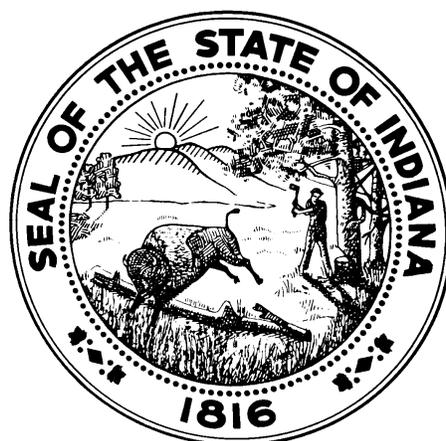


**STATE BOARD OF ACCOUNTS**  
**302 West Washington Street**  
**Room E418**  
**INDIANAPOLIS, INDIANA 46204-2769**

EXAMINATION REPORT  
OF  
TOWN OF REMINGTON  
JASPER COUNTY, INDIANA  
January 1, 2007 to December 31, 2008



**FILED**  
04/06/2009



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OFFICIALS

Office

Official

Term

Clerk-Treasurer

Kay Brown

01-01-04 to 12-31-11

President of the Town Council

Arnold Shepherd  
Brian Melchi

01-01-07 to 12-31-07  
01-01-08 to 12-31-09



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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STATE BOARD OF ACCOUNTS  
302 WEST WASHINGTON STREET  
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INDIANAPOLIS, INDIANA 46204-2769

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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE TOWN OF REMINGTON, JASPER COUNTY, INDIANA

We have examined the financial information presented herein of the Town of Remington (Town), for the period of January 1, 2007 to December 31, 2008. 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, 2007 and 2008, 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

March 16, 2009

TOWN OF REMINGTON  
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, 2007 And 2008

	Cash and Investments 01-01-07	Receipts	Disbursements	Cash and Investments 12-31-07
<b>Governmental Funds:</b>				
General	\$ 226,807	\$ 288,547	\$ 451,457	\$ 63,897
Motor Vehicle Highway	76,496	65,073	58,712	82,857
Local Road and Street	14,979	7,287	583	21,683
Park and Recreation	78,250	26,610	87,355	17,505
Park Non Reverting Operating	944	1,155	2,051	48
Park Donation	11,131	1,100	-	12,231
Police Donation	-	1,809	1,799	10
Law Enforcement Continuing Education	1,033	240	-	1,273
Riverboat	4,086	8,343	6,791	5,638
Rainy Day	5,722	16,002	5,722	16,002
TIF/TIR	562,876	522,581	517,596	567,861
Sign	300	-	-	300
Cemetery	104,198	10,303	11,045	103,456
Cumulative Building Fund	65,896	860	65,896	860
Cumulative Capital Improvement	4,805	4,647	507	8,945
Cumulative Capital Development	31,870	7,441	18,173	21,138
Jasper Foundation Grant	-	3,250	3,250	-
County Economic Development Income Tax	41,628	52,904	27,078	67,454
Fire Debt	-	23,868	21,850	2,018
Redevelopment	-	2,928,943	1,534,314	1,394,629
<b>Proprietary Funds:</b>				
Water Utility - Operating	7,018	391,096	316,605	81,509
Water Utility - Bond and Interest	-	93,442	93,742	(300)
Water Utility - Depreciation	2,609	3,841	3,464	2,986
Water Utility - Customer Deposit	27,917	5,566	4,631	28,852
Water Utility - Construction	-	258,375	39,734	218,641
Water Utility - Reserve	70,954	2,925	-	73,879
Wastewater Utility - Operating	129,520	683,566	624,343	188,743
Wastewater Utility - Bond and Interest	193,691	293,194	272,811	214,074
Wastewater Utility - Depreciation	8,244	12,178	15,356	5,066
Wastewater Utility - Lateral Improvement	15,960	3,066	14,890	4,136
Wastewater Utility - Construction	16,286	-	16,286	-
Wastewater Utility - Reserve	216,439	36,642	-	253,081
<b>Fiduciary Fund:</b>				
Payroll	6,353	493,148	492,288	7,213
<b>Totals</b>	<u>\$ 1,926,012</u>	<u>\$ 6,248,002</u>	<u>\$ 4,708,329</u>	<u>\$ 3,465,685</u>

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

TOWN OF REMINGTON  
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, 2007 And 2008  
(Continued)

	Cash and Investments 01-01-08	Receipts	Disbursements	Cash and Investments 12-31-08
<b>Governmental Funds:</b>				
General	\$ 63,897	\$ 694,635	\$ 636,012	\$ 122,520
Motor Vehicle Highway	82,857	67,106	59,951	90,012
Local Road and Street	21,683	6,850	600	27,933
Park and Recreation	17,505	112,833	80,322	50,016
Park Non Reverting Operating	48	1,390	-	1,438
Park Donation	12,231	3,135	4,910	10,456
Police Donation	10	-	-	10
Law Enforcement Continuing Education	1,273	280	398	1,155
Riverboat	5,638	8,300	-	13,938
Rainy Day	16,002	34,014	4,583	45,433
TIF/TIR	567,861	448,186	76,978	939,069
Sign	300	-	-	300
Cemetery	103,456	9,484	15,326	97,614
Cumulative Building Fund	860	20,000	237	20,623
Cumulative Capital Improvement	8,945	4,303	348	12,900
Cumulative Capital Development	21,138	21,436	10,059	32,515
County Economic Development Income Tax	67,454	42,001	15,000	94,455
Fire Debt	2,018	28,974	30,992	-
Redevelopment	1,394,629	14,313	1,177,688	231,254
Public Safety	-	42,851	-	42,851
Levy Excess	-	11,362	-	11,362
<b>Proprietary Funds:</b>				
Water Utility - Operating	81,509	443,547	402,542	122,514
Water Utility - Bond and Interest	(300)	103,015	102,703	12
Water Utility - Depreciation	2,986	5,171	1,834	6,323
Water Utility - Customer Deposit	28,852	5,149	10,686	23,315
Water Utility - Construction	218,641	-	8,699	209,942
Water Utility - Reserve	73,879	26,446	-	100,325
Wastewater Utility - Operating	188,743	637,650	633,498	192,895
Wastewater Utility - Bond and Interest	214,074	278,027	272,780	219,321
Wastewater Utility - Depreciation	5,066	11,762	7,796	9,032
Wastewater Utility - Lateral Improvement	4,136	12,734	-	16,870
Wastewater Utility - Construction	-	-	-	-
Wastewater Utility - Reserve	253,081	36,642	-	289,723
<b>Fiduciary Fund:</b>				
Payroll	7,213	552,425	552,068	7,570
<b>Totals</b>	<u>\$ 3,465,685</u>	<u>\$ 3,684,021</u>	<u>\$ 4,106,010</u>	<u>\$ 3,043,696</u>

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

TOWN OF REMINGTON  
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.

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 REMINGTON  
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. Rate Structure – Enterprise Funds

Water Utility

On October 2, 1989, the Town Council adopted Ordinance 10-02-89 to withdraw from the jurisdiction of the Indiana Utility Regulatory Commission. The current rate structure was approved by the Council on October 16, 2007.

Wastewater Utility

The current rate structure was adopted by the Town Council on October 6, 2003.

TOWN OF REMINGTON  
 REQUIRED SUPPLEMENTARY INFORMATION  
 SCHEDULE OF FUNDING PROGRESS

Public Employees' Retirement Fund							
Actuarial Valuation Date	Actuarial Value Of Assets	Actuarial Accrued Liability - AAL	(Unfunded) AAL	Funded Ratio	Covered Payroll	Unfunded AAL As A % Of Covered Payroll	
07-01-05	\$ 183,883	\$ 280,489	\$ (96,606)	66%	\$ 293,528	33%	
07-01-06	246,008	301,065	(55,057)	82%	270,499	20%	
07-01-07	290,994	325,193	(34,199)	89%	312,296	11%	

TOWN OF REMINGTON  
 SUPPLEMENTARY INFORMATION  
 SCHEDULE OF LONG-TERM DEBT  
 December 31, 2008

The Town and Utilities have entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
<b>Governmental Activities:</b>		
Capital leases:		
Police Car	\$ 16,440	\$ 8,898
Revenue bonds:		
2007 Redevelopment district tax increment bonds	<u>2,470,000</u>	<u>119,795</u>
<b>Total governmental activities debt</b>	<u><u>\$ 2,486,440</u></u>	<u><u>\$ 128,693</u></u>
<b>Business-type Activities:</b>		
Water Utility		
Revenue bonds:		
2002 Water revenue refunding bonds	\$ 655,000	\$ 91,750
2007 Water revenue bonds	<u>265,000</u>	<u>12,190</u>
<b>Total Water Utility</b>	<u>920,000</u>	<u>103,940</u>
Wastewater Utility		
Revenue bonds:		
1996 Wastewater revenue refunding bonds	620,000	93,051
2003 Wastewater revenue bonds	<u>2,206,000</u>	<u>181,570</u>
<b>Total Wastewater Utility</b>	<u>2,826,000</u>	<u>274,621</u>
<b>Total business-type activities debt:</b>	<u><u>\$ 3,746,000</u></u>	<u><u>\$ 378,561</u></u>

TOWN OF REMINGTON  
EXAMINATION RESULTS AND COMMENTS

CAPITAL ASSET RECORDS

There is a capital asset ledger for the Town and its utilities but nothing has been posted since September 2004.

Every governmental unit should have a complete inventory of all capital assets owned which reflect their acquisition value. Such inventory should be recorded in the Capital Assets Ledger form. A complete inventory should be taken every year for good internal control and for verifying account balances carried in the accounting records. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

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.

IC 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. . ."

TOWN OF REMINGTON  
EXIT CONFERENCE

The contents of this report were discussed on March 16, 2009, with Kay Brown, Clerk-Treasurer. The official concurred with our findings.