

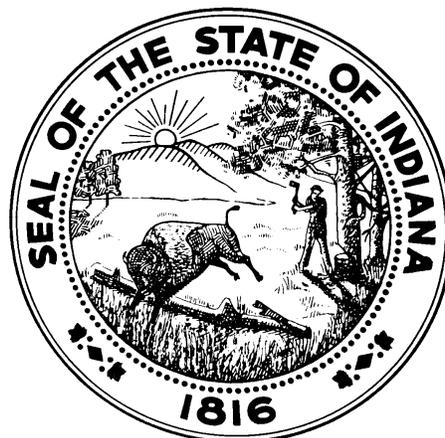
STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769

ANNUAL FINANCIAL REPORT

2008

CITY OF ELKHART

ELKHART COUNTY, INDIANA



FILED
09/15/2009

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	2
Independent Auditor's Report on Financial Statements and Supplementary Schedule of Expenditures of Federal Awards	3-4
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With Government Auditing Standards	5-6
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Activities and Net Assets – Cash and Investment Basis	7
Fund Financial Statements:	
Governmental Funds:	
Statement of Assets and Fund Balances and Receipts, Disbursements, and Changes in Fund Balances – Cash and Investment Basis – Governmental Funds	8
Proprietary Funds:	
Statement of Assets and Fund Balances and Receipts, Disbursements, and Changes in Fund Balances – Cash and Investment Basis – Proprietary Funds.....	9
Fiduciary Funds:	
Statement of Additions, Deductions, and Changes in Cash and Investment Balances – Fiduciary Funds	10
Notes to Financial Statements	11-22
Required Supplementary Information:	
Schedules of Funding Progress	23
Schedules of Contributions From the Employer and Other Contributing Entities	24
Supplementary Information:	
Combining Schedule of Assets and Fund Balances and Receipts, Disbursements, and Changes in Fund Balances – Cash and Investment Basis – Other Governmental Funds.....	25-47
Combining Schedule of Additions, Deductions, and Changes in Cash and Investment Balances – Pension Trust Funds	48
Combining Schedule of Additions, Deductions, and Changes in Cash and Investment Balances – Private-Purpose Trust Funds	49
Combining Schedule of Additions, Deductions, and Changes in Cash and Investment Balances – Agency Funds.....	50
Schedule of Capital Assets.....	51
Schedule of Long-Term Debt	52
Other Report	53
Audit Result and Comment:	
Water and Wastewater Customer Deposits	54
Supplemental Audit of Federal Awards:	
Independent Auditor's Report on Compliance With Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance With OMB Circular A-133.....	56-57
Schedule of Expenditures of Federal Awards	58
Notes to Schedule of Expenditures of Federal Awards.....	59
Schedule of Findings and Questioned Costs	60-61
Auditee Prepared Schedules:	
Summary Schedule of Prior Audit Findings	62
Corrective Action Plan.....	63
Exit Conference.....	64

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Controller	Stephen J. Malone	01-01-07 to 12-31-09
Mayor	Dick Moore	01-01-08 to 12-31-11
President of the Board of Public Works	Arvis Dawson	01-01-08 to 12-31-09
President of the Common Council	Roderic Roberson	01-01-08 to 12-31-09



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INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS
AND SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

TO: THE OFFICIALS OF THE CITY OF ELKHART, ELKHART COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Elkhart (City), as of and for the year ended December 31, 2008, which collectively comprise the City's basic financial statements as listed in the Table of Contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

As discussed in Note I, the City prepares its financial statements on the prescribed basis of accounting that demonstrates compliance with the cash and investment basis and budget laws of the State of Indiana, which is a comprehensive basis of accounting other than 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 cash and investment balances of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of December 31, 2008, and the respective cash receipts and cash disbursements during the year then ended on the basis of accounting described in Note I.

In accordance with Government Auditing Standards, we have also issued a report dated August 20, 2009, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS
AND SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
(Continued)

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The Schedules of Funding Progress and Schedules of Contributions From the Employer and Other Contributing Entities, as listed in the Table of Contents, are not required parts of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. 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 City provides postemployment health insurance benefits to eligible retirees. The City has not provided an actuarial study to determine the City's annual postemployment benefit costs in accordance with GASB Statement 45.

The City has not presented Management's Discussion and Analysis or Budgetary Comparison Schedules 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.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The Combining Schedules, as listed in the Table of Contents, Schedule of Capital Assets, and Schedule of Long-Term Debt are presented for additional analysis and are not required parts of the basic financial statements. The Combining Schedules, as listed in the Table of Contents, have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The Schedule of Capital Assets and Schedule of Long-Term Debt have not been subjected to the auditing procedures applied by us in the audit of the basic financial statements and, accordingly, we express no opinion on them.

STATE BOARD OF ACCOUNTS

August 20, 2009



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REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

TO: THE OFFICIALS OF THE CITY OF ELKHART, ELKHART COUNTY, INDIANA

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Elkhart (City), as of and for the year ended December 31, 2008, which collectively comprise the City's basic financial statements and have issued our report thereon dated August 20, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be significant deficiencies or material weaknesses, as defined above.

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS
(Continued)

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

The City's response to the findings identified in our audit is described in the accompanying section of the report entitled Corrective Action Plan. We did not audit the City's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the City's management, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. In accordance with Indiana Code 5-11-5-1, this report is a part of the public records of the State Board of Accounts and of the office examined.

STATE BOARD OF ACCOUNTS

August 20, 2009

CITY OF ELKHART
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS
For The Year Ended December 31, 2008

Functions/Programs	Program Receipts				Net (Disbursement) Receipt and Changes in Net Assets		
	Disbursements	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					Governmental Activities	Business-Type Activities	Totals
Primary government:							
Governmental activities:							
General government	\$ 21,682,521	\$ 2,236,389	\$ 130,309	\$ -	\$ (19,315,823)	\$ -	\$ (19,315,823)
Public safety	19,280,168	306,218	-	-	(18,973,950)	-	(18,973,950)
Highways and streets	5,809,122	434,764	1,448,068	521,289	(3,405,001)	-	(3,405,001)
Sanitation	1,918,911	1,162,302	-	-	(756,609)	-	(756,609)
Health and welfare	44,976	941,565	-	-	896,589	-	896,589
Economic development	2,168,608	-	-	1,085,982	(1,082,626)	-	(1,082,626)
Culture and recreation	6,072,682	489,715	22,010	-	(5,560,957)	-	(5,560,957)
Principal and interest on indebtedness	2,201,269	-	-	-	(2,201,269)	-	(2,201,269)
Total governmental activities	59,178,257	5,570,953	1,600,387	1,607,271	(50,399,646)	-	(50,399,646)
Business-type activities:							
Oak Hills Golf Course	297,607	273,199	-	-	-	(24,408)	(24,408)
Wastewater Utility	9,957,437	9,405,221	-	-	-	(552,216)	(552,216)
Water Utility	6,409,995	7,148,466	-	-	-	738,471	738,471
Total business-type activities	16,665,039	16,826,886	-	-	-	161,847	161,847
Total primary government	\$ 75,843,296	\$ 22,397,839	\$ 1,600,387	\$ 1,607,271	(50,399,646)	161,847	(50,237,799)
General receipts:							
Property taxes					17,020,051	-	17,020,051
Intergovernmental					3,077,716	855,289	3,933,005
Other local sources					17,261,716	2,367	17,264,083
Grants and contributions not restricted to specific programs					39,436	-	39,436
Investment earnings					1,018,987	178,344	1,197,331
Total general receipts					38,417,906	1,036,000	39,453,906
Change in net assets					(11,981,740)	1,197,847	(10,783,893)
Net assets - beginning					49,064,076	15,012,509	64,076,585
Net assets - ending					\$ 37,082,336	\$ 16,210,356	\$ 53,292,692
Assets							
Cash and investments					\$ 33,185,679	\$ 6,972,979	\$ 40,158,658
Restricted assets:							
Cash and investments					3,896,657	9,237,377	13,134,034
Total assets					\$ 37,082,336	\$ 16,210,356	\$ 53,292,692
Net Assets							
Restricted for:							
Public safety					\$ 288,523	\$ -	\$ 288,523
Highways and streets					2,329,297	-	2,329,297
Culture and recreation					131,602	-	131,602
Debt service					634,813	1,144,650	1,779,463
Capital outlay					512,422	-	512,422
Other purposes					-	8,092,727	8,092,727
Unrestricted					33,185,679	6,972,979	40,158,658
Total net assets					\$ 37,082,336	\$ 16,210,356	\$ 53,292,692

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

CITY OF ELKHART
STATEMENT OF ASSETS AND FUND BALANCES AND RECEIPTS,
DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
GOVERNMENTAL FUNDS
For The Year Ended December 31, 2008

	General	Park And Recreation	Economic Development Income Tax	Other Governmental Funds	Totals
Receipts:					
Taxes	\$ 12,070,467	\$ 1,964,065	\$ -	\$ 2,985,519	\$ 17,020,051
Licenses and permits	181,416	-	-	29,350	210,766
Intergovernmental	10,545,825	240,796	3,149,467	7,816,826	21,752,914
Charges for services	1,940,481	194,889	-	2,461,314	4,596,684
Fines and forfeits	391,562	-	-	45,339	436,901
Other	1,027,437	6,459	157,657	937,648	2,129,201
Total receipts	26,157,188	2,406,209	3,307,124	14,275,996	46,146,517
Disbursements:					
General government	12,090,604	-	2,526,539	5,925,543	20,542,686
Public safety	17,498,724	-	-	700,745	18,199,469
Highways and streets	504,041	-	-	4,530,715	5,034,756
Sanitation	1,918,911	-	-	-	1,918,911
Health and welfare	44,976	-	-	-	44,976
Economic development	-	-	-	1,866,957	1,866,957
Culture and recreation	292,785	3,986,679	-	1,713,742	5,993,206
Debt service:					
Principal	-	-	-	1,704,000	1,704,000
Interest	-	-	-	497,269	497,269
Capital outlay:					
General government	12,742	-	8,267	1,118,826	1,139,835
Public safety	295,350	-	-	785,349	1,080,699
Highways and streets	-	-	-	774,366	774,366
Economic development	-	-	-	301,651	301,651
Culture and recreation	-	79,476	-	-	79,476
Total disbursements	32,658,133	4,066,155	2,534,806	19,919,163	59,178,257
Excess (deficiency) of receipts over disbursements	(6,500,945)	(1,659,946)	772,318	(5,643,167)	(13,031,740)
Other financing sources (uses):					
Transfers in	7,039,954	2,914,452	-	4,379,808	14,334,214
Transfers out	(653,000)	-	(654,888)	(13,026,326)	(14,334,214)
Other receipts	-	-	-	1,050,000	1,050,000
Total other financing sources (uses)	6,386,954	2,914,452	(654,888)	(7,596,518)	1,050,000
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(113,991)	1,254,506	117,430	(13,239,685)	(11,981,740)
Cash and investment fund balance - beginning	15,543,979	923,166	3,670,808	28,926,123	49,064,076
Cash and investment fund balance - ending	<u>\$ 15,429,988</u>	<u>\$ 2,177,672</u>	<u>\$ 3,788,238</u>	<u>\$ 15,686,438</u>	<u>\$ 37,082,336</u>
<u>Cash and Investment Assets - Ending</u>					
Cash and investments	\$ 15,429,988	\$ -	\$ 3,788,238	\$ 11,789,781	\$ 31,008,007
Restricted assets:					
Cash and investments	-	2,177,672	-	3,896,657	6,074,329
Total cash and investment assets - ending	<u>\$ 15,429,988</u>	<u>\$ 2,177,672</u>	<u>\$ 3,788,238</u>	<u>\$ 15,686,438</u>	<u>\$ 37,082,336</u>
<u>Cash and Investment Fund Balance - Ending</u>					
Restricted for:					
Public safety	\$ -	\$ -	\$ -	\$ 288,523	\$ 288,523
Highways and streets	-	-	-	2,329,297	2,329,297
Culture and recreation	-	2,177,672	-	131,602	2,309,274
Debt service	-	-	-	634,813	634,813
Capital outlay	-	-	-	512,422	512,422
Unrestricted	15,429,988	-	3,788,238	11,789,781	31,008,007
Total cash and investment fund balance - ending	<u>\$ 15,429,988</u>	<u>\$ 2,177,672</u>	<u>\$ 3,788,238</u>	<u>\$ 15,686,438</u>	<u>\$ 37,082,336</u>

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

CITY OF ELKHART
STATEMENT OF ASSETS AND FUND BALANCES AND
RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
PROPRIETARY FUNDS
As Of And For The Year Ended December 31, 2008

	Oak Hills Golf Course	Wastewater Utility	Water Utility	Totals
Operating receipts:				
Metered/measured	\$ -	\$ 1,701,790	\$ 1,583,533	\$ 3,285,323
Sales	27,101	6,385,925	-	6,413,026
Fire protection receipts	-	-	568,273	568,273
Fees	239,608	718,766	4,980,644	5,939,018
Penalties	-	21,609	-	21,609
Charges for services	-	130,365	-	130,365
Miscellaneous	6,490	446,766	16,016	469,272
Total operating receipts	273,199	9,405,221	7,148,466	16,826,886
Operating disbursements:				
Salaries and wages	102,988	2,146,962	1,464,374	3,714,324
Employee pensions and benefits	24,096	596,805	389,438	1,010,339
Purchased power	-	482,774	284,921	767,695
Material and supplies	70,113	763,688	713,169	1,546,970
Contractual services	-	251,244	2,778	254,022
Transportation	-	2,089	-	2,089
Insurance claims and expense	-	275,000	155,000	430,000
Regulatory commission	-	33,784	-	33,784
Administration and general	-	1,808	518,321	520,129
Payment in lieu of tax	-	744,123	418,179	1,162,302
Refunds	-	45,657	35,131	80,788
Equipment and capital improvements	41,932	2,918,718	1,104,860	4,065,510
Miscellaneous	58,478	617,285	440,249	1,116,012
Total operating disbursements	297,607	8,879,937	5,526,420	14,703,964
Excess (deficiency) of operating receipts over operating disbursements	(24,408)	525,284	1,622,046	2,122,922
Nonoperating receipts (disbursements):				
Intergovernmental in	-	675,010	531,189	1,206,199
Intergovernmental out	-	(144,000)	(206,910)	(350,910)
Investment income	-	99,398	78,946	178,344
Refunds	-	2,367	-	2,367
Debt service of principal	-	(1,000,000)	(855,000)	(1,855,000)
Interest disbursements	-	(77,500)	(28,575)	(106,075)
Total nonoperating receipts (disbursements)	-	(444,725)	(480,350)	(925,075)
Excess (deficiency) of receipts over disbursements and nonoperating receipts (disbursements)	(24,408)	80,559	1,141,696	1,197,847
Cash and investment fund balance - beginning	137,854	8,234,796	6,639,859	15,012,509
Cash and investment fund balance - ending	\$ 113,446	\$ 8,315,355	\$ 7,781,555	\$ 16,210,356
Cash and Investment Assets - December 31				
Cash and investments	\$ 113,446	\$ 3,698,240	\$ 3,161,293	\$ 6,972,979
Restricted assets:				
Cash and investments	-	4,617,115	4,620,262	9,237,377
Total cash and investment assets - December 31	\$ 113,446	\$ 8,315,355	\$ 7,781,555	\$ 16,210,356
Cash and Investment Fund Balance - December 31				
Restricted for:				
Debt service	\$ -	\$ 830,000	\$ 314,650	\$ 1,144,650
Other purposes	-	3,787,115	4,305,612	8,092,727
Unrestricted	113,446	3,698,240	3,161,293	6,972,979
Total cash and investment fund balance - December 31	\$ 113,446	\$ 8,315,355	\$ 7,781,555	\$ 16,210,356

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

CITY OF ELKHART
STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
FIDUCIARY FUNDS
For The Year Ended December 31, 2008

	Pension Trust Funds	Private-Purpose Trust Funds	Agency Funds
Additions:			
Contributions:			
Employer	\$ 1,461,038	\$ -	
Plan members	4,147	-	
State	2,725,166	-	
Other	-	8,469	
	4,190,351	8,469	
Deductions:			
Benefits	4,967,344	-	
Administrative and general	44,215	4,469	
	5,011,559	4,469	
Excess (deficiency) of total additions over total deductions	(821,208)	4,000	
Cash and investment fund balance - beginning	3,782,370	534,698	
Cash and investment fund balance - ending	\$ 2,961,162	\$ 538,698	\$ 4,595,091

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

CITY OF ELKHART
NOTES TO FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies

A. Reporting Entity

The City was established under the laws of the State of Indiana. The City operates under a Council-Mayor form of government and provides the following services: public safety (police and fire), highways and streets, health and social services, culture and recreation, public improvements, planning and zoning, general administrative services, water, wastewater, and urban redevelopment and housing.

The City's financial reporting entity is composed of the following:

Primary Government: City of Elkhart

In determining the financial reporting entity, the City complies with the provisions of GASB Statement No. 14, *The Financial Reporting Entity*.

Related Organizations

The City's officials are also responsible for appointing the members of the boards of other organizations, but the City's accountability for these organizations does not extend beyond making the appointments. The City appoints the board members of the Elkhart Urban Enterprise Association and the Elkhart Housing Authority.

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

The Statement of Activities and Net Assets – Cash and Investment Basis displays information about the reporting government as a whole. It includes all funds of the reporting entity except for fiduciary funds. The statement distinguishes between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

Fund Financial Statements

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitutes its cash and investments fund balances, receipts, and disbursements. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The City reports the following major governmental funds:

The general fund is the primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The park and recreation fund accounts for the operating receipts and disbursements made in connection with the city or town providing recreation programs and facilities.

CITY OF ELKHART
NOTES TO FINANCIAL STATEMENTS
(Continued)

The economic development income tax fund accounts for the receipts from intergovernmental sources to be used for economic development purposes.

The City reports the following major proprietary funds:

The Oak Hills Golf Course fund accounts for the operation of the Oak Hill Golf Course.

The water utility fund accounts for the operation of the water distribution system.

The wastewater utility fund accounts for the operation of the wastewater treatment plant, pumping stations, and collection systems.

Additionally, the City reports the following fund types:

The pension trust funds account for the activities of the 1925 police and 1937 fire pension funds, which accumulate resources for pension benefit payments.

The private-purpose trust funds report trust arrangements under which principal and income benefit the City cemeteries and for donations from private donors.

Agency funds account for assets held by the City as an agent for other governmental units and City employees.

C. Measurement Focus and Basis of Accounting

The government-wide, governmental fund, proprietary fund, and fiduciary fund financial statements are reported using the basis of accounting that demonstrates compliance with the cash and investment basis and budget laws of the State of Indiana, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Receipts are recorded when received and disbursements are recorded when paid.

The cash and investment basis of accounting differs from accounting principles generally accepted in the United States of America in that receipts are recognized when received in cash rather than when earned and disbursements are recognized when paid rather than when a liability is incurred. Investment transactions are not presented on the financial statements.

If the City utilized the basis of accounting recognized as generally accepted, the fund financial statements for governmental funds would use the modified accrual basis of accounting, while the fund financial statements for proprietary fund types would use the accrual basis of accounting. All government-wide financials would be presented on the accrual basis of accounting.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in the enterprise fund statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their enterprise funds, subject to this same limitation. The City has elected not to follow subsequent private-sector guidance.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the funds. Elimination of these charges would distort the direct costs and program receipts reported for the various functions concerned.

CITY OF ELKHART
NOTES TO FINANCIAL STATEMENTS
(Continued)

Enterprise funds distinguish operating receipts and disbursements from nonoperating items. Operating receipts and disbursements generally result from providing services and producing and delivering goods in connection with an enterprise fund's principal ongoing operations. The principal operating receipts of the enterprise funds are charges to customers for sales and services. Operating disbursements for enterprise funds include the cost of sales and services and administrative costs. All receipts and disbursements not meeting this definition are reported as nonoperating receipts and disbursements. Internal service funds are used to account for activities provided to other departments or agencies primarily with the government. The City does not have any internal service funds.

D. Assets and Cash and Investment Balances

1. Cash and Investments

Investments are stated at cost. Any changes in fair value of the investments are reported as interest receipts in the year of the sale of the investment.

2. Property Taxes

Property taxes levied are collected by the County Treasurer and are distributed to the City in June and in 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.

3. Capital Assets

Capital assets arising from cash transactions acquired for use in governmental or proprietary fund operations are accounted for as capital outlay disbursements of the fund upon acquisition.

4. Long-Term Debt

Long-term debt arising from cash basis transactions of governmental and proprietary funds is not reported as liabilities in the basic financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as disbursements.

5. Equity Classification

Government-Wide Statements

Equity is classified as net assets and displayed in two components:

- a. Restricted net assets – Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments, or (2) law through constitutional provisions or enabling legislation.

CITY OF ELKHART
NOTES TO FINANCIAL STATEMENTS
(Continued)

- b. Unrestricted net assets – All other net assets that do not meet the definition of "restricted."

It is the City's policy to first use restricted net assets prior to the use of unrestricted net assets when a disbursement is incurred for purposes for which both restricted and unrestricted net assets are available.

Fund Financial Statements

Governmental fund equity is classified as fund balance. Proprietary fund equity is classified the same as in the government-wide statements.

E. Receipts and Disbursements

1. Program Receipts

Amounts reported as program receipts include (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general receipts rather than as program receipts. Likewise, general receipts include all taxes.

2. Operating Receipts and Disbursements

Operating receipts and disbursements for proprietary funds result from providing services and producing and delivering goods and/or services. They also include all receipts and disbursements not related to capital and related financing, noncapital financing, or investing activities.

F. Internal and Interfund Balances and Activities

In the process of aggregating the financial information for the government-wide Statement of Activities and Net Assets – Cash and Investment Basis, some amounts reported as interfund activity and balances in the fund financial statements have been eliminated or reclassified.

Fund Financial Statements

1. Interfund services – Sales or purchases of goods and services between funds are reported as receipts and disbursements.
2. Interfund reimbursements – Repayments from funds responsible for certain disbursements to the funds that initially paid for them are not reported as reimbursements but as adjustments to disbursements in the respective funds.
3. Interfund transfers – Flow of assets from one fund to another where repayment is not expected is reported as transfers in and out.

Government-Wide Financial Statements

Interfund activity and balances, if any, are eliminated or reclassified in the government-wide financial statements as follows:

CITY OF ELKHART
NOTES TO FINANCIAL STATEMENTS
(Continued)

Internal activities – Amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide Statement of Activities and Net Assets – Cash and Investment Basis except for the net amount of transfers between governmental and business-type activities, which are reported as Transfers – Internal Activities. The effects of interfund services between funds, if any, are not eliminated in the government-wide Statement of Activities and Net Assets – Cash and Investment Basis.

II. Stewardship, Compliance and Accountability

Budgetary Information

Annual budgets are adopted on the cash basis, which is not consistent with accounting principles generally accepted in the United States of America. All annual appropriations lapse at calendar year end.

Prior to the first required publication, the fiscal officer of the City submits to the governing board a proposed operating budget for the year commencing the following January 1. Prior to adoption, the budget is advertised and public hearings are conducted by the governing board to obtain taxpayer comments. In September of each year, the governing board, through the passage of a resolution/ordinance, approves the budget for the next year. Copies of the budget resolution/ordinance and the advertisement for funds for which property taxes are levied or highway use taxes are received are sent to the Indiana Department of Local Government Finance. The budget becomes legally enacted after the fiscal officer of the City receives approval of the Indiana Department of Local Government Finance.

The City's management cannot transfer budgeted appropriations between object classifications of a budget without approval of the governing board. The Indiana Department of Local Government Finance must approve any revisions to the appropriations for any fund or any department of the General Fund. The legal level of budgetary control is by object and department within the fund for the General Fund and by object within the fund for all other budgeted funds.

III. Detailed Notes on All Funds

A. Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. Indiana Code 5-13-8-1 allows a political subdivision of the State of Indiana to deposit public funds in a financial institution only if the financial institution is a depository eligible to receive state funds and has a principal office or branch that qualifies to receive public funds of the political subdivision. At December 31, 2008, the City had deposit balances in the amount of \$63,041,149. Of this amount, the bank balance held at 1st Source Bank in the amount of \$62,096,664 and the bank balance held at Key Bank in the amount of \$434,194 were collateralized with securities held by the pledging financial institutions.

The remaining bank balances were insured by the Federal Deposit Insurance Corporation or the Public Deposit Insurance Fund, which covers all public funds held in approved depositories.

CITY OF ELKHART
NOTES TO FINANCIAL STATEMENTS
(Continued)

B. Interfund Transfers

Interfund transfers for the year ended December 31, 2008, were as follows:

Transfer From	Transfer To	2008
General Fund	Other governmental funds	\$ 653,000
Economic Development Income tax	General Fund	658,488
Other governmental funds	General Fund	6,381,466
Other governmental funds	Park and Recreation	2,914,452
Other governmental funds	Other governmental funds	<u>3,726,808</u>
 Total		 <u><u>\$ 14,334,214</u></u>

The City typically uses transfers for cash flow purposes as provided by various statutory provisions.

C. Restatements and Reclassifications

For the year ended December 31, 2008, certain changes have been made to the financial statements to more appropriately reflect financial activity of the City. The following schedule presents a summary of restated beginning balances by opinion unit. Prior period adjustments represent the reclassification of agency funds to special revenue funds based on descriptions of the fund types.

Opinion Unit	Balance as Reported December 31, 2007	Fund Reclassification	Balance as Restated January 1, 2008
Governmental funds	\$ 48,973,424	\$ 90,652	\$ 49,064,076
Proprietary funds	14,874,655	137,854	15,012,509

IV. Other Information

A. Risk Management

The City is 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; and natural disasters.

The risks of torts; theft of, damage to, and destruction of assets; errors and omissions; job related illnesses or injuries to employees; 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.

CITY OF ELKHART
NOTES TO FINANCIAL STATEMENTS
(Continued)

B. Subsequent Events

Beginning in 2009, the State Pension Relief Fund shall pay to each unit of local government with Pre-1977 Local Police and Fire Fighter Pension obligations, the total amount of pension, disability, and survivor benefit payments. The Pre-1977 funds include the 1925 Police Pension Fund, the 1937 Firefighters' Fund, and the 1953 Police Pension Fund. For property taxes due and payable after December 31, 2008, the Indiana Department of Local Government Finance shall reduce the maximum permissible property tax levy of any civil taxing unit and special service district by the amount of the payment to be made in 2009 by the State for the obligations.

The City of Elkhart is planning on renovating the Lerner Theatre (formerly known as the Elco Theater). The City advertised and received bids on the project. The City did not have sufficient funds on hand to cover the lowest responsible bidder and, due to the requirements of the bid documents, all bids were rejected. The City will rebid the project with a lower base bid with alternates that may be added to the project as the City receives the money to finance the alternates. The City is anticipating financing the project in part by a bond issue of approximately \$10,500,000 and grants totaling \$2,700,000, in addition to private and corporate donations.

C. Conduit Debt Obligation

From time to time, the City has issued Economic Development Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the City, the State, nor any political subdivision thereof is obligated in any manner for the repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying notes to the financial statements.

As of December 31, 2008, there were 28 series of Economic Development Revenue Bonds outstanding. The aggregate principal amount payable for seven series issued after July 1, 1995, was \$21,105,000. The aggregate principal amount payable for the 21 series issued prior to July 1, 1995, could not be determined; however, their original issue amounts totaled \$57,905,205.

D. Termination Benefits

During 2008, the City paid one retiring firefighter \$80,106 out of the DROP (Deferred Retirement Option Plan) program.

E. Rate Structure – Enterprise Funds

Water Utility

The current water rate structure was approved by the Indiana Utility Regulatory Commission on July 18, 2007. An amendment to Appendix B – The Schedule of Nonrecurring Charges was approved by the Indiana Utility Regulatory Commission on March 5, 2008.

Wastewater Utility

The current wastewater rate structure was approved by the City Council on December 22, 2004.

The current storm water rate structure was approved by the City Council on February 5, 2007.

CITY OF ELKHART
NOTES TO FINANCIAL STATEMENTS
(Continued)

F. Advance Refunding

In prior years, the City Utilities defeased certain revenue and other bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments of the old bonds. Accordingly, the trust accounts and liability for the defeased bonds are not included in the financial statements. The following outstanding bonds, at December 31, 2008, were considered defeased:

	<u>Amount</u>
Water Utility	\$ 4,645,000
Wastewater Utility	1,300,000

G. Postemployment Benefits

In addition to the pension benefits described below, the City provides postemployment health insurance benefits, as authorized by Indiana Code 5-10-8, to eligible employees. The retirees pay 100% of the premium, relative to health insurance postemployment benefits.

H. Pension Plans

1. Agent Multiple-Employer and Single-Employer Defined Benefit Pension Plans

a. Public Employees' Retirement Fund

Plan Description

The City 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 City 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.

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

CITY OF ELKHART
NOTES TO FINANCIAL STATEMENTS
(Continued)

Funding Policy and Annual Pension Cost

The contribution requirements of plan members for PERF are established by the Board of Trustees of PERF. The City's 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.

b. 1925 Police Officers' Pension Plan

Plan Description

The City contributes to the 1925 Police Officers' Pension Plan, which is a single-employer defined benefit pension plan. The plan is administered by the local pension board as authorized by state statute (IC 36-8-6). The plan provides retirement, disability, and death benefits to plan members and beneficiaries. The plan was established by the plan administrator, as provided by state statute. The plan administrator does not issue a publicly available financial report that includes financial statements and required supplementary information of the plan.

Funding Policy and Annual Pension Cost

The contribution requirements of plan members for the 1925 Police Officers' Pension Plan are established by state statute. The City's annual pension cost and related information as provided by the actuary is presented in this note.

The use of the pay-as-you-go actuarial cost method by the City results in significant underfunding of the plan. Therefore, the Net Pension Obligation (NPO) is not reflected in the financial statements of the pension trust funds.

c. 1937 Firefighters' Pension Plan

Plan Description

The City contributes to the 1937 Firefighters' Pension Plan, which is a single-employer defined benefit pension plan. The plan is administered by the local pension board as authorized by state statute (IC 36-8-7). The plan provides retirement, disability, and death benefits to plan members and beneficiaries. The plan was established by the plan administrator, as provided by state statute. The plan administrator does not issue a publicly available financial report that includes financial statements and required supplementary information of the plan.

Funding Policy and Annual Pension Cost

The contribution requirements of plan members for the 1937 Firefighters' Pension Plan are established by state statute. The City's annual pension cost and related information, as provided by the actuary, is presented in this note.

The use of the pay-as-you-go actuarial cost method by the City results in significant underfunding of the plan. Therefore, the Net Pension Obligation (NPO) is not reflected in the financial statements of the pension trust funds.

CITY OF ELKHART
NOTES TO FINANCIAL STATEMENTS
(Continued)

Actuarial Information for the Above Plans

	<u>PERF</u>	<u>1925 Police Officers' Pension</u>	<u>1937 Firefighters' Pension</u>
Annual required contribution	\$ 768,508	\$ 2,423,000	\$ 2,250,500
Interest on net pension obligation	(12,444)	750,900	1,072,200
Adjustment to annual required contribution	<u>14,181</u>	<u>(947,400)</u>	<u>(1,352,700)</u>
Annual pension cost	770,245	2,226,500	1,970,000
Contributions made	<u>729,289</u>	<u>1,759,657</u>	<u>2,426,548</u>
Increase (decrease) in net pension obligation	40,956	466,843	(456,548)
Net pension obligation, beginning of year	<u>(171,644)</u>	<u>12,514,847</u>	<u>17,869,823</u>
Net pension obligation, end of year	<u>\$ (130,688)</u>	<u>\$ 12,981,690</u>	<u>\$ 17,413,275</u>

	<u>PERF</u>	<u>1925 Police Officers' Pension</u>	<u>1937 Firefighters' Pension</u>
Contribution rates:			
City	5.75%	2,710%	2,462%
Plan members	3%	6%	6%
Actuarial valuation date	07-01-08	01-01-08	01-01-08
Actuarial cost method	Entry age	Entry age	Entry age
Amortization method	Level percentage of projected payroll, closed	Level percentage of projected payroll, closed	Level percentage of projected payroll, closed
Amortization period	30 years	30 years	30 years
Amortization period (from date)	07-01-97	01-01-05	01-01-05
Asset valuation method	75% of expected actuarial value plus 25% of market value	4 year phase in of unrealized and realized capital	4 year phase in of unrealized and realized capital

CITY OF ELKHART
NOTES TO FINANCIAL STATEMENTS
(Continued)

Actuarial Assumptions	PERF	1925 Police Officers' Pension	1937 Firefighters' Pension
Investment rate of return	7.25%	6%	6%
Projected future salary increases:			
Total	5%	4%	4%
Attributed to inflation	4%	4%	4%
Attributed to merit/seniority	1%	0%	0%
Cost-of-living adjustments	2%	2.75/4%*	2.75/4%*

*2.75% converted members; 4% nonconverted members

Three Year Trend Information

	Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
PERF	06-30-06	\$ 748,817	85%	\$ (325,666)
	06-30-07	767,121	80%	(171,644)
	06-30-08	770,245	95%	(130,688)
1925 Police Officers' Pension Plan	12-31-06	2,063,400	93%	12,639,379
	12-31-07	2,370,600	105%	12,514,847
	12-31-08	2,226,500	79%	12,981,690
1937 Firefighters' Pension Plan	12-31-06	2,781,900	135%	18,982,604
	12-31-07	2,552,900	144%	17,869,823
	12-31-08	1,970,000	123%	17,413,275

Membership in the 1925 Police Officers' Pension Plan and the 1937 Firefighters' Pension Plan at January 1, 2008, was comprised of the following:

	1925 Police Officers' Pension	1937 Firefighters' Pension
Retirees and beneficiaries currently receiving benefits	94	114
Current active employees	1	1

2. Cost-Sharing Multiple-Employer Defined Benefit Pension Plan

1977 Police Officers' and Firefighters' Pension and Disability Fund

Plan Description

The City contributes to the 1977 Police Officers' and Firefighters' Pension and Disability Fund, a cost-sharing multiple-employer defined benefit pension plan administered by the Indiana Public Employees' Retirement Plan (PERF) for all police officers and firefighters hired after April 30, 1977.

CITY OF ELKHART
NOTES TO FINANCIAL STATEMENTS
(Continued)

State statute (IC 36-8-8) regulates the operations of the system, including benefits, vesting and requirements for contributions by employers and by employees. Covered employees may retire at age 55 with 20 years of service. An employee with 20 years of service may leave service, but will not receive benefits until reaching age 55. The plan also provides for death and disability benefits.

PERF 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 Costs

Plan members are required to contribute 6% of the first-class police officers' and firefighters' salary and the City is to contribute at an actuarially determined rate. The current rate, which has not changed since the inception of the plan, is 21% of the first-class police officers' and firefighters' salary. The contribution requirements of plan members and the City are established by the Board of Trustees of PERF. The City's contributions to the plan for the years ending December 31, 2008, 2007, and 2006, were \$2,198,040, \$2,033,721, and \$1,870,213, respectively, equal to the required contributions for each year.

CITY OF ELKHART
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF FUNDING PROGRESS

Public Employees' Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-06	\$ 12,895,623	\$ 13,892,286	\$ (996,663)	93%	\$ 12,262,230	(8%)
07-01-07	13,946,108	14,624,157	(678,049)	95%	12,377,937	(5%)
07-01-08	15,146,557	15,803,453	(656,896)	96%	12,619,029	(5%)

1925 Police Officers' Pension Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
01-01-03	\$ 985,869	\$ 30,058,900	\$ (29,073,031)	3%	\$ 478,000	(6,082%)
01-01-04	633,305	32,706,500	(32,073,195)	2%	289,800	(11,067%)
01-01-05	394,974	28,933,900	(28,538,926)	1%	248,400	(11,489%)
01-01-06	800,803	30,964,900	(30,164,097)	3%	126,600	(23,826%)
01-01-07	761,367	35,118,200	(34,356,833)	2%	86,900	(39,536%)
01-01-08	979,502	32,598,200	(31,618,698)	3%	89,400	(35,368%)

1937 Firefighters' Pension Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
01-01-03	\$ 1,377,908	\$ 35,953,200	\$ (34,575,292)	4%	\$ 1,396,800	(2,475%)
01-01-04	1,060,320	43,021,900	(41,961,580)	2%	1,152,600	(3,641%)
01-01-05	747,576	39,773,800	(39,026,224)	2%	1,024,600	(3,809%)
01-01-06	1,622,128	39,563,000	(37,940,872)	4%	870,700	(4,358%)
01-01-07	2,668,696	36,544,100	(33,875,404)	7%	710,200	(4,770%)
01-01-08	1,981,660	30,301,600	(28,319,940)	7%	91,400	(30,985%)

CITY OF ELKHART
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULES OF CONTRIBUTIONS FROM THE
 EMPLOYER AND OTHER CONTRIBUTING ENTITIES

1925 Police Officers' Pension Plan

Year Ending	Annual Required Contribution (ARC)	Percentage Of ARC Contributed
12-31-03	\$ 3,629,300	41%
12-31-04	3,806,600	43%
12-31-05	2,095,200	111%
12-31-06	2,233,200	86%
12-31-07	2,554,700	98%
12-31-08	2,423,000	72%

1937 Firefighters' Pension Plan

Year Ending	Annual Required Contribution (ARC)	Percentage Of ARC Contributed
12-31-03	\$ 4,956,900	35%
12-31-04	5,205,700	36%
12-31-05	3,087,400	103%
12-31-06	3,052,800	123%
12-31-07	2,829,500	130%
12-31-08	2,250,500	108%

CITY OF ELKHART
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008

	Motor Vehicle Highway	Local Road and Street	Cemetery Operating	Aviation	Park Program	Probation User Fees
Receipts:						
Taxes	\$ 539,120	\$ -	\$ 29,242	\$ 306,878	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	1,508,300	521,289	3,247	36,169	-	-
Charges for services	4,140	-	266,547	218,445	262,014	269,090
Fines and forfeits	-	-	-	-	-	-
Other	9,735	89,580	2,500	195	340	3
Total receipts	<u>2,061,295</u>	<u>610,869</u>	<u>301,536</u>	<u>561,687</u>	<u>262,354</u>	<u>269,093</u>
Disbursements:						
General government	-	-	290,472	768,728	-	-
Public safety	-	-	-	-	-	173,933
Highways and streets	3,300,778	752,780	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	237,473	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	65,285	709,081	-	-	-	-
Economic development	-	-	-	-	-	-
Total disbursements	<u>3,366,063</u>	<u>1,461,861</u>	<u>290,472</u>	<u>768,728</u>	<u>237,473</u>	<u>173,933</u>
Excess (deficiency) of receipts over disbursements	<u>(1,304,768)</u>	<u>(850,992)</u>	<u>11,064</u>	<u>(207,041)</u>	<u>24,881</u>	<u>95,160</u>
Other financing sources (uses):						
Transfers in	668,649	-	55,503	337,171	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	<u>668,649</u>	<u>-</u>	<u>55,503</u>	<u>337,171</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(636,119)</u>	<u>(850,992)</u>	<u>66,567</u>	<u>130,130</u>	<u>24,881</u>	<u>95,160</u>
Cash and investment fund balance - beginning	<u>1,328,758</u>	<u>1,232,751</u>	<u>303,388</u>	<u>285,427</u>	<u>106,721</u>	<u>561,321</u>
Cash and investment fund balance - ending	<u>\$ 692,639</u>	<u>\$ 381,759</u>	<u>\$ 369,955</u>	<u>\$ 415,557</u>	<u>\$ 131,602</u>	<u>\$ 656,481</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 692,639	\$ -	\$ 369,955	\$ 415,557	\$ -	\$ 656,481
Restricted assets:						
Cash and investments	-	381,759	-	-	131,602	-
Total cash and investment assets - ending	<u>\$ 692,639</u>	<u>\$ 381,759</u>	<u>\$ 369,955</u>	<u>\$ 415,557</u>	<u>\$ 131,602</u>	<u>\$ 656,481</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	381,759	-	-	-	-
Culture and recreation	-	-	-	-	131,602	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	<u>692,639</u>	<u>-</u>	<u>369,955</u>	<u>415,557</u>	<u>-</u>	<u>656,481</u>
Total cash and investment fund balance - ending	<u>\$ 692,639</u>	<u>\$ 381,759</u>	<u>\$ 369,955</u>	<u>\$ 415,557</u>	<u>\$ 131,602</u>	<u>\$ 656,481</u>

CITY OF ELKHART
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Parking Enforcement	Human Relations Grant	Community Development	Law Enforcement Continuing Education	Unsafe Building	Riverboat Gaming
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	50,167	1,085,982	-	-	325,409
Charges for services	-	-	-	69,419	22,478	-
Fines and forfeits	16,960	-	-	-	-	-
Other	-	16	100,302	201	-	-
Total receipts	16,960	50,183	1,186,284	69,620	22,478	325,409
Disbursements:						
General government	-	54,837	-	-	-	-
Public safety	-	-	-	75,550	91,798	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	1,097,135	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	12,364	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Total disbursements	-	67,201	1,097,135	75,550	91,798	-
Excess (deficiency) of receipts over disbursements	16,960	(17,018)	89,149	(5,930)	(69,320)	325,409
Other financing sources (uses):						
Transfers in	-	-	-	-	50,000	-
Transfers out	-	-	-	-	-	(572,311)
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	50,000	(572,311)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	16,960	(17,018)	89,149	(5,930)	(19,320)	(246,902)
Cash and investment fund balance - beginning	33,635	76,926	(108,347)	155,087	80,794	654,536
Cash and investment fund balance - ending	<u>\$ 50,595</u>	<u>\$ 59,908</u>	<u>\$ (19,198)</u>	<u>\$ 149,157</u>	<u>\$ 61,474</u>	<u>\$ 407,634</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 50,595	\$ 59,908	\$ (19,198)	\$ 149,157	\$ 61,474	\$ 407,634
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 50,595</u>	<u>\$ 59,908</u>	<u>\$ (19,198)</u>	<u>\$ 149,157</u>	<u>\$ 61,474</u>	<u>\$ 407,634</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	50,595	59,908	(19,198)	149,157	61,474	407,634
Total cash and investment fund balance - ending	<u>\$ 50,595</u>	<u>\$ 59,908</u>	<u>\$ (19,198)</u>	<u>\$ 149,157</u>	<u>\$ 61,474</u>	<u>\$ 407,634</u>

CITY OF ELKHART
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	State Grant	Enhanced 911	Central Garage	Rainy Day	Park Grants	Major Moves Construction
Receipts:						
Taxes	\$ -	\$ -	\$ 715,005	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	129,218	81,196	1,649,500	-	-
Charges for services	-	-	-	234,824	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	1,561	-	-	190,882
Total receipts	-	129,218	797,762	1,884,324	-	190,882
Disbursements:						
General government	-	-	1,411,241	-	-	-
Public safety	-	141,834	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	22	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	10,000	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Total disbursements	-	141,834	1,421,241	-	22	-
Excess (deficiency) of receipts over disbursements	-	(12,616)	(623,479)	1,884,324	(22)	190,882
Other financing sources (uses):						
Transfers in	-	-	955,000	-	-	-
Transfers out	-	(48,000)	-	(2,500,000)	-	(7,003,000)
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	(48,000)	955,000	(2,500,000)	-	(7,003,000)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(60,616)	331,521	(615,676)	(22)	(6,812,118)
Cash and investment fund balance - beginning	61,014	349,139	326,258	867,189	4,425	8,759,656
Cash and investment fund balance - ending	\$ 61,014	\$ 288,523	\$ 657,779	\$ 251,513	\$ 4,403	\$ 1,947,538
Cash and Investment Assets - Ending						
Cash and investments	\$ 61,014	\$ -	\$ 657,779	\$ 251,513	\$ 4,403	\$ -
Restricted assets:						
Cash and investments	-	288,523	-	-	-	1,947,538
Total cash and investment assets - ending	\$ 61,014	\$ 288,523	\$ 657,779	\$ 251,513	\$ 4,403	\$ 1,947,538
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	\$ -	\$ 288,523	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	1,947,538
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	61,014	-	657,779	251,513	4,403	-
Total cash and investment fund balance - ending	\$ 61,014	\$ 288,523	\$ 657,779	\$ 251,513	\$ 4,403	\$ 1,947,538

CITY OF ELKHART
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Theft Program	StuStatler Crime	Record Perpetuation	High Dive Park Grant	Tax Abatement	Drunk Driving Assistance Grant
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	25,840	-	-	-	-
Intergovernmental	-	-	-	-	-	39,436
Charges for services	-	-	39,008	-	-	-
Fines and forfeits	9,860	18,519	-	-	-	-
Other	-	-	-	-	40,740	46,220
	<u>9,860</u>	<u>44,359</u>	<u>39,008</u>	<u>-</u>	<u>40,740</u>	<u>85,656</u>
Total receipts						
Disbursements:						
General government	-	14,754	34,646	-	-	-
Public safety	9,181	-	-	-	-	50,525
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
	<u>9,181</u>	<u>14,754</u>	<u>34,646</u>	<u>-</u>	<u>-</u>	<u>50,525</u>
Total disbursements						
Excess (deficiency) of receipts over disbursements	<u>679</u>	<u>29,605</u>	<u>4,362</u>	<u>-</u>	<u>40,740</u>	<u>35,131</u>
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	(75,000)	-
Other receipts	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(75,000)</u>	<u>-</u>
Total other financing sources (uses)						
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>679</u>	<u>29,605</u>	<u>4,362</u>	<u>-</u>	<u>(34,260)</u>	<u>35,131</u>
Cash and investment fund balance - beginning	<u>117,709</u>	<u>66,326</u>	<u>95,011</u>	<u>20,000</u>	<u>53,260</u>	<u>(43,439)</u>
Cash and investment fund balance - ending	<u>\$ 118,388</u>	<u>\$ 95,931</u>	<u>\$ 99,373</u>	<u>\$ 20,000</u>	<u>\$ 19,000</u>	<u>\$ (8,308)</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 118,388	\$ 95,931	\$ 99,373	\$ 20,000	\$ 19,000	\$ (8,308)
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 118,388</u>	<u>\$ 95,931</u>	<u>\$ 99,373</u>	<u>\$ 20,000</u>	<u>\$ 19,000</u>	<u>\$ (8,308)</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	<u>118,388</u>	<u>95,931</u>	<u>99,373</u>	<u>20,000</u>	<u>19,000</u>	<u>(8,308)</u>
Total cash and investment fund balance - ending	<u>\$ 118,388</u>	<u>\$ 95,931</u>	<u>\$ 99,373</u>	<u>\$ 20,000</u>	<u>\$ 19,000</u>	<u>\$ (8,308)</u>

CITY OF ELKHART
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Envirocorps	Environmental Center	Greater Elkhart	License Examination	Mausoleum Operating	NYC Railroad Museum
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	3,510	-	-
Intergovernmental	79,537	-	-	-	-	-
Charges for services	-	-	712,416	-	8,548	16,491
Fines and forfeits	-	-	-	-	-	-
Other	40,852	-	3,121	-	-	16,412
	<u>120,389</u>	<u>-</u>	<u>715,537</u>	<u>3,510</u>	<u>8,548</u>	<u>32,903</u>
Total receipts						
Disbursements:						
General government	193,066	94,175	151,459	1,650	74,946	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	88,891
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	9,693	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
	<u>193,066</u>	<u>103,868</u>	<u>151,459</u>	<u>1,650</u>	<u>74,946</u>	<u>88,891</u>
Total disbursements						
Excess (deficiency) of receipts over disbursements	<u>(72,677)</u>	<u>(103,868)</u>	<u>564,078</u>	<u>1,860</u>	<u>(66,398)</u>	<u>(55,988)</u>
Other financing sources (uses):						
Transfers in	98,028	118,000	-	-	-	45,000
Transfers out	-	(3,028)	(1,256,000)	-	-	-
Other receipts	-	-	-	-	-	-
	<u>98,028</u>	<u>114,972</u>	<u>(1,256,000)</u>	<u>-</u>	<u>-</u>	<u>45,000</u>
Total other financing sources (uses)						
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	25,351	11,104	(691,922)	1,860	(66,398)	(10,988)
Cash and investment fund balance - beginning	<u>14,459</u>	<u>170,195</u>	<u>1,213,283</u>	<u>17,454</u>	<u>299,694</u>	<u>34,037</u>
Cash and investment fund balance - ending	<u>\$ 39,810</u>	<u>\$ 181,299</u>	<u>\$ 521,361</u>	<u>\$ 19,314</u>	<u>\$ 233,296</u>	<u>\$ 23,049</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 39,810	\$ 181,299	\$ 521,361	\$ 19,314	\$ 233,296	\$ 23,049
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 39,810</u>	<u>\$ 181,299</u>	<u>\$ 521,361</u>	<u>\$ 19,314</u>	<u>\$ 233,296</u>	<u>\$ 23,049</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	<u>39,810</u>	<u>181,299</u>	<u>521,361</u>	<u>19,314</u>	<u>233,296</u>	<u>23,049</u>
Total cash and investment fund balance - ending	<u>\$ 39,810</u>	<u>\$ 181,299</u>	<u>\$ 521,361</u>	<u>\$ 19,314</u>	<u>\$ 233,296</u>	<u>\$ 23,049</u>

CITY OF ELKHART
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Sidewalk Improvement	Washington Gardens	Elco Operating	Redevelopment	UMPTA Transportation Grant	Tolson Drug Elimination
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	31,730	-	26,371	-	-
Charges for services	6,041	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	18,866	79,547	-	-
Total receipts	6,041	31,730	18,866	105,918	-	-
Disbursements:						
General government	-	-	-	-	73,750	-
Public safety	73,374	36,368	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	24,990	-	-
Culture and recreation	-	-	249,327	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	25,804	-	-
Total disbursements	73,374	36,368	249,327	50,794	73,750	-
Excess (deficiency) of receipts over disbursements	(67,333)	(4,638)	(230,461)	55,124	(73,750)	-
Other financing sources (uses):						
Transfers in	78,000	-	270,000	-	75,000	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	78,000	-	270,000	-	75,000	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	10,667	(4,638)	39,539	55,124	1,250	-
Cash and investment fund balance - beginning	96,088	16,020	167,166	107,300	11,667	35
Cash and investment fund balance - ending	<u>\$ 106,755</u>	<u>\$ 11,382</u>	<u>\$ 206,705</u>	<u>\$ 162,424</u>	<u>\$ 12,917</u>	<u>\$ 35</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 106,755	\$ 11,382	\$ 206,705	\$ 162,424	\$ 12,917	\$ 35
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 106,755</u>	<u>\$ 11,382</u>	<u>\$ 206,705</u>	<u>\$ 162,424</u>	<u>\$ 12,917</u>	<u>\$ 35</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	106,755	11,382	206,705	162,424	12,917	35
Total cash and investment fund balance - ending	<u>\$ 106,755</u>	<u>\$ 11,382</u>	<u>\$ 206,705</u>	<u>\$ 162,424</u>	<u>\$ 12,917</u>	<u>\$ 35</u>

CITY OF ELKHART
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Womans Shelter Grant	Victim Assistance Program	IDEM Grant St. Joe River	Wheel Tax	Comminuty Development Rehab Revolving Loan	Comminuty Development Business Loan Grant
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	1,067,168	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	-	-	50,428	81,999
Total receipts	-	-	-	1,067,168	50,428	81,999
Disbursements:						
General government	-	-	-	1,226,434	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	75,595	227,344
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Total disbursements	-	-	-	1,226,434	75,595	227,344
Excess (deficiency) of receipts over disbursements	-	-	-	(159,266)	(25,167)	(145,345)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	75,000
Transfers out	-	(16,401)	-	(362,000)	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	(16,401)	-	(362,000)	-	75,000
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(16,401)	-	(521,266)	(25,167)	(70,345)
Cash and investment fund balance - beginning	-	16,401	17,292	1,056,313	146,641	264,177
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,292</u>	<u>\$ 535,047</u>	<u>\$ 121,474</u>	<u>\$ 193,832</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ 17,292	\$ 535,047	\$ 121,474	\$ 193,832
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,292</u>	<u>\$ 535,047</u>	<u>\$ 121,474</u>	<u>\$ 193,832</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	17,292	535,047	121,474	193,832
Total cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,292</u>	<u>\$ 535,047</u>	<u>\$ 121,474</u>	<u>\$ 193,832</u>

CITY OF ELKHART
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	DEA Asset Sharing	Noise Ordinance	Curb and Gutter Construction	Elco Capital	TIF Downtown Reserve	TIF Pierre Moran Allocation
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	35,278	-	-	-	-	-
Charges for services	-	75,768	4,920	16,341	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	-	6,975	-	-
Total receipts	35,278	75,768	4,920	23,316	-	-
Disbursements:						
General government	-	-	5,700	-	-	-
Public safety	14,600	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	7,364
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	58,777	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Total disbursements	14,600	58,777	5,700	-	-	7,364
Excess (deficiency) of receipts over disbursements	20,678	16,991	(780)	23,316	-	(7,364)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	20,678	16,991	(780)	23,316	-	(7,364)
Cash and investment fund balance - beginning	13,528	114,887	35,166	82,684	503,500	23,689
Cash and investment fund balance - ending	<u>\$ 34,206</u>	<u>\$ 131,878</u>	<u>\$ 34,386</u>	<u>\$ 106,000</u>	<u>\$ 503,500</u>	<u>\$ 16,325</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 34,206	\$ 131,878	\$ 34,386	\$ 106,000	\$ 503,500	\$ 16,325
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 34,206	\$ 131,878	\$ 34,386	\$ 106,000	\$ 503,500	\$ 16,325
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	34,206	131,878	34,386	106,000	503,500	16,325
Total cash and investment fund balance - ending	\$ 34,206	\$ 131,878	\$ 34,386	\$ 106,000	\$ 503,500	\$ 16,325

CITY OF ELKHART
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	TIF Southwest Allocation	TIF Aeroplex Allocation	TIF Sterling Allocation	TIF Cassopolis Allocation	Aviation Insurance Settlement	Insurance Fire Department
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	-	-	-	33,443
Total receipts	-	-	-	-	-	33,443
Disbursements:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	30,443
Highways and streets	-	-	-	-	-	-
Economic development	2,033	2,034	-	51,177	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Total disbursements	2,033	2,034	-	51,177	-	30,443
Excess (deficiency) of receipts over disbursements	(2,033)	(2,034)	-	(51,177)	-	3,000
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,033)	(2,034)	-	(51,177)	-	3,000
Cash and investment fund balance - beginning	357,217	19,998	4,213	178,140	2,126	32,294
Cash and investment fund balance - ending	<u>\$ 355,184</u>	<u>\$ 17,964</u>	<u>\$ 4,213</u>	<u>\$ 126,963</u>	<u>\$ 2,126</u>	<u>\$ 35,294</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 355,184	\$ 17,964	\$ 4,213	\$ 126,963	\$ 2,126	\$ 35,294
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 355,184</u>	<u>\$ 17,964</u>	<u>\$ 4,213</u>	<u>\$ 126,963</u>	<u>\$ 2,126</u>	<u>\$ 35,294</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	355,184	17,964	4,213	126,963	2,126	35,294
Total cash and investment fund balance - ending	<u>\$ 355,184</u>	<u>\$ 17,964</u>	<u>\$ 4,213</u>	<u>\$ 126,963</u>	<u>\$ 2,126</u>	<u>\$ 35,294</u>

CITY OF ELKHART
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Insurance Police Dept	Insurance Public Works	Insurance Street Dept	Insurance Cemetery	Insurance Park and Recreation	Insurance NYCRR Museum
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	7,916	28,473	728	-	1,500	-
Total receipts	7,916	28,473	728	-	1,500	-
Disbursements:						
General government	-	25,253	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	4,700	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Total disbursements	-	25,253	4,700	-	-	-
Excess (deficiency) of receipts over disbursements	7,916	3,220	(3,972)	-	1,500	-
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	7,916	3,220	(3,972)	-	1,500	-
Cash and investment fund balance - beginning	6,513	6,440	4,580	600	33,675	62
Cash and investment fund balance - ending	<u>\$ 14,429</u>	<u>\$ 9,660</u>	<u>\$ 608</u>	<u>\$ 600</u>	<u>\$ 35,175</u>	<u>\$ 62</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 14,429	\$ 9,660	\$ 608	\$ 600	\$ 35,175	\$ 62
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 14,429</u>	<u>\$ 9,660</u>	<u>\$ 608</u>	<u>\$ 600</u>	<u>\$ 35,175</u>	<u>\$ 62</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	14,429	9,660	608	600	35,175	62
Total cash and investment fund balance - ending	<u>\$ 14,429</u>	<u>\$ 9,660</u>	<u>\$ 608</u>	<u>\$ 600</u>	<u>\$ 35,175</u>	<u>\$ 62</u>

CITY OF ELKHART
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Insurance Oak Hills	Insurance Central Garage	Insurance Sewer	Donation Mayors Office	Donation Mayors Food Drive	Donation Character First
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	14,411	-	5,000	-	-
Total receipts	-	14,411	-	5,000	-	-
Disbursements:						
General government	-	8,906	-	-	133	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Total disbursements	-	8,906	-	-	133	-
Excess (deficiency) of receipts over disbursements	-	5,505	-	5,000	(133)	-
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	(13,000)	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	(13,000)	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(7,495)	-	5,000	(133)	-
Cash and investment fund balance - beginning	490	47,992	14,677	684	223	52
Cash and investment fund balance - ending	<u>\$ 490</u>	<u>\$ 40,497</u>	<u>\$ 14,677</u>	<u>\$ 5,684</u>	<u>\$ 90</u>	<u>\$ 52</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 490	\$ 40,497	\$ 14,677	\$ 5,684	\$ 90	\$ 52
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 490</u>	<u>\$ 40,497</u>	<u>\$ 14,677</u>	<u>\$ 5,684</u>	<u>\$ 90</u>	<u>\$ 52</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	490	40,497	14,677	5,684	90	52
Total cash and investment fund balance - ending	<u>\$ 490</u>	<u>\$ 40,497</u>	<u>\$ 14,677</u>	<u>\$ 5,684</u>	<u>\$ 90</u>	<u>\$ 52</u>

CITY OF ELKHART
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Donation Spread The Warmth	Donation Safety Champions	Donation EUEA Wages	Donation Bayer Corp	Donation Civil Rights	Donation Community Violence
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	-	-	4,264	-
Total receipts	-	-	-	-	4,264	-
Disbursements:						
General government	-	-	-	-	4,736	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Total disbursements	-	-	-	-	4,736	-
Excess (deficiency) of receipts over disbursements	-	-	-	-	(472)	-
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	-	-	(472)	-
Cash and investment fund balance - beginning	100	142	530	1,127	3,427	176
Cash and investment fund balance - ending	<u>\$ 100</u>	<u>\$ 142</u>	<u>\$ 530</u>	<u>\$ 1,127</u>	<u>\$ 2,955</u>	<u>\$ 176</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 100	\$ 142	\$ 530	\$ 1,127	\$ 2,955	\$ 176
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 100</u>	<u>\$ 142</u>	<u>\$ 530</u>	<u>\$ 1,127</u>	<u>\$ 2,955</u>	<u>\$ 176</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	100	142	530	1,127	2,955	176
Total cash and investment fund balance - ending	<u>\$ 100</u>	<u>\$ 142</u>	<u>\$ 530</u>	<u>\$ 1,127</u>	<u>\$ 2,955</u>	<u>\$ 176</u>

CITY OF ELKHART
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Donation Fire Education	Donation Smoke Detectors	Donation Amb Escrow	Donation Survive Alive	Donation Historical Preservation	Donation Building
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	-	2,178	-	-
Total receipts	-	-	-	2,178	-	-
Disbursements:						
General government	-	-	-	2,646	706	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Total disbursements	-	-	-	2,646	706	-
Excess (deficiency) of receipts over disbursements	-	-	-	(468)	(706)	-
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	-	(468)	(706)	-
Cash and investment fund balance - beginning	1,363	526	10,035	5,000	12,980	251
Cash and investment fund balance - ending	<u>\$ 1,363</u>	<u>\$ 526</u>	<u>\$ 10,035</u>	<u>\$ 4,532</u>	<u>\$ 12,274</u>	<u>\$ 251</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 1,363	\$ 526	\$ 10,035	\$ 4,532	\$ 12,274	\$ 251
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 1,363</u>	<u>\$ 526</u>	<u>\$ 10,035</u>	<u>\$ 4,532</u>	<u>\$ 12,274</u>	<u>\$ 251</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	1,363	526	10,035	4,532	12,274	251
Total cash and investment fund balance - ending	<u>\$ 1,363</u>	<u>\$ 526</u>	<u>\$ 10,035</u>	<u>\$ 4,532</u>	<u>\$ 12,274</u>	<u>\$ 251</u>

CITY OF ELKHART
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Donation Downtown	Donation Riverwalk	Donation Police Community	Donation Police Dare	Donation Police Misc	Donations Intersections
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	-	-	16,659	-
Total receipts	-	-	-	-	16,659	-
Disbursements:						
General government	-	17,000	-	1,634	15,109	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Total disbursements	-	17,000	-	1,634	15,109	-
Excess (deficiency) of receipts over disbursements	-	(17,000)	-	(1,634)	1,550	-
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(17,000)	-	(1,634)	1,550	-
Cash and investment fund balance - beginning	1,503	180,236	567	3,892	5,619	650
Cash and investment fund balance - ending	<u>\$ 1,503</u>	<u>\$ 163,236</u>	<u>\$ 567</u>	<u>\$ 2,258</u>	<u>\$ 7,169</u>	<u>\$ 650</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 1,503	\$ 163,236	\$ 567	\$ 2,258	\$ 7,169	\$ 650
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 1,503</u>	<u>\$ 163,236</u>	<u>\$ 567</u>	<u>\$ 2,258</u>	<u>\$ 7,169</u>	<u>\$ 650</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	1,503	163,236	567	2,258	7,169	650
Total cash and investment fund balance - ending	<u>\$ 1,503</u>	<u>\$ 163,236</u>	<u>\$ 567</u>	<u>\$ 2,258</u>	<u>\$ 7,169</u>	<u>\$ 650</u>

CITY OF ELKHART
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Donation Beardsley Memorial	Donation Park Promotion	Donation Tolson Park	Donation Walker Park	Donation Cancer Survivor	Donation Community Center
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	2,137	9,643	-	-	-
Total receipts	-	2,137	9,643	-	-	-
Disbursements:						
General government	-	1,513	8,365	590	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Total disbursements	-	1,513	8,365	590	-	-
Excess (deficiency) of receipts over disbursements	-	624	1,278	(590)	-	-
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	(6,271)	(4,992)	(24,036)	(173)	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	(6,271)	(4,992)	(24,036)	(173)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(5,647)	(3,714)	(24,626)	(173)	-
Cash and investment fund balance - beginning	4,537	5,647	3,714	24,626	173	383
Cash and investment fund balance - ending	<u>\$ 4,537</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 383</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 4,537	\$ -	\$ -	\$ -	\$ -	\$ 383
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 4,537</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 383</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	4,537	-	-	-	-	383
Total cash and investment fund balance - ending	<u>\$ 4,537</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 383</u>

CITY OF ELKHART
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Donation EMS	Donation Tree Planting	Donation Emergency Management	Donation Cemetery	Donation Park and Recreation	Donation Elco
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	120	-	-	5,879	-
Total receipts	-	120	-	-	5,879	-
Disbursements:						
General government	-	-	-	-	17,429	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Total disbursements	-	-	-	-	17,429	-
Excess (deficiency) of receipts over disbursements	-	120	-	-	(11,550)	-
Other financing sources (uses):						
Transfers in	-	-	-	-	35,472	-
Transfers out	-	-	(388)	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	(388)	-	35,472	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	120	(388)	-	23,922	-
Cash and investment fund balance - beginning	1,783	170	388	42,517	76,653	135
Cash and investment fund balance - ending	<u>\$ 1,783</u>	<u>\$ 290</u>	<u>\$ -</u>	<u>\$ 42,517</u>	<u>\$ 100,575</u>	<u>\$ 135</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 1,783	\$ 290	\$ -	\$ 42,517	\$ 100,575	\$ 135
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 1,783</u>	<u>\$ 290</u>	<u>\$ -</u>	<u>\$ 42,517</u>	<u>\$ 100,575</u>	<u>\$ 135</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	1,783	290	-	42,517	100,575	135
Total cash and investment fund balance - ending	<u>\$ 1,783</u>	<u>\$ 290</u>	<u>\$ -</u>	<u>\$ 42,517</u>	<u>\$ 100,575</u>	<u>\$ 135</u>

CITY OF ELKHART
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Donation Agenda 2010	Donation St. Joe River	Donation ECO Summit	Donation Summer Camp	Donation Bike Corps	Donation Enviro Days of Service
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	971	-	1,385	560	1,743
Total receipts	-	971	-	1,385	560	1,743
Disbursements:						
General government	-	302	-	100	165	924
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Total disbursements	-	302	-	100	165	924
Excess (deficiency) of receipts over disbursements	-	669	-	1,285	395	819
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	669	-	1,285	395	819
Cash and investment fund balance - beginning	171	2,318	29	1,708	241	1,050
Cash and investment fund balance - ending	<u>\$ 171</u>	<u>\$ 2,987</u>	<u>\$ 29</u>	<u>\$ 2,993</u>	<u>\$ 636</u>	<u>\$ 1,869</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 171	\$ 2,987	\$ 29	\$ 2,993	\$ 636	\$ 1,869
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 171	\$ 2,987	\$ 29	\$ 2,993	\$ 636	\$ 1,869
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	171	2,987	29	2,993	636	1,869
Total cash and investment fund balance - ending	\$ 171	\$ 2,987	\$ 29	\$ 2,993	\$ 636	\$ 1,869

CITY OF ELKHART
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Build Indiana Scholarship	Donation Enviro Gardens	Donation Enviro Education	Donation Dess	Donation Botanical Gardens	Donation Public Works
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	196	1,729	50	-	-
Total receipts	-	196	1,729	50	-	-
Disbursements:						
General government	-	135	2,181	-	-	214
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Total disbursements	-	135	2,181	-	-	214
Excess (deficiency) of receipts over disbursements	-	61	(452)	50	-	(214)
Other financing sources (uses):						
Transfers in	-	-	-	388	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	388	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	61	(452)	438	-	(214)
Cash and investment fund balance - beginning	2,179	634	5,875	59	119	4,550
Cash and investment fund balance - ending	<u>\$ 2,179</u>	<u>\$ 695</u>	<u>\$ 5,423</u>	<u>\$ 497</u>	<u>\$ 119</u>	<u>\$ 4,336</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 2,179	\$ 695	\$ 5,423	\$ 497	\$ 119	\$ 4,336
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 2,179</u>	<u>\$ 695</u>	<u>\$ 5,423</u>	<u>\$ 497</u>	<u>\$ 119</u>	<u>\$ 4,336</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	2,179	695	5,423	497	119	4,336
Total cash and investment fund balance - ending	<u>\$ 2,179</u>	<u>\$ 695</u>	<u>\$ 5,423</u>	<u>\$ 497</u>	<u>\$ 119</u>	<u>\$ 4,336</u>

CITY OF ELKHART
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	2006 GOB Allocation	2006 Park Bond	2005 Park Allocation	TIF Downtown Allocation	Park Bond Anticipation Notes	Cumulative Capital Development
Receipts:						
Taxes	\$ 360,133	\$ 91,883	\$ 258,952	\$ -	\$ -	\$ 522,684
Licenses and permits	-	-	-	-	-	-
Intergovernmental	46,060	8,858	26,425	-	-	58,461
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	-	17	-	-
Total receipts	406,193	100,741	285,377	17	-	581,145
Disbursements:						
General government	-	-	-	-	761,216	260,951
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	665,000	165,000	545,000	329,000	-	-
Interest	60,450	68,200	13,940	354,679	-	-
Capital outlay:						
General government	-	-	-	198,220	-	870,756
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Total disbursements	725,450	233,200	558,940	881,899	761,216	1,131,707
Excess (deficiency) of receipts over disbursements	(319,257)	(132,459)	(273,563)	(881,882)	(761,216)	(550,562)
Other financing sources (uses):						
Transfers in	637,000	157,000	362,000	-	-	-
Transfers out	-	-	-	-	(262,597)	(498,665)
Other receipts	-	-	-	-	1,050,000	-
Total other financing sources (uses)	637,000	157,000	362,000	-	787,403	(498,665)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	317,743	24,541	88,437	(881,882)	26,187	(1,049,227)
Cash and investment fund balance - beginning	34,709	22,925	120,271	1,109,973	-	1,199,918
Cash and investment fund balance - ending	\$ 352,452	\$ 47,466	\$ 208,708	\$ 228,091	\$ 26,187	\$ 150,691
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ -	\$ 228,091	\$ -	\$ -
Restricted assets:						
Cash and investments	352,452	47,466	208,708	-	26,187	150,691
Total cash and investment assets - ending	\$ 352,452	\$ 47,466	\$ 208,708	\$ 228,091	\$ 26,187	\$ 150,691
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	352,452	47,466	208,708	-	26,187	-
Capital outlay	-	-	-	-	-	150,691
Unrestricted	-	-	-	228,091	-	-
Total cash and investment fund balance - ending	\$ 352,452	\$ 47,466	\$ 208,708	\$ 228,091	\$ 26,187	\$ 150,691

CITY OF ELKHART
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	2005 Park Capital	Cumulative Capital Fire	Cumulative Sewer	Cumulative Capital Improvement	2006 GOB Capital	2006 Park Capital
Receipts:						
Taxes	\$ -	\$ 36,792	\$ 124,830	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	4,133	14,024	168,696	-	-
Charges for services	-	234,824	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	872	-	-	-	4,941	12,358
Total receipts	872	275,749	138,854	168,696	4,941	12,358
Disbursements:						
General government	-	-	-	88,081	27,609	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	2,000	-	-	-	-	1,136,029
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	17,793	-	-
Public safety	-	726,231	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	275,847	-	-	-
Total disbursements	2,000	726,231	275,847	105,874	27,609	1,136,029
Excess (deficiency) of receipts over disbursements	(1,128)	(450,482)	(136,993)	62,822	(22,668)	(1,123,671)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	(78,000)	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	(78,000)	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,128)	(450,482)	(136,993)	(15,178)	(22,668)	(1,123,671)
Cash and investment fund balance - beginning	40,519	970,998	785,534	132,860	266,717	1,125,701
Cash and investment fund balance - ending	<u>\$ 39,391</u>	<u>\$ 520,516</u>	<u>\$ 648,541</u>	<u>\$ 117,682</u>	<u>\$ 244,049</u>	<u>\$ 2,030</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 39,391	\$ 520,516	\$ 648,541	\$ -	\$ -	\$ 2,030
Restricted assets:						
Cash and investments	-	-	-	117,682	244,049	-
Total cash and investment assets - ending	\$ 39,391	\$ 520,516	\$ 648,541	\$ 117,682	\$ 244,049	\$ 2,030
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	117,682	244,049	-
Unrestricted	39,391	520,516	648,541	-	-	2,030
Total cash and investment fund balance - ending	\$ 39,391	\$ 520,516	\$ 648,541	\$ 117,682	\$ 244,049	\$ 2,030

CITY OF ELKHART
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Riverwalk Commons	Horizon	Aviation Federal	East Jackson Curb & Drain	Downtown Development	Highway Improvement
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	-	-	-	-	-	-
Disbursements:						
General government	960	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	87,000	-	-
Economic development	-	-	-	-	190,377	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Total disbursements	960	-	-	87,000	190,377	-
Excess (deficiency) of receipts over disbursements	(960)	-	-	(87,000)	(190,377)	-
Other financing sources (uses):						
Transfers in	-	-	-	-	100,000	-
Transfers out	-	-	-	-	-	(252,464)
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	100,000	(252,464)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(960)	-	-	(87,000)	(90,377)	(252,464)
Cash and investment fund balance - beginning	2,720	312,546	7,839	87,000	98,553	252,464
Cash and investment fund balance - ending	<u>\$ 1,760</u>	<u>\$ 312,546</u>	<u>\$ 7,839</u>	<u>\$ -</u>	<u>\$ 8,176</u>	<u>\$ -</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 1,760	\$ 312,546	\$ 7,839	\$ -	\$ 8,176	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 1,760</u>	<u>\$ 312,546</u>	<u>\$ 7,839</u>	<u>\$ -</u>	<u>\$ 8,176</u>	<u>\$ -</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	1,760	312,546	7,839	-	8,176	-
Total cash and investment fund balance - ending	<u>\$ 1,760</u>	<u>\$ 312,546</u>	<u>\$ 7,839</u>	<u>\$ -</u>	<u>\$ 8,176</u>	<u>\$ -</u>

CITY OF ELKHART
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Park Capital	TIF Downtown District Capital	Homeland Security Grant	Fire Department FEMA Grant	Bureau of Justice	Railroad Underpass
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	163,840	226,278	-	430,054
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	-	-	163,840	226,278	-	430,054
Disbursements:						
General government	-	-	3,079	-	-	-
Public safety	-	-	-	3,139	-	-
Highways and streets	-	-	-	-	-	385,457
Economic development	-	188,908	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	341	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Total disbursements	-	188,908	3,079	3,139	341	385,457
Excess (deficiency) of receipts over disbursements	-	(188,908)	160,761	223,139	(341)	44,597
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(188,908)	160,761	223,139	(341)	44,597
Cash and investment fund balance - beginning	6,524	755,506	-	2,305	341	275,413
Cash and investment fund balance - ending	<u>\$ 6,524</u>	<u>\$ 566,598</u>	<u>\$ 160,761</u>	<u>\$ 225,444</u>	<u>\$ -</u>	<u>\$ 320,010</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 6,524	\$ 566,598	\$ 160,761	\$ 225,444	\$ -	\$ 320,010
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 6,524</u>	<u>\$ 566,598</u>	<u>\$ 160,761</u>	<u>\$ 225,444</u>	<u>\$ -</u>	<u>\$ 320,010</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	6,524	566,598	160,761	225,444	-	320,010
Total cash and investment fund balance - ending	<u>\$ 6,524</u>	<u>\$ 566,598</u>	<u>\$ 160,761</u>	<u>\$ 225,444</u>	<u>\$ -</u>	<u>\$ 320,010</u>

CITY OF ELKHART
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Cassopolis Interlocal	Build Indiana Railroad Safety	Build Indiana Elco	Build Indiana Home	County Road 17 Corridor and Johnson Street	Totals
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,985,519
Licenses and permits	-	-	-	-	-	29,350
Intergovernmental	-	-	-	-	-	7,816,826
Charges for services	-	-	-	-	-	2,461,314
Fines and forfeits	-	-	-	-	-	45,339
Other	-	-	-	-	-	937,648
Total receipts	-	-	-	-	-	14,275,996
Disbursements:						
General government	-	-	279,748	-	-	5,925,543
Public safety	-	-	-	-	-	700,745
Highways and streets	-	-	-	-	-	4,530,715
Economic development	-	-	-	-	-	1,866,957
Culture and recreation	-	-	-	-	-	1,713,742
Debt service:						
Principal	-	-	-	-	-	1,704,000
Interest	-	-	-	-	-	497,269
Capital outlay:						
General government	-	-	-	-	-	1,118,826
Public safety	-	-	-	-	-	785,349
Highways and streets	-	-	-	-	-	774,366
Economic development	-	-	-	-	-	301,651
Total disbursements	-	-	279,748	-	-	19,919,163
Excess (deficiency) of receipts over disbursements	-	-	(279,748)	-	-	(5,643,167)
Other financing sources (uses):						
Transfers in	-	-	262,597	-	-	4,379,808
Transfers out	-	-	-	(50,000)	-	(13,026,326)
Other receipts	-	-	-	-	-	1,050,000
Total other financing sources (uses)	-	-	262,597	(50,000)	-	(7,596,518)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	(17,151)	(50,000)	-	(13,239,685)
Cash and investment fund balance - beginning	4,015	50,000	279,346	50,000	4,446	28,926,123
Cash and investment fund balance - ending	<u>\$ 4,015</u>	<u>\$ 50,000</u>	<u>\$ 262,195</u>	<u>\$ -</u>	<u>\$ 4,446</u>	<u>\$ 15,686,438</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 4,015	\$ 50,000	\$ 262,195	\$ -	\$ 4,446	\$ 11,789,781
Restricted assets:						
Cash and investments	-	-	-	-	-	3,896,657
Total cash and investment assets - ending	<u>\$ 4,015</u>	<u>\$ 50,000</u>	<u>\$ 262,195</u>	<u>\$ -</u>	<u>\$ 4,446</u>	<u>\$ 15,686,438</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 288,523
Highways and streets	-	-	-	-	-	2,329,297
Culture and recreation	-	-	-	-	-	131,602
Debt service	-	-	-	-	-	634,813
Capital outlay	-	-	-	-	-	512,422
Unrestricted	4,015	50,000	262,195	-	4,446	11,789,781
Total cash and investment fund balance - ending	<u>\$ 4,015</u>	<u>\$ 50,000</u>	<u>\$ 262,195</u>	<u>\$ -</u>	<u>\$ 4,446</u>	<u>\$ 15,686,438</u>

CITY OF ELKHART
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PENSION TRUST FUNDS
 For The Year Ended December 31, 2008

	<u>Police Pension</u>	<u>Fire Pension</u>	<u>Totals</u>
Additions:			
Contributions:			
Employer	\$ 632,555	\$ 828,483	\$ 1,461,038
Plan members	1,342	2,805	4,147
State	<u>1,127,101</u>	<u>1,598,065</u>	<u>2,725,166</u>
Total additions	<u>1,760,998</u>	<u>2,429,353</u>	<u>4,190,351</u>
Deductions:			
Benefits	2,038,992	2,928,352	4,967,344
Administrative and general	<u>22,878</u>	<u>21,337</u>	<u>44,215</u>
Total deductions	<u>2,061,870</u>	<u>2,949,689</u>	<u>5,011,559</u>
Deficiency of total additions over total deductions	(300,872)	(520,336)	(821,208)
Cash and investment fund balance - beginning	<u>1,280,374</u>	<u>2,501,996</u>	<u>3,782,370</u>
Cash and investment fund balance - ending	<u>\$ 979,502</u>	<u>\$ 1,981,660</u>	<u>\$ 2,961,162</u>

CITY OF ELKHART
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PRIVATE-PURPOSE TRUST FUNDS
 For The Year Ended December 31, 2008

	<u>Cemetery Perpetual</u>	<u>Mausoleum Perpetual</u>	<u>Prairie Street Cemetery</u>	<u>Totals</u>
Additions:				
Contributions:				
Other	\$ 7,590	\$ 879	\$ -	\$ 8,469
Deductions:				
Administrative and general	2,500	1,969	-	4,469
Excess (deficiency) of total additions over total deductions	5,090	(1,090)	-	4,000
Cash and investment fund balance - beginning	21,965	437,076	75,657	534,698
Cash and investment fund balance - ending	<u>\$ 27,055</u>	<u>\$ 435,986</u>	<u>\$ 75,657</u>	<u>\$ 538,698</u>

CITY OF ELKHART
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2008

	Salex Tax	County Court Fees	Flex Spending Benefit	Group Insurance Benefit	Hra Group Insurance Benefit	Liability Insurance Benefit	Perf Pension	City Court	Totals
Additions:									
Agency fund additions	\$ 17,151	\$ 174,153	\$ 240,019	\$ 5,521,542	\$ 550,360	\$ 2,216,825	\$ 4,422,613	\$ 2,757,946	\$ 15,900,609
Deductions:									
Agency fund deductions	16,872	174,153	251,385	5,499,651	473,142	1,167,166	3,994,755	2,718,831	14,295,955
Excess (deficiency) of total additions over total deductions	279	-	(11,366)	21,891	77,218	1,049,659	427,858	39,115	1,604,654
Cash and investment fund balance - beginning	88	-	59,992	419,710	68,801	761,296	1,481,877	198,673	2,990,437
Cash and investment fund balance - ending	\$ 367	\$ -	\$ 48,626	\$ 441,601	\$ 146,019	\$ 1,810,955	\$ 1,909,735	\$ 237,788	\$ 4,595,091

CITY OF ELKHART
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS
 As of December 31, 2008

The City has recorded infrastructure assets for the City's airport only. Infrastructure assets for all other governmental activities have not been recorded.

General infrastructure assets (those reported by business-type activities) are included regardless of their acquisition date or amount. The government was able to estimate the historical cost for the initial reporting of these assets through backtrending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). As the government constructs or acquires additional capital assets each period, including infrastructure assets, they are reported at historical cost.

<u>Primary Government</u>	<u>Ending Balance</u>
Governmental activities:	
Capital assets, not being depreciated:	
Land	\$ 5,313,822
Infrastructure	6,360,343
Buildings	13,612,931
Improvements other than buildings	11,853,111
Machinery and equipment	<u>21,281,164</u>
 Total governmental activities, capital assets not being depreciated	 <u><u>\$ 58,421,371</u></u>

<u>Primary Government</u>	<u>Ending Balance</u>
Business-type activities:	
Oak Hills Golf Course:	
Capital assets, not being depreciated:	
Land	\$ 1,076,450
Buildings	108,712
Improvements other than buildings	190,572
Machinery and equipment	<u>236,154</u>
 Total Oak Hills Golf Course capital assets	 <u>1,611,888</u>

Water Utility:	
Capital assets, not being depreciated:	
Land	733,182
Infrastructure	28,438,975
Buildings	1,130,849
Improvements other than buildings	966,890
Machinery and equipment	4,780,643
Construction in progress	<u>762,464</u>
 Total Water Utility capital assets	 <u>36,813,003</u>

Wastewater Utility:	
Capital assets, not being depreciated:	
Land	82,268
Infrastructure	44,476,684
Buildings	19,228,468
Improvements other than buildings	6,305,388
Machinery and equipment	24,268,916
Construction in progress	<u>1,827,766</u>
 Total Wastewater Utility capital assets	 <u>96,189,490</u>

Total business-type activities capital assets	<u><u>\$ 134,614,381</u></u>
--	------------------------------

CITY OF ELKHART
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT
 As Of December 31, 2008

The City has entered into the following long-term debt:

Description of Asset	Ending Balance	Principal and Interest Due Within One Year
Governmental activities:		
Loans payable:		
2003 Brownfield Series A	\$ 161,000	\$ 37,812
Bonds payable:		
General obligation bonds:		
2006 Bonds	1,050,000	730,716
2006 Park district	1,580,000	792,599
2007 Park district	1,050,000	-
Tax increment bonds:		
2001 Revenue refunding and improvements bonds	1,850,000	276,060
2002 Special tax district bonds	1,770,000	108,915
2004 Special tax district bonds	1,270,000	138,829
2006 Special tax district bonds	<u>2,260,000</u>	<u>157,585</u>
Total governmental activities long-term debt	<u>\$ 10,991,000</u>	<u>\$ 2,242,516</u>
Business-type activities:		
Water Utility:		
Revenue bonds:		
2003 Refunding revenue bonds	\$ 310,000	\$ 314,650
Wastewater Utility:		
Revenue bonds:		
2004 Refunding revenue bonds	<u>800,000</u>	<u>830,000</u>
Total business-type activities long-term debt	<u>\$ 1,110,000</u>	<u>\$ 1,144,650</u>

CITY OF ELKHART
OTHER REPORT

The annual report presented herein was prepared in addition to the official report prepared for the individual City office listed below:

Elkhart City Clerk

CITY OF ELKHART
AUDIT RESULT AND COMMENT

WATER AND WASTEWATER CUSTOMER DEPOSITS

The Controller's records show that the customer deposits cash balances at December 31, 2008, for the Water and Wastewater Utilities and the customer deposits payable balances on the trial balances did not agree. The liability for the Water Utility was underfunded by \$10,106 and the Wastewater Utility was overfunded by \$14,295.

In addition to the Controller's records, the City has a separate Utility System which also tracks customer deposits. Review of the Utility System records to date revealed that the customer deposit cash balances were in agreement with customer deposit liability for both Utilities as of July 14, 2009.

At all times, the manual and computerized records, subsidiary ledgers, control ledger, and reconciled bank balance should agree. If the reconciled bank balance is less than the subsidiary or control ledgers, then the responsible official or employee may be held personally responsible for the amount needed to balance the fund. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
302 WEST WASHINGTON STREET
ROOM E418
INDIANAPOLIS, INDIANA 46204-2769

Telephone: (317) 232-2513
Fax: (317) 232-4711
Web Site: www.in.gov/sboa

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

TO: THE OFFICIALS OF THE CITY OF ELKHART, ELKHART COUNTY, INDIANA

Compliance

We have audited the compliance of the City of Elkhart (City) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended December 31, 2008. The City's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the City's compliance with those requirements.

In our opinion, the City complied in all material respects with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2008.

Internal Control Over Compliance

The management of the City is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the City's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133
(Continued)

A control deficiency in a City's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiencies in internal control over compliance described in item 2008-1 of the accompanying Schedule of Findings and Questioned Costs to be significant deficiencies.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control. We did not identify any deficiencies in internal control over compliance that we consider to be significant deficiencies or material weaknesses, as defined above.

The City's response to the findings identified in our audit is described in the accompanying Corrective Action Plan. We did not audit the City's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the City's management, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. In accordance with Indiana Code 5-11-5-1, this report is a part of the public records of the State Board of Accounts and of the office examined.

STATE BOARD OF ACCOUNTS

August 20, 2009

CITY OF ELKHART
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended December 31, 2008

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>			
Direct Grant			
CDBG-Entitlement and (HUD - Administered) Small Cities Cluster Community Development Block Grants/Entitlement Grants	14.218	B-07-MC-18-0015 B-08-MC-18-0015	\$ 424,347 <u>672,789</u>
Total for cluster			<u>1,097,136</u>
Supportive Housing Program	14.235	IN36B402017 IN36B402023	9,745 <u>8,943</u>
Total for program			<u>18,688</u>
Fair Housing Assistance Program - State and Local	14.401		<u>67,201</u>
Pass-Through Elkhart Housing Authority Public Housing Capital Fund	14.872		<u>34,091</u>
Total for federal grantor agency			<u>1,217,116</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Pass-Through Indiana Department of Transportation Highway Planning and Construction Cluster Highway Planning and Construction	20.205	0600(463)	<u>308,365</u>
Pass-Through Indiana Criminal Justice Institute Highway Safety Cluster State and Community Highway Safety	20.600	PT-08-04-01-18 PT-09-04-01-20	27,745 <u>12,865</u>
Total for cluster			<u>40,610</u>
Direct Grant Airport Improvement Program	20.106	3-18-0018-16 3-18-0018-18 3-18-0018-19 3-18-0018-20	27,565 140,349 106,235 <u>7,204</u>
Total for program			<u>281,353</u>
Total for federal grantor agency			<u>630,328</u>
<u>ENVIRONMENTAL PROTECTION AGENCY</u>			
Direct Grant Brownfields Assessment and Cleanup Cooperative Agreements	66.818	BF00E42901	<u>51,111</u>
<u>CORPORATION FOR NATIONAL SERVICE</u>			
Pass-Through Indiana Commission for Community Services AmeriCorps	94.006	03ACHIN0010003	<u>63,085</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Homeland Security Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036		<u>7,889</u>
Assistance to Firefighters Grant	97.044	EMW-2006-FP-01192	<u>6,278</u>
Total for federal grantor agency			<u>14,167</u>
Total federal awards expended			<u>\$ 1,975,807</u>

The accompanying notes are an integral part of the Schedule of Expenditures of Federal Awards.

CITY OF ELKHART
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

I. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the City of Elkhart (City) and is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Accordingly, the amount of federal awards expended is based on when the activity related to the award occurs. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

II. Subrecipients

Of the federal expenditures presented in the schedule, the City provided federal awards to subrecipients as follows for the year ended December 31, 2008:

Program Title	Federal CFDA Number	Amount
Community Development Block Grants/ Entitlement Grants	14.218	\$ 77,987
Supportive Housing Program	14.235	18,688

CITY OF ELKHART
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

Material weaknesses identified?	no
Significant deficiencies identified that are not considered to be material weaknesses?	none reported

Noncompliance material to financial statements noted? no

Federal Awards:

Internal control over major programs:

Material weaknesses identified?	no
Significant deficiencies identified that are not considered to be material weaknesses?	yes

Type of auditor's report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? yes

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
14.218	Community Development Block Grants/Entitlement Grants

Dollar threshold used to distinguish between Type A and Type B programs: \$300,000

Auditee qualified as low-risk auditee? no

Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

FINDING 2008-1, INTERNAL CONTROLS - CASH MANAGEMENT

Federal Agency: U.S. Department of Housing and Urban Development
Federal Program: Community Development Block Grants/Entitlement Grants
CFDA Number: 14.218

CITY OF ELKHART
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Controls over the reconciling of City Controller records and the CDBG grant records have been insufficient. On December 31, 2008, the City Controller's cash balance of the Community Development Fund (231) is a negative \$19,199 and the cash balance of the CDBG Bookkeeper's Control Fund Ledger was a positive \$33,385, resulting in a difference of \$52,584. Differences noted during the audit that contributed to the variance between City Fund 231 balance and the CDBG Control Ledger balance included the following:

- (a) A timing difference between the drawn down amount and the posting of payments to the City Controller's record.
- (b) Posting of vendor checks to CDBG control ledger without a draw down request.
- (c) Duplicate posting of checks to CDBG control ledger.
- (d) Program income not posted to CDBG Control ledgers.
- (e) Money disbursed to HUD to correct errors in posting and to increase line items in IDES.

Governmental units should have internal controls in effect which provide reasonable assurance regarding the reliability of financial information and records, and compliance with laws and regulations. Among other things, safeguarding controls over cash and all other assets and all forms of information processing are necessary for proper internal control. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

Controls over the receipting, disbursing, recording, and accounting for the financial activities are necessary to avoid substantial risk of invalid transactions, inaccurate records and financial statements. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

At all times, the manual and/or computerized records, subsidiary ledgers, and control ledger should agree. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

In accordance with 24 CFR 85.20(b)(2):

"Accounting records. Grantees and subgrantees must maintain records which adequately identify the source and application of funds provided for financially-assisted activities. These records must contain information pertaining to grant or subgrant awards and authorizations, obligations, unobligated balances, assets, liabilities, outlays or expenditures, and income."

Failure to identify and correct differences in the cash balance of the Community Development Fund, per the City Controller's records, and the Cash Control Ledger of the CDBG Bookkeeper will result in the under or over stating of the Community Development Fund cash balance throughout the year.

We recommended that City officials initiate procedures to establish internal controls over the cash fund balance of the Community Development Fund and the cash balance of the CDBG Grant Control Ledger. Such procedures should include, on a monthly basis, reconciling the Community Development fund cash balance per the City Controller's records with the cash balance of the CDBG Bookkeeper's Control Ledger for the grant.



City of Elkhart, Indiana
the city with a heart

574.294.5471
Fax: 574.294.8491

City Controller's Office
229 S. Second St.
Elkhart, Indiana
46516

The Honorable
Dick Moore
Mayor

Stephen J. Malone
City Controller

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Finding Number 2007-1

Original SBA Audit Report Number: B32767

Fiscal Year: 2007

Auditee Contact Person: Stephen J. Malone

Title of Contact Person: City Controller

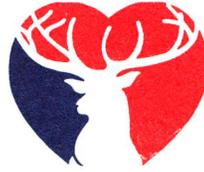
Phone Number: 574-294-5471

Status of Finding: Internal Controls – Cash Management –
Community Development and CDBG Federal Grant

Finding Number 2007-1 has been addressed in two ways. First, the Controller's Office audited the fund for the years 2003, 2004, 2005, and 2006 to identify where discrepancies occurred. The audit was expanded into 2007 to identify factors contributing to the difference. The audit revealed that the amount filed by the Community Development Office for reimbursement was less than actual costs incurred and paid by the City for personal services benefits. Second, the corrective action plan also included strengthening internal controls by developing a procedure to complete a monthly reconciliation of the records. The Controller's Office provided the Community Development Office with a monthly printout of financial activity of the fund to reconcile with CDBG records. Additional measures to improve the reliability of the reconciliation process have been identified. The protocol for completing the monthly reconciliation of records will incorporate a monthly meeting between the Community Development Office and the Controller's Office for the purpose of reconciling the accrual records of the Community Development Office with the cash records of the Controller's Office and producing a monthly report showing proper balances with outstanding items.

Signed Stephen J. Malone

Date 7/6/09



City of Elkhart, Indiana
the city with a heart

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City Controller's Office
229 S. Second St.
Elkhart, Indiana
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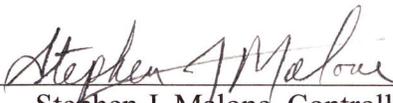
The Honorable
Dick Moore
Mayor

Stephen J. Malone
City Controller

CORRECTIVE ACTION PLAN

FINDING 2008-1 INTERNAL CONTROLS – CASH MANAGEMENT

The process of reconciling City Controller records and the CDBG grant records has been insufficient, resulting in a discrepancy in the records. Because reporting errors in CDBG grant records have contributed to the discrepancy, additional measures to improve the reliability of the reconciliation process have been identified. The protocol for completing the monthly reconciliation of records will incorporate a monthly meeting between the Community Development Department and the Controller's Office for the purpose of reconciling the accrual records of the Community Development Department with the cash records of the Controller's Office and producing a monthly report showing proper balances with outstanding items. Any need identified for an adjusting entry would focus on correcting errors in CDBG records.



Stephen J. Malone, Controller
City of Elkhart, Indiana

July 28, 2009
Date Signed

CITY OF ELKHART
EXIT CONFERENCE

The contents of this report were discussed on August 20, 2009, with Dick Moore, Mayor; Stephen J. Malone, City Controller; and Christy Holman, Deputy Controller.