; Timothy Currens, Town Attorney; and Debra L. Monts, Deputy Clerk-Treasurer. Our examination disclosed no material items that warrant comment at this time.