

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

ANNUAL FINANCIAL REPORT

2008

WATER AND WASTEWATER UTILITIES

CITY OF PLYMOUTH

MARSHALL COUNTY, INDIANA



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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Toni L. Hutchings	01-01-08 to 12-31-11
Mayor	Mark Senter	01-01-08 to 12-31-11
President of the Board of Public Works and Safety	Mark Senter	01-01-08 to 12-31-11
President of the Common Council	Chuck Ripley	01-01-08 to 12-31-09
Superintendent of Water Utility	Jeffrey J. Yeazel	01-01-08 to 12-31-09
Superintendent of Wastewater Utility	Donnie Davidson	01-01-08 to 12-31-09



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE WATER AND WASTEWATER UTILITIES,
CITY OF PLYMOUTH, MARSHALL COUNTY, INDIANA

We have examined the accompanying financial statements of the business-type activities of the Water and Wastewater Utilities (Utilities), departments of the City of Plymouth, as of and for the year ended December 31, 2008. The Utilities' management is responsible for the financial statements 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 statement 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.

As discussed in Note I, the financial statements of the Utilities are intended to present the financial position, and the changes in financial position and cash flows of only that portion of the business-type activities of the City that is attributable to the transactions of the Utilities. They do not purport to, and do not, present fairly the financial position of the City of Plymouth as of December 31, 2008, and the changes in its financial position and its cash flows, where applicable, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities for the Water and Wastewater Utilities, as of December 31, 2008, and the respective changes in financial position and cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The Schedule of Funding Progress, as listed in the Table of Contents, is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

The Utilities have not presented Management's Discussion and Analysis that accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be part of, the basic financial statements.

STATE BOARD OF ACCOUNTS

July 2, 2009

WATER AND WASTEWATER UTILITIES
CITY OF PLYMOUTH
STATEMENT OF NET ASSETS
December 31, 2008

<u>Assets</u>	Water Utility	Wastewater Utility
Current assets:		
Cash and cash equivalents	\$ 155,938	\$ 588,222
Interest receivable	130	412
Accounts receivable (net of allowance)	61,955	81,908
Other receivables	33,564	78,837
Cylinder deposits	3,140	100
Inventories	64,320	291,177
Prepaid items	12,781	25,227
Total current assets	331,828	1,065,883
Noncurrent assets:		
Restricted cash, cash equivalents and investments:		
Depreciation cash and investments	1,875,923	2,053,201
Bond and interest cash and investments	717,728	12,849
Construction cash and investments	-	2,844,626
Pretreatment cash and investments	-	35,697
Customer deposits	108,387	-
Interest receivable	1,734	5,471
Total restricted assets:	2,703,772	4,951,844
Deferred charges	19,141	67,765
Capital assets:		
Land, improvements to land and construction in progress	181,324	990,022
Other capital assets (net of accumulated depreciation)	8,023,761	15,163,119
Total capital assets	8,205,085	16,153,141
Total noncurrent assets	10,927,998	21,172,750
Total assets	11,259,826	22,238,633
<u>Liabilities</u>		
Current liabilities:		
Accounts payable	32,923	31,650
Accrued wages payable	17,436	26,733
Taxes payable	6,045	-
Current liabilities payable from restricted assets:		
Customer deposits	108,387	-
Revenue bonds payable	335,000	60,000
Accrued interest payable	11,229	-
Total current liabilities	511,020	118,383
Noncurrent liabilities:		
Revenue bonds payable (net of unamortized discounts and deferred amount on refunding)	2,348,382	3,426,388
Total liabilities	2,859,402	3,544,771
<u>Net Assets</u>		
Invested in capital assets, net of related debt	5,495,085	12,648,141
Restricted for debt service	717,728	12,849
Restricted for customer deposits	108,387	-
Restricted for capital outlay	1,875,923	4,897,827
Unrestricted	203,301	1,135,045
Total net assets	\$ 8,400,424	\$ 18,693,862

The notes to the financial statements are an integral part of this statement.

WATER AND WASTEWATER UTILITIES
CITY OF PLYMOUTH
STATEMENT OF REVENUES, EXPENSES, AND OTHER CHANGES IN FUND NET ASSETS
As Of And For The Year Ended December 31, 2008

	Water Utility	Wastewater Utility
Operating revenues:		
Metered revenue	\$ 1,131,344	\$ 1,515,308
Unmetered water revenue	1,117	
Storm water revenue	-	174,582
Surcharge revenue	-	499,953
Fire protection revenue	351,943	-
Penalties	15,691	24,381
Other	-	164,918
	<u>1,500,095</u>	<u>2,379,142</u>
 Total operating revenues		
Operating expenses:		
Source of supply	17,964	-
Water treatment	120,754	-
Transmission and distribution	360,803	-
Pumping	115,027	-
Collection system	-	1,015,841
Storm water	-	74,005
Customer accounts	155,773	23,239
Administration and general	332,262	427,724
Depreciation	193,315	601,984
	<u>1,295,898</u>	<u>2,142,793</u>
 Total operating expenses		
Operating income	<u>204,197</u>	<u>236,349</u>
Nonoperating revenues (expenses):		
Interest and investment revenue	62,076	61,807
Miscellaneous revenue	30,928	4,744
Loss on disposal of capital assets	(4,808)	-
Interest expense	(150,002)	(91,171)
Amortization of bond issue costs	(8,961)	(8,799)
Miscellaneous expense	(1,000)	-
	<u>(71,767)</u>	<u>(33,419)</u>
 Total nonoperating expenses		
Income before contributions	132,430	202,930
Capital contributions	<u>105,218</u>	<u>77,300</u>
 Change in net assets	237,648	280,230
Total net assets - beginning	<u>8,162,776</u>	<u>18,413,632</u>
Total net assets - ending	<u>\$ 8,400,424</u>	<u>\$ 18,693,862</u>

The notes to the financial statements are an integral part of this statement.

WATER AND WASTEWATER UTILITIES
CITY OF PLYMOUTH
STATEMENT OF CASH FLOWS
ENTERPRISE FUNDS
As Of And For The Year Ended December 31, 2008

	Water Utility	Wastewater Utility
Cash flows from operating activities:		
Receipts from customers and users	\$ 1,501,664	\$ 2,376,234
Payments to suppliers and contractors	(556,472)	(805,063)
Payments to employees	<u>(496,495)</u>	<u>(716,216)</u>
Net cash provided by operating activities	<u>448,697</u>	<u>854,955</u>
Cash flows from capital and related financing activities:		
Proceeds from capital debt	-	3,663,254
Capital contributions	105,218	-
Acquisition and construction of capital assets	(166,119)	(1,078,295)
Principal paid on capital debt	(320,000)	(685,000)
Interest paid on capital debt	<u>(142,379)</u>	<u>(45,992)</u>
Net cash provided (used) by capital and related financing activities	<u>(523,280)</u>	<u>1,853,967</u>
Cash flows from investing activities:		
Interest received	<u>70,017</u>	<u>66,724</u>
Net increase (decrease) in cash and cash equivalents	(4,566)	2,775,646
Cash and cash equivalents, January 1	<u>2,862,542</u>	<u>2,758,949</u>
Cash and cash equivalents, December 31	<u>\$ 2,857,976</u>	<u>\$ 5,534,595</u>
Reconciliation of operating income to net cash provided (used) by operating activities:		
Operating income	\$ 204,197	\$ 236,349
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Depreciation expense	193,315	601,984
Other nonoperating revenues (expenses)	29,928	4,744
(Increase) decrease in assets:		
Accounts receivable	(2,137)	(2,908)
Inventories	(2,545)	(2,884)
Prepaid items	2,155	5,232
Increase (decrease) in liabilities:		
Accounts payable	14,363	6,797
Accrued wages payables	2,803	5,971
Customer deposits	4,916	(330)
Taxes payable	<u>1,702</u>	<u>-</u>
Total adjustments	<u>244,500</u>	<u>618,606</u>
Net cash provided by operating activities	<u>\$ 448,697</u>	<u>\$ 854,955</u>
Noncash Items:		
Contributed capital assets		\$ 77,300
Issue costs from bond proceeds		72,971

The notes to the financial statements are an integral part of this statement.

WATER AND WASTEWATER UTILITIES
CITY OF PLYMOUTH
NOTES TO FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies

A. Reporting Entity

The financial statements reflect only the activity of the Water and Wastewater Utilities and are not intended to present fairly the position of the City of Plymouth (City), and the results of its operations and cash flows of its enterprise funds. The Utilities, whose operations are controlled by the City, represent the City's enterprise funds.

B. Fund Financial Statements

Business-type activity financial statements consist of the Statement of Net Assets; Statement of Revenues, Expenses, and Other Changes in Fund Net Assets; and the Statement of Cash Flows. Business-type activities rely to a significant extent on fees and charges for support.

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The accounts of the business-type activity are maintained and the financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recognized when incurred.

Proprietary funds distinguish operating revenues from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

D. Assets, Liabilities and Net Assets or Equity

1. Deposits and Investments

The Utilities' cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

State statute (IC 5-13-9) authorizes the Utilities 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.

Nonparticipating certificates of deposit, demand deposits and similar nonparticipating negotiable instruments that are not reported as cash and cash equivalents are reported as investments at cost.

Money market investments that mature within one year or less at the date of their acquisition are reported at amortized cost. Other money market investments are reported at fair value.

WATER AND WASTEWATER UTILITIES
CITY OF PLYMOUTH
NOTES TO FINANCIAL STATEMENTS
(Continued)

Investment income, including changes in the fair value of investments, is reported as revenue in the operating statement.

2. Inventories and Prepaid Items

All inventories are valued at cost using the first in/first out (FIFO) method.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

3. Restricted Assets

Certain proceeds of the enterprise funds' revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the statement of net assets balance sheet because their use is limited by applicable bond indentures or governing body action.

4. Capital Assets

Capital assets, which include property, plant, and equipment, are reported in the financial statements.

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.

Capitalization thresholds (the dollar values above which asset acquisitions are added to the capital asset accounts), depreciation methods and estimated useful lives of capital assets are as follows:

	<u>Capitalization Threshold</u>	<u>Depreciation Method</u>	<u>Estimated Useful Life</u>
Buildings	\$ 5,000	Straight-line	25 to 50 years
Improvements other than buildings	5,000	Straight-line	15 to 100 years
Machinery and equipment	5,000	Straight-line	10 to 25 years
Transportation equipment	5,000	Straight-line	5 years

For depreciated assets, the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

WATER AND WASTEWATER UTILITIES
CITY OF PLYMOUTH
NOTES TO FINANCIAL STATEMENTS
(Continued)

5. Compensated Absences

- a. Sick Leave – Utility employees earn sick leave at the rate of 1/2 day per month after 3 calendar months, not to exceed 5 sick days per year. Unused sick leave may be accumulated to a maximum of 50 days. Accumulated sick leave is not paid to employees.
- b. Vacation Leave – Utility employees earn vacation leave at rates from 5 days to 20 days per year based upon the number of years of service. Vacation leave does not accumulate from year to year.
- c. Personal Leave – Utility employees earn personal leave at the rate of 2 days per year. Personal leave does not accumulate from year to year.

No liability is reported for vacation, sick, and personal leave.

6. Long-Term Obligations

Long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

II. Detailed Notes on All Funds

A. Deposits

Deposits, made in accordance with IC 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.

B. Capital Assets

Capital asset activity for the year ended December 31, 2008, was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Water Utility:				
Capital assets, not being depreciated:				
Land	\$ 177,016	\$ -	\$ -	\$ 177,016
Construction in progress	-	4,308	-	4,308
				-
Total capital assets, not being depreciated	<u>177,016</u>	<u>4,308</u>	<u>-</u>	<u>181,324</u>

WATER AND WASTEWATER UTILITIES
CITY OF PLYMOUTH
NOTES TO FINANCIAL STATEMENTS
(Continued)

	Beginning Balance	Increases	Decreases	Ending Balance
Water Utility (continued):				
Capital assets, being depreciated:				
Buildings	4,441,899	9,317		4,451,216
Improvements other than buildings	7,647,463	110,316		7,757,779
Machinery and equipment	1,011,204	42,178	18,030	1,035,352
Totals	13,100,566	161,811	18,030	13,244,347
Less accumulated depreciation for:				
Buildings	1,144,768	86,189		1,230,957
Improvements other than buildings	3,004,643	89,971		3,094,614
Machinery and equipment	891,082	17,155	13,222	895,015
Totals	5,040,493	193,315	13,222	5,220,586
Total capital assets, being depreciated, net	8,060,073	(31,504)	4,808	8,023,761
Total capital assets, net	\$ 8,237,089	\$ (27,196)	\$ 4,808	\$ 8,205,085
Wastewater Utility:				
Capital assets, not being depreciated:				
Land	\$ 164,463	\$ -	\$ -	\$ 164,463
Construction in progress	121,275	726,636	22,352	825,559
Total capital assets, not being depreciated	285,738	726,636	22,352	990,022
Capital assets, being depreciated:				
Buildings	11,521,214	11,625		11,532,839
Improvements other than buildings	11,434,604	99,651		11,534,255
Machinery and equipment	1,860,540	340,035	-	2,200,575
Totals	24,816,358	451,311	-	25,267,669
Less accumulated depreciation for:				
Buildings	4,160,897	244,286	-	4,405,183
Improvements other than buildings	3,878,780	229,704	-	4,108,484
Machinery and equipment	1,462,889	127,994	-	1,590,883
Totals	9,502,566	601,984	-	10,104,550
Total capital assets, being depreciated, net	15,313,792	(150,673)	-	15,163,119
Total capital assets, net	\$ 15,599,530	\$ 575,963	\$ 22,352	\$ 16,153,141

WATER AND WASTEWATER UTILITIES
CITY OF PLYMOUTH
NOTES TO FINANCIAL STATEMENTS
(Continued)

Depreciation expense was charged to functions/programs of the Utility as follows:

Water	\$ 193,315
Wastewater	<u>601,984</u>
 Total depreciation expense	 <u>\$ 795,299</u>

C. Construction Commitments

Construction work in progress is composed of the following:

Project	Total Project Authorized	Expended to December 31, 2008	Committed
Water - Michigan Street Bridge	\$ 35,908	\$ 4,308	\$ 31,600
Wastewater- Combined Sewer Overflow	1,384,089	696,447	687,642
Wastewater- Goshen Rd./Lift Station	664,191	67,143	597,048
Wastewater- Administration Building	<u>734,835</u>	<u>61,969</u>	<u>672,866</u>
 Total - Wastewater	 <u>2,783,115</u>	 <u>825,559</u>	 <u>1,957,556</u>
 Totals	 <u>\$ 2,819,023</u>	 <u>\$ 829,867</u>	 <u>\$ 1,989,156</u>

D. Long-Term Liabilities

1. Revenue Bonds

The Utilities issue bonds to be paid by income derived from the acquired or constructed assets. Revenue bonds outstanding at year end are as follows:

Purpose	Interest Rates	Amount
1999 Waterworks improvements	4.6%	\$ 2,710,000
2008 Sewage works improvements	6.1%	<u>3,505,000</u>
 Total		 <u>\$ 6,215,000</u>

WATER AND WASTEWATER UTILITIES
CITY OF PLYMOUTH
NOTES TO FINANCIAL STATEMENTS
(Continued)

Revenue bonds debt service requirements to maturity are as follows:

Year Ended December 31	Water Utility		Wastewater Utility	
	Principal	Interest	Principal	Interest
2009	\$ 335,000	\$ 126,713	\$ 60,000	\$ 106,903
2010	350,000	110,098	120,000	208,315
2011	365,000	92,580	120,000	200,995
2012	385,000	74,013	130,000	193,523
2013	405,000	54,161	135,000	185,593
2014-2018	870,000	44,440	770,000	795,745
2019-2023	-	-	1,000,000	530,700
2024-2028	-	-	1,170,000	185,745
Totals	<u>\$ 2,710,000</u>	<u>\$ 502,005</u>	<u>\$ 3,505,000</u>	<u>\$ 2,407,519</u>

2. Changes in Long-Term Liabilities

Long-term liability activity for the year ended December 31, 2008, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Revenue bonds payable:					
Water Utility	\$ 3,030,000	\$ -	\$ 320,000	\$ 2,710,000	\$ 335,000
Wastewater Utility	435,000	3,755,000	685,000	3,505,000	60,000
Total long-term liabilities	<u>\$ 3,465,000</u>	<u>\$ 3,755,000</u>	<u>\$ 1,005,000</u>	<u>\$ 6,215,000</u>	<u>\$ 395,000</u>

III. Other Information

A. Risk Management

The Utilities are exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; job related illnesses or injuries to employees; dental benefits to employees, retirees, and dependents; and natural disasters.

The risks of torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters are covered by commercial insurance from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years. There were no significant reductions in insurance by major category of risk.

WATER AND WASTEWATER UTILITIES
CITY OF PLYMOUTH
NOTES TO FINANCIAL STATEMENTS
(Continued)

Job Related Illnesses or Injuries to Employees

During 1991, the City and Utilities joined together with other governmental entities in the Indiana Public Employers' Plan, a public entity risk pool currently operating as a common risk management and insurance program for approximately 350 member governmental entities. This risk pool was formed in 1990. The purpose of the risk pool is to provide a medium for the funding and administration of insurance costs related to job related illnesses or injuries to employees. The City, including the Utilities, pays an annual premium to the risk pool for its share of the costs of coverage. The risk pool is considered a self-sustaining risk pool that will provide coverage for its members for up to \$1,000,000 per insured event.

Dental Benefits to Employees and Dependents

The City and the Utilities have chosen to be self-insured for risks associated with employee dental benefits. Settled claims resulting from this risk did not exceed commercial insurance coverage in the past three years. The total charge allocated to each of the funds is calculated based on the actual claims.

B. Rate Structure

1. Water Utility

On March 13, 1989, the Common Council adopted Ordinance 1465 to withdraw from the jurisdiction of the Indiana Utility Regulatory Commission. The current rate structure was approved by the Common Council on December 9, 2002. The Utility has 3,949 customers.

2. Wastewater Utility

The current rate structure was approved by the Common Council on March 24, 2008. The Utility has 3,893 customers.

C. Pension Plan

Public Employees' Retirement Fund

Plan Description

The City, including the Utilities, 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 the 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 Utilities 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 member's 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.

WATER AND WASTEWATER UTILITIES
CITY OF PLYMOUTH
NOTES TO FINANCIAL STATEMENTS
(Continued)

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. The 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 plan members for PERF are established by the Board of Trustees of PERF. The Utilities' annual pension cost and related information, as provided by the actuary, is presented in this note.

Information to segregate the assets/liabilities and the actuarial study figures between the City and the Utilities is not available. Therefore, the liability for Net Pension Obligation (NPO) is considered an obligation of the City as a whole (and is presented in the governmental activities of the financial statements and is not presented as an asset/liability of the proprietary funds).

Actuarial Information for the Above Plan

Annual required contribution	\$	145,194
Interest on net pension obligation		(734)
Adjustment to annual required contribution		836
Annual pension cost		145,296
Contributions made		144,825
Increase (decrease) in net pension obligation		471
Net pension obligation, beginning of year		(10,120)
Net pension obligation, end of year	\$	(9,649)

WATER AND WASTEWATER UTILITIES
CITY OF PLYMOUTH
NOTES TO FINANCIAL STATEMENTS
(Continued)

Contribution rates:	
Utilities	5.75%
Plan members	3%
Actuarial valuation date	07-01-08
Actuarial cost method	Entry age
Amortization method	Level percentage of projected payroll, closed
Amortization period	40 years
Amortization period (from date)	07-01-97
Asset valuation method	75% of expected actuarial value plus 25% of market value

Actuarial Assumptions

Investment rate of return	7.25%
Projected future salary increases:	
Total	5%
Attributed to inflation	4%
Attributed to merit/seniority	1%
Cost-of-living adjustments	2%

Three Year Trend Information

<u>Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
06-30-06	\$ 140,413	82%	\$ (19,105)
06-30-07	137,329	93%	(10,120)
06-30-08	145,296	100%	(9,649)

WATER AND WASTEWATER UTILITIES
CITY OF PLYMOUTH
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS

Public Employees' Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Excess of Assets Over (Unfunded) AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Excess (Unfunded) AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-06	\$ 2,684,126	\$ 2,661,841	\$ 22,285	101%	\$ 2,444,070	1%
07-01-07	3,033,896	3,046,547	(12,651)	100%	2,480,525	(1%)
07-01-08	3,357,263	3,427,681	(70,418)	98%	2,540,225	(3%)

WATER AND WASTEWATER UTILITIES
CITY OF PLYMOUTH
EXIT CONFERENCE

The contents of this report were discussed on July 2, 2009, with Toni L. Hutchings, Clerk-Treasurer. Our audit disclosed no material items that warrant comment at this time.