

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

EXAMINATION REPORT
OF
TOWN OF ROSSVILLE
CLINTON COUNTY, INDIANA
January 1, 2007 to December 31, 2008



FILED
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TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Officials	2
Independent Accountant's Report.....	3
Financial Information:	
Schedules of Receipts, Disbursements, and Cash and Investment Balances	4
Notes to Financial Information	5-6
Supplementary Information:	
Schedule of Capital Assets.....	7
Schedule of Long-Term Debt	8
Exit Conference.....	9

OFFICIALS

Office

Official

Term

Clerk-Treasurer

Patricia McIlrath

01-01-04 to 12-31-11

President of the
Town Council

Allen Remyly

01-01-07 to 12-31-09



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE TOWN OF ROSSVILLE, CLINTON COUNTY, INDIANA

We have examined the financial information presented herein of the Town of Rossville (Town), for the period of January 1, 2007 to December 31, 2008. The Town's management is responsible for the financial information presented herein. Our responsibility is to express an opinion based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence supporting the financial information presented herein and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion.

In our opinion, the financial information referred to above presents fairly, in all material respects, the financial information of the Town for the years ended December 31, 2007 and 2008, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

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

STATE BOARD OF ACCOUNTS

October 13, 2009

TOWN OF ROSSVILLE
SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
ALL GOVERNMENTAL, PROPRIETARY, AND FIDUCIARY FUND TYPES
As Of And For The Years Ended December 31, 2007 And 2008

	Cash and Investments 01-01-07	Receipts	Disbursements	Cash and Investments 12-31-07
Governmental Funds:				
General	\$ 132,143	\$ 185,050	\$ 246,633	\$ 70,560
Motor Vehicle Highway	87,042	101,779	126,184	62,637
Local Road and Street	27,677	21,587	25,000	24,264
Law Enforcement Continuing Education	236	2,271	360	2,147
Riverboat	20,169	30,317	20,000	30,486
Recycle	3,205	6,569	4,514	5,260
County Economic Development Income Tax	61,615	37,925	46,751	52,789
Special Park Donation	4,184	3,104	3,293	3,995
Rainy Day	41,400	51,915	46,889	46,426
Mural Donation	340	125	-	465
Promotional	1,267	600	1,399	468
Operation Pullover	-	1,950	1,950	-
Volunteer Fire Department	3,696	602	532	3,766
Police Donation	-	45	45	-
Levy Excess	-	4,182	-	4,182
Cumulative Capital Improvement	38,607	42,228	35,000	45,835
Cumulative Capital Development	53,372	58,805	50,268	61,909
Proprietary Funds:				
Water Utility - Operating	94,748	217,858	213,765	98,841
Water Utility - Bond and Interest	23,530	56,028	56,520	23,038
Water Utility - Depreciation	60,607	144,973	165,615	39,965
Water Utility - Customer Deposit	26,270	25,882	26,904	25,248
Water Utility - Debt Service	72,449	182,803	203,615	51,637
Water Utility - Improvement	24,155	68,345	66,000	26,500
Wastewater Utility - Operating	87,493	276,905	284,904	79,494
Wastewater Utility - Bond and Interest	35,441	79,920	79,916	35,445
Wastewater Utility - Depreciation	43,299	131,025	127,000	47,324
Wastewater Utility - Customer Deposit	28,355	29,052	24,750	32,657
Wastewater Utility - Debt Service	49,391	158,965	154,000	54,356
Wastewater Utility - Improvement	29,854	31,044	45,467	15,431
Fiduciary Funds:				
Payroll	421	261,441	261,468	394
PERF	-	18,350	18,350	-
Totals	\$ 1,050,966	\$ 2,231,645	\$ 2,337,092	\$ 945,519

	Cash and Investments 01-01-08	Receipts	Disbursements	Cash and Investments 12-31-08
Governmental Funds:				
General	\$ 70,560	\$ 258,044	\$ 257,461	\$ 71,143
Motor Vehicle Highway	62,637	116,603	90,627	88,613
Local Road and Street	24,264	5,194	5,000	24,458
Law Enforcement Continuing Education	2,147	2,050	3,175	1,022
Riverboat	30,486	9,491	-	39,977
Recycle	5,260	4,649	7,470	2,439
County Economic Development Income Tax	52,789	17,579	40,000	30,368
Special Park Donation	3,995	3,435	3,695	3,735
Rainy Day	46,426	6,399	2,341	50,484
Mural Donation	465	2,311	2,776	-
Promotional	468	1,000	1,241	227
Operation Pullover	-	2,150	2,150	-
Volunteer Fire Department	3,766	396,441	393,221	6,986
Police Donation	-	2,000	2,000	-
Levy Excess	4,182	-	4,182	-
Cumulative Capital Improvement	45,835	4,921	42,000	8,756
Cumulative Capital Development	61,909	12,842	55,000	19,751
Proprietary Funds:				
Water Utility - Operating	98,841	201,293	200,046	100,088
Water Utility - Bond and Interest	23,038	48,620	49,601	22,057
Water Utility - Depreciation	39,965	3,684	-	43,649
Water Utility - Customer Deposit	25,248	5,520	4,606	26,162
Water Utility - Debt Service	51,637	3,285	-	54,922
Water Utility - Improvement	26,500	2,243	-	28,743
Wastewater Utility - Operating	79,494	290,831	318,927	51,398
Wastewater Utility - Bond and Interest	35,445	80,289	82,684	33,050
Wastewater Utility - Depreciation	47,324	3,805	-	51,129
Wastewater Utility - Customer Deposit	32,657	8,060	6,292	34,425
Wastewater Utility - Debt Service	54,356	3,326	-	57,682
Wastewater Utility - Improvement	15,431	2,532	12,000	5,963
Wastewater Utility - Storm Water	-	2,056	-	2,056
Fiduciary Funds:				
Payroll	394	287,412	287,440	366
PERF	-	19,617	19,617	-
Totals	\$ 945,519	\$ 1,807,682	\$ 1,893,552	\$ 859,649

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

TOWN OF ROSSVILLE
NOTES TO FINANCIAL INFORMATION

Note 1. Introduction

The Town was established under the laws of the State of Indiana. The Town provides the following services: public safety, health and social services, culture and recreation, and general administrative services.

Note 2. Fund Accounting

The Town uses funds to report on its cash and investments and the results of its operations on a cash basis. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain governmental functions or activities.

Note 3. Budgets

The operating budget is initially prepared and approved at the local level. In addition, funds for which property taxes are levied or highway use taxes are received are subject to final approval by the Indiana Department of Local Government Finance.

Note 4. Property Taxes

Property taxes levied are collected by the County Treasurer and are distributed to the Town in June and December. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's March 1 (lien date) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100% of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which become delinquent if not paid by May 10 and November 10, respectively.

Note 5. Deposits and Investments

Deposits, made in accordance with Indiana Code 5-13, with financial institutions in the State of Indiana at year end were entirely insured by the Federal Depository Insurance Corporation or by the Indiana Public Deposit Insurance Fund. This includes any deposit accounts issued or offered by a qualifying financial institution.

TOWN OF ROSSVILLE
NOTES TO FINANCIAL INFORMATION
(Continued)

State statute (IC 5-13-9) authorizes the Town to invest in securities including, but not limited to, federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local governmental units.

Note 6. Pension Plan

Public Employees' Retirement Fund

Plan Description

The Town contributes to the Indiana Public Employees' Retirement Fund (PERF), a defined benefit pension plan. PERF is an agent multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All full-time employees are eligible to participate in this defined benefit plan. State statutes (IC 5-10.2 and 5-10.3) govern, through the PERF Board, most requirements of the system, and give the Town authority to contribute to the plan. The PERF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of members' contributions, set by state statute at 3% of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

PERF administers the plan and issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole and for its participants. That report may be obtained by contacting:

Public Employees' Retirement Fund
Harrison Building, Room 800
143 West Market Street
Indianapolis, IN 46204
Ph. (317) 233-4162

Funding Policy and Annual Pension Cost

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

TOWN OF ROSSVILLE
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS
 For The Year Ended December 31, 2008

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

<u>Primary Government</u>	<u>Ending Balance</u>
Governmental activities:	
Capital assets, not being depreciated:	
Land	\$ 79,939
Infrastructure	17,750
Buildings	54,841
Improvements other than buildings	62,979
Machinery and equipment	507,086
Construction in progress	<u>59,351</u>
 Total governmental activities, capital assets not being depreciated	 \$ <u><u>781,946</u></u>
Business-type activities:	
Water Utility:	
Capital assets, not being depreciated:	
Land	\$ 31,350
Buildings	10,756
Improvements other than buildings	759,890
Machinery and equipment	<u>72,515</u>
 Total Water Utility capital assets	 <u>874,511</u>
Wastewater Utility:	
Capital assets, not being depreciated:	
Land	600
Buildings	2,838,339
Improvements other than buildings	720,130
Machinery and equipment	<u>338,939</u>
 Total Wastewater Utility capital assets	 <u>3,898,008</u>
 Total business-type activities capital assets	 \$ <u><u>4,772,519</u></u>

TOWN OF ROSSVILLE
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT
 For The Year Ended December 31, 2008

Description of Debt	Ending Balance	Due Within One Year
Business-type activities:		
Water Utility:		
Revenue bonds:		
2001 Wastewater Refunding Bonds	\$ 384,000	\$ 38,791
Wastewater Utility:		
Revenue bonds:		
1999 Wastewater Refunding Bonds	25,000	25,581
2004 Wastewater Refunding Bonds	417,000	53,939
Total Wastewater Utility	442,000	79,520
Total business-type activities long-term debt	\$ 826,000	\$ 118,311

TOWN OF ROSSVILLE
EXIT CONFERENCE

The contents of this report were discussed on October 13, 2009, with Pat McIlrath, Clerk-Treasurer. Our examination disclosed no material items that warrant comment at this time.