

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

EXAMINATION REPORT

OF

TOWN OF LIZTON

HENDRICKS COUNTY, INDIANA

January 1, 2006 to December 31, 2007



**FILED**  
11/06/2008



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OFFICIALS

Office

Official

Term

Clerk-Treasurer

Tonya Perry

01-01-06 to 12-31-11

President of the  
Town Council

Lise Crouch  
Brett Boyer

01-01-06 to 12-31-07  
01-01-08 to 12-31-08



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE TOWN OF LIZTON, HENDRICKS COUNTY, INDIANA

We have examined the financial information presented herein of the Town of Lizton (Town), for the period of January 1, 2006 to December 31, 2007. 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 years ended December 31, 2006 and 2007, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

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

October 2, 2008

TOWN OF LIZTON  
SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES  
ALL GOVERNMENTAL PROPRIETARY AND FIDUCIARY FUND TYPES  
As Of And For The Years Ended December 31, 2006 And 2007

	Cash and Investments 01-01-06	Receipts	Disbursements	Cash and Investments 12-31-06
Governmental Funds:				
General	\$ 317,415	\$ 148,326	\$ 132,570	\$ 333,171
Motor Vehicle Highway	48,300	14,163	18,173	44,290
Local Road and Street	32,754	12,152	8,400	36,506
Law Enforcement Continuing Education	3,732	1,013	3,109	1,636
Riverboat	7,044	2,340	8,391	993
Comprehensive Plan Grant	4,260	-	-	4,260
Police Uniform Donation	9	-	-	9
Levy Excess	1,770	-	-	1,770
Sidewalk Donation	46,349	233	-	46,582
County Economic Development Income Tax Edit	58,831	14,907	15,047	58,691
Cumulative Capital Improvement	12,374	1,587	-	13,961
Proprietary Funds:				
Water Utility - Escrow	-	24,779	470	24,309
Wastewater Utility - Operating	113,273	173,559	234,166	52,666
Wastewater Utility - Bond and Interest	117,773	89,507	102,089	105,191
Wastewater Utility - Debt Service Reserve	73,777	6,376	-	80,153
Wastewater Utility - Improvement	588	-	588	-
Fiduciary Fund:				
Payroll	367	68,948	68,948	367
Totals	<u>\$ 838,616</u>	<u>\$ 557,890</u>	<u>\$ 591,951</u>	<u>\$ 804,555</u>

	Cash and Investments 01-01-07	Receipts	Disbursements	Cash and Investments 12-31-07
Governmental Funds:				
General	\$ 333,171	\$ 152,120	\$ 191,676	\$ 293,615
Motor Vehicle Highway	44,290	16,485	18,863	41,912
Local Road and Street	36,506	13,201	11,543	38,164
Law Enforcement Continuing Education	1,636	1,185	480	2,341
Community Development	-	206,256	206,256	-
Riverboat	993	2,346	-	3,339
Comprehensive Plan Grant	4,260	-	-	4,260
Police Uniform Donation	9	-	-	9
Levy Excess	1,770	-	-	1,770
Sidewalk Donation	46,582	234	-	46,816
County Economic Development Income Tax Cedit	58,691	20,079	18,713	60,057
Cumulative Capital Improvement	13,961	1,723	1,999	13,685
Proprietary Funds:				
Water Utility - Escrow	24,309	5,058	1,350	28,017
Wastewater Utility - Operating	52,666	182,686	227,983	7,369
Wastewater Utility - Bond and Interest	105,191	89,546	88,047	106,690
Wastewater Utility - Debt Service Reserve	80,153	2,235	-	82,388
Fiduciary Fund:				
Payroll	367	77,819	77,764	422
Totals	<u>\$ 804,555</u>	<u>\$ 770,973</u>	<u>\$ 844,674</u>	<u>\$ 730,854</u>

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

TOWN OF LIZTON  
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).

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 LIZTON  
 SUPPLEMENTARY INFORMATION  
 SCHEDULE OF LONG-TERM DEBT  
 December 31, 2007

The Town has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental Activities:		
Capital leases:		
Police Car Lease	\$ 12,638	\$ 9,767
Bonds payable:		
General obligation bonds:		
Town Hall Building Corporation First Mortgage Bond, Series 2003	121,000	14,844
Total governmental activities debt	\$ 133,638	\$ 24,611
Business-type Activities:		
Wastewater Utility		
Revenue bonds:		
Sewage Works Revenue Bonds of 1973	88,000	17,400
Sewage Works Revenue Bonds of 1998	967,000	46,515
Sewage Works Revenue Bonds of 2003	219,000	17,191
Sewage Works Revenue Bonds of 2004	72,000	7,360
Total Wastewater Utility	1,346,000	88,466
Total business-type activities debt:	\$ 1,346,000	\$ 88,466

TOWN OF LIZTON  
EXAMINATION RESULT AND COMMENT

LIST OF EMPLOYEES NOT FILED WITH COUNTY TREASURER

Some officials or employees of the Town had money due from the Town, but a list of such employees was not certified to the County Treasurer. A similar comment appeared in prior Report B28735.

Indiana Code 6-1.1-22-14(a) states in part: "On or before June 1 and December 1 of each year . . . the disbursing officer of each political subdivision . . . shall certify the names and addresses of each person who has money due from the political subdivision to the treasurer of each county in which the political subdivision is located."

TOWN OF LIZTON  
EXIT CONFERENCE

The contents of this report were discussed on October 2, 2008, with Tonya Perry, Clerk-Treasurer.