

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

EXAMINATION REPORT
OF
TOWN OF OLDENBURG
FRANKLIN COUNTY, INDIANA
January 1, 2006 to December 31, 2007



FILED
12/31/2008

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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Cynthia Laker	01-01-04 to 12-31-11
President of the Town Council	David Wahman	01-01-06 to 12-31-08



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE TOWN OF OLDENBURG, FRANKLIN COUNTY, INDIANA

We have examined the financial information presented herein of the Town of Oldenburg (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 Capital Assets and Schedule of Long-Term Debt, as listed in the Table of Contents, are presented for additional analysis and are not required parts of the basic financial information. They have not been subjected to the examination procedures applied to the basic financial information and, accordingly, we express no opinion on them.

STATE BOARD OF ACCOUNTS

November 25, 2008

TOWN OF OLDENBURG
SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
ALL GOVERNMENTAL AND PROPRIETARY 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	\$ 277,418	\$ 122,074	\$ 61,185	\$ 338,307
Motor Vehicle Highway	22,834	36,449	15,650	43,633
Local Road and Street	13,383	2,914	-	16,297
J.A. Hillenbrand Grant	2,062	-	2,062	-
Law Enforcement Continuing Education	162	88	-	250
Riverboat	11,015	18,676	-	29,691
CFF Grant Federal/State Share	-	353,777	353,777	-
CFF Grant State Share	-	167,860	157,871	9,989
CFF Grant Local Match	-	93,879	78,109	15,770
SE IN Solid Waste District Grant	4,850	1,500	-	6,350
Solid Waste Collection	28,031	10,464	8,297	30,198
Theresa Mollaun Grant	5,973	775	1,920	4,828
Mary Ollier Gift	403	-	403	-
Levy Excess	842	294	842	294
Cumulative Capital Improvement	5,608	2,311	-	7,919
Economic Development Income Tax	112,986	27,774	400	140,360
Fire Territory	9,382	58,634	65,767	2,249
Fire Territory Levy Excess	1,538	59	1,538	59
Proprietary Funds:				
Water Utility - Operating	102,407	241,207	273,929	69,685
Water Utility - Depreciation	47,798	5,517	46,298	7,017
Wastewater Utility - Operating	52,001	130,211	103,592	78,620
Wastewater Utility - Bond and Interest	8,265	30,000	29,350	8,915
Wastewater Utility - Debt Service Reserve #2	33,855	-	-	33,855
Totals	<u>\$ 740,813</u>	<u>\$ 1,304,463</u>	<u>\$ 1,200,990</u>	<u>\$ 844,286</u>

	Cash and Investments 01-01-07	Receipts	Disbursements	Cash and Investments 12-31-07
Governmental Funds:				
General	\$ 338,307	\$ 116,362	\$ 59,308	\$ 395,361
Motor Vehicle Highway	43,633	35,073	33,837	44,869
Local Road and Street	16,297	2,997	-	19,294
Law Enforcement Continuing Education	250	106	149	207
Riverboat	29,691	18,684	-	48,375
CFF Grant State Share	9,989	-	9,989	-
CFF Grant Local Match	15,770	720	16,490	-
SE IN Solid Waste District Grant	6,350	1,500	1,375	6,475
Solid Waste Collection	30,198	10,472	8,372	32,298
Theresa Mollaun Grant	4,828	-	-	4,828
Levy Excess	294	-	294	-
Cumulative Capital Improvement	7,919	2,273	-	10,192
Economic Development Income Tax	140,360	25,953	48,760	117,553
Fire Territory	2,249	90,590	91,102	1,737
Fire Territory Levy Excess	59	-	59	-
Proprietary Funds:				
Water Utility - Operating	69,685	231,330	181,188	119,827
Water Utility - Depreciation	7,017	6,027	-	13,044
Wastewater Utility - Operating	78,620	128,616	115,723	91,513
Wastewater Utility - Bond and Interest	8,915	30,000	29,900	9,015
Wastewater Utility - Depreciation	33,855	-	-	33,855
Totals	<u>\$ 844,286</u>	<u>\$ 700,703</u>	<u>\$ 596,546</u>	<u>\$ 948,443</u>

TOWN OF OLDENBURG
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, highways and streets, culture and recreation, public improvements, planning and zoning, general administrative services, water, and wastewater utilities.

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.

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 OLDENBURG
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS

For The Year Ended December 31, 2007

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed or donated assets are reported at estimated fair value at the time received.

<u>Primary Government</u>	<u>Ending Balance</u>
Governmental activities:	
Capital assets, not being depreciated:	
Buildings	\$ 503,000
Machinery and equipment	<u>5,500</u>
 Total governmental activities, capital assets not being depreciated	 <u>\$ 508,500</u>

<u>Primary Government</u>	<u>Ending Balance</u>
Business-type activities:	
Water Utility:	
Capital assets, not being depreciated:	
Land	\$ 30,850
Capital assets, being depreciated:	
Improvements other than buildings	1,396,876
Machinery and equipment	<u>5,703</u>
 Total Water Utility capital assets	 <u>1,433,429</u>
 Wastewater Utility:	
Capital assets, not being depreciated:	
Land	7,250
Capital assets, being depreciated:	
Buildings	231,605
Improvements other than buildings	1,699,372
Machinery and equipment	<u>226,491</u>
 Total Wastewater Utility capital assets	 <u>2,164,718</u>
 Total business-type activities capital assets	 <u>\$ 3,598,147</u>

TOWN OF OLDENBURG
 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
Business-type Activities:		
Wastewater Utility		
Revenue bonds:		
Wastewater improvement bonds A	\$ 345,000	\$ 8,000
Wastewater improvement bonds B	<u>16,000</u>	<u>1,000</u>
Total Wastewater Utility	<u>\$ 361,000</u>	<u>\$ 9,000</u>

TOWN OF OLDENBURG
EXIT CONFERENCE

The contents of this report were discussed on November 25, 2008, with Cynthia Laker, Clerk-Treasurer. Our examination disclosed no material items that warrant comment at this time.