

B37088

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

AUDIT REPORT

OF

CITY OF CROWN POINT

LAKE COUNTY, INDIANA

January 1, 2008 to December 31, 2009



FILED
06/03/2010

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SCHEDULE OF OFFICIALS

| <u>Office</u> | <u>Official</u> | <u>Term</u> |
|--|----------------------------------|--|
| Clerk-Treasurer | Patti Olson | 01-01-08 to 12-31-11 |
| Mayor | David D. F. Uran | 01-01-08 to 12-31-11 |
| City Judge | Kent A. Jeffirs | 01-01-08 to 12-31-11 |
| President of the Board of Public Works and Safety | David D. F. Uran | 01-01-08 to 12-31-10 |
| President of the Common Council | Robert C. Corbin Carol Drasga | 01-01-08 to 12-31-09 01-01-10 to 12-31-10 |
| Superintendent of Utilities | Kent Swinehart | 01-01-08 to 12-31-10 |
| Director of Public Works | Jay Olson | 01-01-08 to 12-31-10 |
| Plant Superintendent | Ron Henley | 01-01-08 to 12-31-10 |



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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 CROWN POINT, LAKE 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 Crown Point (City), as of and for the years ended December 31, 2008 and 2009, 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 2009, and the respective cash receipts and cash disbursements during the years then ended on the basis of accounting described in Note I.

In accordance with Government Auditing Standards, we have also issued a report dated March 24, 2010, 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 City has not presented Schedules of Funding Progress, a Schedule of Contributions From the Employer and Other Contributing Entities, 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

March 24, 2010



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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 CROWN POINT, LAKE 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 Crown Point (City), as of and for the years ended December 31, 2008 and 2009, which collectively comprise the City's basic financial statements and have issued our report thereon dated March 24, 2010. 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.

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)

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.

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.

This report is intended solely for the information and use of the City's management, the Common Council, 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

March 24, 2010

CITY OF CROWN POINT
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 | \$ 6,690,966 | \$ 1,085,663 | \$ 53,126 | \$ - | \$ (5,552,177) | \$ - | \$ (5,552,177) |
| Public safety | 6,761,017 | 1,386,422 | 158,000 | - | (5,216,595) | - | (5,216,595) |
| Highways and streets | 3,236,708 | 2,802 | 561,314 | 236,082 | (2,436,510) | - | (2,436,510) |
| Sanitation | 307,931 | 1,232,467 | - | - | 924,536 | - | 924,536 |
| Economic development | 120,058 | - | - | - | (120,058) | - | (120,058) |
| Culture and recreation | 1,276,385 | 292,259 | 235,243 | - | (748,883) | - | (748,883) |
| Principal and interest on indebtedness | 456,773 | - | - | - | (456,773) | - | (456,773) |
| Total governmental activities | <u>18,849,838</u> | <u>3,999,613</u> | <u>1,007,683</u> | <u>236,082</u> | <u>(13,606,460)</u> | <u>-</u> | <u>(13,606,460)</u> |
| Business-type activities: | | | | | | | |
| Wastewater | 6,437,989 | 4,428,740 | - | - | - | (2,009,249) | (2,009,249) |
| Water | 7,013,234 | 6,047,111 | - | - | - | (966,123) | (966,123) |
| Total business-type activities | <u>13,451,223</u> | <u>10,475,851</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>(2,975,372)</u> | <u>(2,975,372)</u> |
| Total primary government | <u>\$ 32,301,061</u> | <u>\$ 14,475,464</u> | <u>\$ 1,007,683</u> | <u>\$ 236,082</u> | <u>(13,606,460)</u> | <u>(2,975,372)</u> | <u>(16,581,832)</u> |
| General receipts: | | | | | | | |
| Property taxes | | | | | 10,551,390 | - | 10,551,390 |
| Intergovernmental | | | | | 2,596,455 | - | 2,596,455 |
| Other local sources | | | | | 542,543 | - | 542,543 |
| Net proceeds from borrowings | | | | | 1,739,529 | - | 1,739,529 |
| Grants and contributions not restricted to specific programs | | | | | 145,557 | - | 145,557 |
| Investment earnings | | | | | 802,315 | 178,551 | 980,866 |
| Interfund loan - internal activities | | | | | (500,000) | 500,000 | - |
| Net tax anticipation warrant proceeds | | | | | 29,572 | - | 29,572 |
| Total general receipts | | | | | <u>15,907,361</u> | <u>678,551</u> | <u>16,585,912</u> |
| Change in net assets | | | | | 2,300,901 | (2,296,821) | 4,080 |
| Net assets - beginning | | | | | <u>7,018,767</u> | <u>8,784,234</u> | <u>15,803,001</u> |
| Net assets - ending | | | | | <u>\$ 9,319,668</u> | <u>\$ 6,487,413</u> | <u>\$ 15,807,081</u> |
| <u>Assets</u> | | | | | | | |
| Cash and investments | | | | | \$ 5,096,805 | \$ 798,867 | \$ 5,895,672 |
| Restricted assets: | | | | | | | |
| Cash and investments | | | | | <u>4,222,863</u> | <u>5,688,546</u> | <u>9,911,409</u> |
| Total assets | | | | | <u>\$ 9,319,668</u> | <u>\$ 6,487,413</u> | <u>\$ 15,807,081</u> |
| <u>Net Assets</u> | | | | | | | |
| Restricted for: | | | | | | | |
| General government | | | | | \$ 53,111 | \$ - | \$ 53,111 |
| Public safety | | | | | 7,281 | - | 7,281 |
| Highways and streets | | | | | 432,221 | - | 432,221 |
| Culture and recreation | | | | | 164,029 | - | 164,029 |
| Debt service | | | | | 313,991 | 1,574,142 | 1,888,133 |
| Capital outlay | | | | | 2,456,877 | - | 2,456,877 |
| Other purposes | | | | | 795,353 | 4,114,404 | 4,909,757 |
| Unrestricted | | | | | <u>5,096,805</u> | <u>798,867</u> | <u>5,895,672</u> |
| Total net assets | | | | | <u>\$ 9,319,668</u> | <u>\$ 6,487,413</u> | <u>\$ 15,807,081</u> |

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

CITY OF CROWN POINT
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 | Motor Vehicle Highway | Crown Point Redevelopment | Other Governmental Funds | Totals |
|---|---------------------|-----------------------------|------------------------------|--------------------------------|---------------------|
| Receipts: | | | | | |
| Taxes | \$ 8,383,044 | \$ 1,076,462 | \$ 817,707 | \$ 1,096,561 | \$ 11,373,774 |
| Special assessments | - | - | - | 20,720 | 20,720 |
| Licenses and permits | 554,181 | - | - | - | 554,181 |
| Intergovernmental | 823,358 | 641,793 | 513,306 | 1,258,897 | 3,237,354 |
| Charges for services | 2,071,762 | 2,802 | - | 216,455 | 2,291,019 |
| Fines and forfeits | 113,930 | - | - | 128,865 | 242,795 |
| Interfund loans | 2,000,000 | - | 800,000 | 880,449 | 3,680,449 |
| Other | 634,379 | 56,549 | 18,288 | 118,776 | 827,992 |
| Total receipts | 14,580,654 | 1,777,606 | 2,149,301 | 3,720,723 | 22,228,284 |
| Disbursements: | | | | | |
| General government | 3,877,227 | - | - | 218,720 | 4,095,947 |
| Public safety | 6,935,653 | - | - | 397,603 | 7,333,256 |
| Highways and streets | - | 1,656,325 | - | 153,195 | 1,809,520 |
| Sanitation | - | - | - | 199,282 | 199,282 |
| Culture and recreation | 1,011,582 | - | - | 104,223 | 1,115,805 |
| Interfund loans | 2,500,000 | - | 800,000 | 880,449 | 4,180,449 |
| Debt service: | | | | | |
| Principal | 15,533 | - | - | 319,569 | 335,102 |
| Interest | 2,213 | - | - | 119,458 | 121,671 |
| Capital outlay: | | | | | |
| General government | 13,620 | - | - | 178,248 | 191,868 |
| Public safety | 275,140 | - | - | 160,621 | 435,761 |
| Highways and streets | - | 288,497 | 1,208,024 | - | 1,496,521 |
| Sanitation | - | - | - | 108,649 | 108,649 |
| Economic development | - | - | 99,920 | 20,138 | 120,058 |
| Culture and recreation | 39,857 | - | - | 240,723 | 280,580 |
| Total disbursements | 14,670,825 | 1,944,822 | 2,107,944 | 3,100,878 | 21,824,469 |
| Excess (deficiency) of receipts over disbursements | (90,171) | (167,216) | 41,357 | 619,845 | 403,815 |
| Other financing sources (uses): | | | | | |
| Net proceeds from borrowings | - | - | - | 1,739,529 | 1,739,529 |
| Tax anticipation warrant proceeds | 4,716,944 | - | - | - | 4,716,944 |
| Tax anticipation warrant repayments | (4,687,372) | - | - | - | (4,687,372) |
| Transfers in | - | - | - | 170,618 | 170,618 |
| Transfers out | (95,968) | - | (74,650) | - | (170,618) |
| Total other financing sources (uses) | (66,396) | - | (74,650) | 1,910,147 | 1,769,101 |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | (156,567) | (167,216) | (33,293) | 2,529,992 | 2,172,916 |
| Cash and investment fund balance - beginning | 2,437,911 | 271,562 | 602,955 | 3,038,971 | 6,351,399 |
| Cash and investment fund balance - ending | \$ 2,281,344 | \$ 104,346 | \$ 569,662 | \$ 5,568,963 | 8,524,315 |
| Amounts reported for governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis are different because: | | | | | |
| Internal services funds are used by management to charge the costs of certain services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis. | | | | | |
| | | | | | <u>795,353</u> |
| Net assets of governmental activities | | | | | \$ 9,319,668 |
| Cash and Investment Assets - Ending | | | | | |
| Cash and investments | \$ 2,281,344 | \$ - | \$ - | \$ 2,780,248 | \$ 5,061,592 |
| Restricted assets: | | | | | |
| Cash and investments | - | 104,346 | 569,662 | 2,788,715 | 3,462,723 |
| Total cash and investment assets - ending | \$ 2,281,344 | \$ 104,346 | \$ 569,662 | \$ 5,568,963 | \$ 8,524,315 |
| Cash and Investment Fund Balance - Ending | | | | | |
| Restricted for: | | | | | |
| General government | \$ - | \$ - | \$ - | \$ 53,111 | \$ 53,111 |
| Public safety | - | - | - | 42,494 | 42,494 |
| Highways and streets | - | 104,346 | - | 327,875 | 432,221 |
| Culture and recreation | - | - | - | 164,029 | 164,029 |
| Debt service | - | - | - | 313,991 | 313,991 |
| Capital outlay | - | - | 569,662 | 1,887,215 | 2,456,877 |
| Unrestricted | 2,281,344 | - | - | 2,780,248 | 5,061,592 |
| Total cash and investment fund balance - ending | \$ 2,281,344 | \$ 104,346 | \$ 569,662 | \$ 5,568,963 | \$ 8,524,315 |

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

CITY OF CROWN POINT
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

| | Wastewater | Water | Totals | Internal Service Funds |
|---|---------------------|---------------------|---------------------|------------------------------|
| Operating receipts: | | | | |
| Metered/measured | \$ 3,312,937 | \$ 5,014,462 | \$ 8,327,399 | \$ - |
| Fire protection receipts | - | 805,544 | 805,544 | - |
| Storm water fees | 124,796 | - | 124,796 | - |
| Penalties | 47,625 | 27,136 | 74,761 | - |
| Charges for services | - | - | - | 642,960 |
| Employer contributions | - | - | - | 1,560,933 |
| Employee contributions | - | - | - | 186,003 |
| Interfund loan proceeds | 500,000 | - | 500,000 | - |
| Miscellaneous | 943,382 | 199,969 | 1,143,351 | 504,840 |
| | <u>4,928,740</u> | <u>6,047,111</u> | <u>10,975,851</u> | <u>2,894,736</u> |
| Total operating receipts | | | | |
| Operating disbursements: | | | | |
| Salaries and wages | 1,269,811 | 1,295,893 | 2,565,704 | - |
| Employee pensions and benefits | 408,051 | 392,803 | 800,854 | - |
| Purchased water | - | 2,734,145 | 2,734,145 | - |
| Sludge removal | 32,577 | - | 32,577 | - |
| Purchased power | 364,041 | 138,257 | 502,298 | - |
| Fuel for power production | - | 2,019 | 2,019 | - |
| Chemicals | 101,311 | 467 | 101,778 | - |
| Material and supplies | 177,730 | 579,753 | 757,483 | - |
| Contractual services | 666,337 | 175,669 | 842,006 | - |
| Rents | 1,088 | 120 | 1,208 | - |
| Transportation | 75,822 | 63,367 | 139,189 | - |
| Insurance claims and expense | 44,570 | 46,188 | 90,758 | 2,766,751 |
| Taxes | 94,924 | - | 94,924 | - |
| Equipment and capital improvements | 1,302,221 | 671,790 | 1,974,011 | - |
| Miscellaneous | 852,781 | 229,673 | 1,082,454 | - |
| | <u>5,391,264</u> | <u>6,330,144</u> | <u>11,721,408</u> | <u>2,766,751</u> |
| Total operating disbursements | | | | |
| Excess (deficiency) of operating receipts over operating disbursements | <u>(462,524)</u> | <u>(283,033)</u> | <u>(745,557)</u> | <u>127,985</u> |
| Nonoperating receipts (disbursements): | | | | |
| Investment income | 60,510 | 118,041 | 178,551 | - |
| Debt service of principal | (715,000) | (460,000) | (1,175,000) | - |
| Interest disbursements | (331,725) | (223,090) | (554,815) | - |
| | <u>(986,215)</u> | <u>(565,049)</u> | <u>(1,551,264)</u> | <u>-</u> |
| Total nonoperating receipts (disbursements) | | | | |
| Excess (deficiency) of receipts over disbursements and nonoperating receipts (disbursements) | <u>(1,448,739)</u> | <u>(848,082)</u> | <u>(2,296,821)</u> | <u>127,985</u> |
| Cash and investment fund balance - beginning | <u>2,913,803</u> | <u>5,870,431</u> | <u>8,784,234</u> | <u>667,368</u> |
| Cash and investment fund balance - ending | <u>\$ 1,465,064</u> | <u>\$ 5,022,349</u> | <u>\$ 6,487,413</u> | <u>\$ 795,353</u> |
| <u>Cash and Investment Assets - December 31</u> | | | | |
| Cash and investments | \$ 151,337 | \$ 647,530 | \$ 798,867 | \$ - |
| Restricted assets: | | | | |
| Cash and investments | <u>1,313,727</u> | <u>4,374,819</u> | <u>5,688,546</u> | <u>795,353</u> |
| Total cash and investment assets - December 31 | <u>\$ 1,465,064</u> | <u>\$ 5,022,349</u> | <u>\$ 6,487,413</u> | <u>\$ 795,353</u> |
| <u>Cash and Investment Fund Balance - December 31</u> | | | | |
| Restricted for: | | | | |
| Debt service | \$ 1,255,445 | \$ 318,697 | \$ 1,574,142 | \$ - |
| Other purposes | 58,282 | 4,056,122 | 4,114,404 | 795,353 |
| Unrestricted | <u>151,337</u> | <u>647,530</u> | <u>798,867</u> | <u>-</u> |
| Total cash and investment fund balance - December 31 | <u>\$ 1,465,064</u> | <u>\$ 5,022,349</u> | <u>\$ 6,487,413</u> | <u>\$ 795,353</u> |

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

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

| | Pension Trust Funds | Agency Funds |
|---|------------------------|-----------------|
| Additions: | | |
| Contributions: | | |
| Employer | \$ 133,124 | |
| Plan members | 13,430 | |
| State | 206,082 | |
| Total contributions | 352,636 | |
| Deductions: | | |
| Benefits | 373,022 | |
| Excess (deficiency) of total additions over total deductions | (20,386) | |
| Cash and investment fund balance - beginning | 783,571 | |
| Cash and investment fund balance - ending | \$ 763,185 | \$ 738,363 |

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

CITY OF CROWN POINT
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS
For The Year Ended December 31, 2009

| 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 | \$ 8,734,353 | \$ 418,847 | \$ 80,422 | \$ - | \$ (8,235,084) | \$ - | \$ (8,235,084) |
| Public safety | 9,313,842 | 1,431,317 | 2,947,888 | - | (4,934,637) | - | (4,934,637) |
| Highways and streets | 4,070,187 | 2,802 | 561,475 | 228,896 | (3,277,014) | - | (3,277,014) |
| Sanitation | 354,345 | 1,658,733 | - | - | 1,304,388 | - | 1,304,388 |
| Economic development | 279,072 | - | - | - | (279,072) | - | (279,072) |
| Culture and recreation | 1,162,248 | 250,495 | 15,000 | - | (896,753) | - | (896,753) |
| Principal and interest on indebtedness | 890,995 | - | - | - | (890,995) | - | (890,995) |
| Total governmental activities | <u>24,805,042</u> | <u>3,762,194</u> | <u>3,604,785</u> | <u>228,896</u> | <u>(17,209,167)</u> | <u>-</u> | <u>(17,209,167)</u> |
| Business-type activities: | | | | | | | |
| Wastewater | 4,367,620 | 4,817,690 | - | - | - | 450,070 | 450,070 |
| Water | 6,005,444 | 5,110,168 | - | - | - | (895,276) | (895,276) |
| Total business-type activities | <u>10,373,064</u> | <u>9,927,858</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>(445,206)</u> | <u>(445,206)</u> |
| Total primary government | <u>\$ 35,178,106</u> | <u>\$ 13,690,052</u> | <u>\$ 3,604,785</u> | <u>\$ 228,896</u> | <u>(17,209,167)</u> | <u>(445,206)</u> | <u>(17,654,373)</u> |
| General receipts: | | | | | | | |
| Property taxes | | | | | 9,674,019 | - | 9,674,019 |
| Intergovernmental | | | | | 1,815,187 | - | 1,815,187 |
| Other local sources | | | | | 4,165,942 | - | 4,165,942 |
| Grants and contributions not restricted to specific programs | | | | | 120,622 | - | 120,622 |
| Investment earnings | | | | | 473,223 | 120,124 | 593,347 |
| Net tax anticipation warrant proceeds | | | | | 148,292 | - | 148,292 |
| Total general receipts | | | | | <u>16,397,285</u> | <u>120,124</u> | <u>16,517,409</u> |
| Change in net assets | | | | | (811,882) | (325,082) | (1,136,964) |
| Net assets - beginning | | | | | <u>9,319,668</u> | <u>6,487,413</u> | <u>15,807,081</u> |
| Net assets - ending | | | | | <u>\$ 8,507,786</u> | <u>\$ 6,162,331</u> | <u>\$ 14,670,117</u> |
| Assets | | | | | | | |
| Cash and investments | | | | | \$ 3,825,541 | \$ 1,173,781 | \$ 4,999,322 |
| Restricted assets: | | | | | | | |
| Cash and investments | | | | | <u>4,682,245</u> | <u>4,988,550</u> | <u>9,670,795</u> |
| Total assets | | | | | <u>\$ 8,507,786</u> | <u>\$ 6,162,331</u> | <u>\$ 14,670,117</u> |
| Net Assets | | | | | | | |
| Restricted for: | | | | | | | |
| General government | | | | | \$ 81,887 | \$ - | \$ 81,887 |
| Public safety | | | | | 189,938 | - | 189,938 |
| Highways and streets | | | | | 150,180 | - | 150,180 |
| Culture and recreation | | | | | 220,114 | - | 220,114 |
| Debt service | | | | | 2,612 | 1,368,351 | 1,370,963 |
| Capital outlay | | | | | 3,155,209 | - | 3,155,209 |
| Other purposes | | | | | 882,305 | 3,620,199 | 4,502,504 |
| Unrestricted | | | | | <u>3,825,541</u> | <u>1,173,781</u> | <u>4,999,322</u> |
| Total net assets | | | | | <u>\$ 8,507,786</u> | <u>\$ 6,162,331</u> | <u>\$ 14,670,117</u> |

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

CITY OF CROWN POINT
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, 2009

| | General | Motor Vehicle Highway | Crown Point Redevelopment | Other Governmental Funds | Totals |
|---|---------------------|-----------------------------|------------------------------|--------------------------------|---------------------|
| Receipts: | | | | | |
| Taxes | \$ 7,619,004 | \$ 1,137,327 | \$ 713,726 | \$ 922,460 | \$ 10,392,517 |
| Special assessments | - | - | - | 9,596 | 9,596 |
| Licenses and permits | 403,914 | - | - | - | 403,914 |
| Intergovernmental | 683,639 | 655,401 | 1,690,367 | 3,641,816 | 6,671,223 |
| Charges for services | 2,378,410 | 2,802 | - | 388,997 | 2,770,209 |
| Fines and forfeits | 127,673 | - | - | 168,156 | 295,829 |
| Interfund loans | 2,000,000 | 500,000 | 800,000 | 800,000 | 4,100,000 |
| Other | 600,614 | 666,768 | 11,943 | 87,393 | 1,366,718 |
| Total receipts | 13,813,254 | 2,962,298 | 3,216,036 | 6,018,418 | 26,010,006 |
| Disbursements: | | | | | |
| General government | 4,240,158 | - | - | 1,427,353 | 5,667,511 |
| Public safety | 6,791,412 | - | - | 3,037,285 | 9,828,697 |
| Highways and streets | 159,774 | 2,026,291 | - | 406,591 | 2,592,656 |
| Sanitation | - | - | - | 310,463 | 310,463 |
| Culture and recreation | 707,200 | - | - | 69,825 | 777,025 |
| Interfund loans | 2,000,000 | 500,000 | 800,000 | 800,000 | 4,100,000 |
| Debt service: | | | | | |
| Principal | 27,187 | - | 145,000 | 455,403 | 627,590 |
| Interest | 8,305 | - | 152,524 | 102,576 | 263,405 |
| Capital outlay: | | | | | |
| General government | 13,167 | - | 153,032 | 98,011 | 264,210 |
| Public safety | 215,339 | - | - | 245,806 | 461,145 |
| Highways and streets | 30,408 | 92,966 | 1,228,912 | 329,245 | 1,681,531 |
| Sanitation | - | - | - | 43,882 | 43,882 |
| Economic development | - | - | 259,622 | 2,758 | 262,380 |
| Culture and recreation | 124,634 | - | - | 344,589 | 469,223 |
| Total disbursements | 14,317,584 | 2,619,257 | 2,739,090 | 7,673,787 | 27,349,718 |
| Excess (deficiency) of receipts over disbursements | (504,330) | 343,041 | 476,946 | (1,655,369) | (1,339,712) |
| Other financing sources (uses): | | | | | |
| Tax anticipation warrant proceeds | 5,173,394 | - | - | - | 5,173,394 |
| Tax anticipation warrant repayments | (5,025,102) | - | - | - | (5,025,102) |
| Transfers in | - | - | 297,525 | 310,869 | 608,394 |
| Transfers out | (280,061) | - | - | (328,333) | (608,394) |
| Other receipts | 169,786 | - | - | 122,800 | 292,586 |
| Total other financing sources (uses) | 38,017 | - | 297,525 | 105,336 | 440,878 |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | (466,313) | 343,041 | 774,471 | (1,550,033) | (898,834) |
| Cash and investment fund balance - beginning | 2,281,344 | 104,346 | 569,662 | 5,568,963 | 8,524,315 |
| Cash and investment fund balance - ending | \$ 1,815,031 | \$ 447,387 | \$ 1,344,133 | \$ 4,018,930 | 7,625,481 |
| Amounts reported for governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis are different because: | | | | | |
| Internal services funds are used by management to charge the costs of certain services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis. | | | | | |
| | | | | | 882,305 |
| Net assets of governmental activities | | | | | <u>\$ 8,507,786</u> |
| Cash and Investment Assets - Ending | | | | | |
| Cash and investments | \$ 1,815,031 | \$ - | \$ - | \$ 1,521,372 | \$ 3,336,403 |
| Restricted assets: | | | | | |
| Cash and investments | - | 447,387 | 1,344,133 | 2,497,558 | 4,289,078 |
| Total cash and investment assets - ending | \$ 1,815,031 | \$ 447,387 | \$ 1,344,133 | \$ 4,018,930 | \$ 7,625,481 |
| Cash and Investment Fund Balance - Ending | | | | | |
| Restricted for: | | | | | |
| General government | \$ - | \$ - | \$ - | \$ 71,471 | \$ 71,471 |
| Public safety | - | - | - | 242,105 | 242,105 |
| Highways and streets | - | 447,387 | - | 150,180 | 597,567 |
| Culture and recreation | - | - | - | 220,114 | 220,114 |
| Debt service | - | - | - | 2,612 | 2,612 |
| Capital outlay | - | - | 1,344,133 | 1,811,076 | 3,155,209 |
| Unrestricted | 1,815,031 | - | - | 1,521,372 | 3,336,403 |
| Total cash and investment fund balance - ending | \$ 1,815,031 | \$ 447,387 | \$ 1,344,133 | \$ 4,018,930 | \$ 7,625,481 |

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

CITY OF CROWN POINT
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, 2009

| | Wastewater | Water | Totals | Internal Service Funds |
|---|---------------------|---------------------|---------------------|------------------------------|
| Operating receipts: | | | | |
| Metered/measured | \$ 3,468,484 | \$ 4,019,466 | \$ 7,487,950 | \$ - |
| Fire protection receipts | - | 846,036 | 846,036 | - |
| Storm water fees | 840,583 | - | 840,583 | - |
| Penalties | 64,675 | 47,291 | 111,966 | - |
| Charges for services | - | - | - | 698,000 |
| Employer contributions | - | - | - | 1,514,800 |
| Employee contributions | - | - | - | 333,211 |
| Miscellaneous | 443,948 | 197,375 | 641,323 | 611,065 |
| Total operating receipts | 4,817,690 | 5,110,168 | 9,927,858 | 3,157,076 |
| Operating disbursements: | | | | |
| Salaries and wages | 1,018,877 | 1,181,434 | 2,200,311 | - |
| Employee pensions and benefits | 383,086 | 396,715 | 779,801 | - |
| Purchased water | - | 1,846,430 | 1,846,430 | - |
| Sludge removal | 52,698 | - | 52,698 | - |
| Purchased power | 232,748 | 109,095 | 341,842 | - |
| Fuel for power production | 4,790 | 385 | 5,175 | - |
| Chemicals | 135,974 | 154 | 136,128 | - |
| Material and supplies | 126,454 | 468,444 | 594,898 | - |
| Contractual services | 530,584 | 321,694 | 852,277 | - |
| Rents | 8,291 | 5,230 | 13,522 | - |
| Transportation | 37,055 | 45,221 | 82,276 | - |
| Insurance claims and expense | 72,919 | 90,942 | 163,861 | 2,985,124 |
| Regulatory commission | 68,454 | 166,225 | 234,679 | - |
| Administration and general | 164 | - | 164 | - |
| Refunds | 6,584 | 6,511 | 13,096 | - |
| Equipment and capital improvements | 58,033 | 606,050 | 664,083 | - |
| Miscellaneous | 584,833 | 68,288 | 653,122 | 85,000 |
| Total operating disbursements | 3,321,545 | 5,312,819 | 8,634,364 | 3,070,124 |
| Excess (deficiency) of operating receipts over operating disbursements | 1,496,145 | (202,651) | 1,293,494 | 86,952 |
| Nonoperating receipts (disbursements): | | | | |
| Investment income | 35,238 | 84,886 | 120,124 | - |
| Debt service of principal | (740,000) | (440,000) | (1,180,000) | - |
| Interest disbursements | (306,075) | (252,625) | (558,700) | - |
| Total nonoperating receipts (disbursements) | (1,010,837) | (607,739) | (1,618,576) | - |
| Excess (deficiency) of receipts over disbursements and nonoperating receipts (disbursements) | 485,308 | (810,390) | (325,082) | 86,952 |
| Cash and investment fund balance - beginning | 1,465,064 | 5,022,349 | 6,487,413 | 795,353 |
| Cash and investment fund balance - ending | <u>\$ 1,950,372</u> | <u>\$ 4,211,959</u> | <u>\$ 6,162,331</u> | <u>\$ 882,305</u> |
| <u>Cash and Investment Assets - December 31</u> | | | | |
| Cash and investments | \$ 766,806 | \$ 406,975 | \$ 1,173,781 | \$ - |
| Restricted assets: | | | | |
| Cash and investments | 1,183,566 | 3,804,984 | 4,988,550 | 882,305 |
| Total cash and investment assets - December 31 | <u>\$ 1,950,372</u> | <u>\$ 4,211,959</u> | <u>\$ 6,162,331</u> | <u>\$ 882,305</u> |
| <u>Cash and Investment Fund Balance - December 31</u> | | | | |
| Restricted for: | | | | |
| Debt service | \$ 1,051,489 | \$ 316,862 | \$ 1,368,351 | \$ - |
| Other purposes | 132,077 | 3,488,122 | 3,620,199 | 882,305 |
| Unrestricted | 766,806 | 406,975 | 1,173,781 | - |
| Total cash and investment fund balance - December 31 | <u>\$ 1,950,372</u> | <u>\$ 4,211,959</u> | <u>\$ 6,162,331</u> | <u>\$ 882,305</u> |

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

CITY OF CROWN POINT
STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
FIDUCIARY FUNDS
For The Year Ended December 31, 2009

| | Pension Trust Funds | Agency Funds |
|--|------------------------|-----------------|
| Additions: | | |
| Contributions: | | |
| Employer | \$ 163,993 | |
| Plan members | 9,380 | |
| State | 398,090 | |
| Total contributions | 571,463 | |
| Deductions: | | |
| Benefits | 434,376 | |
| Excess of total additions over total deductions | 137,087 | |
| Cash and investment fund balance - beginning | 763,185 | |
| Cash and investment fund balance - ending | \$ 900,272 | \$ 754,803 |

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

CITY OF CROWN POINT
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 storm water.

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

Primary Government: City of Crown Point

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

Joint Venture

The City is a participant with Lake, Porter and LaPorte Counties and all municipalities in the three counties in a joint venture to operate the Northwestern Indiana Regional Planning Commission (NIRPC). NIRPC was created as a multi-purpose area-wide planning agency for such fields as economic development, transportation, environmental protection, and comprehensive planning. NIRPC's enabling legislation (Indiana Code 36-7) provides that participating counties must provide an annual appropriation at a minimum level of thirty cents per capita. Complete financial statements for the NIRPC can be obtained from their administrative offices, 6100 Southport Road, Portage, Indiana, 46368.

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 assets, fund equity, 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.

CITY OF CROWN POINT
NOTES TO FINANCIAL STATEMENTS
(Continued)

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 motor vehicle highway fund (MVH) accounts for state and local monies collected for highway and street construction and improvements.

The crown point redevelopment fund is used to account for disbursements for undertaking and carrying out redevelopment projects from property taxes.

The City reports the following major enterprise funds:

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, as well as the storm water collection system.

Additionally, the City reports the following fund types:

The internal service funds account for health insurance provided to other departments on a cost-reimbursement basis.

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

Agency funds account for assets held by the City as an agent for federal and state revenue agencies and serve as control of accounts for cash transactions during the time they are a liability to the City.

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.

CITY OF CROWN POINT
NOTES TO FINANCIAL STATEMENTS
(Continued)

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 City and its enterprise funds. Elimination of these charges would distort the direct costs and program receipts reported for the various functions concerned.

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.

When both restricted and unrestricted resources are available for use, the City's policy is to use restricted resources first, then unrestricted resources as they are needed.

D. Assets and Cash and Investment Balances

1. Restricted Assets

All restricted assets, as presented in the accompanying financial statements, are restricted due to enabling legislation.

2. 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.

3. Property Taxes

Normally, 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 may become delinquent if not paid by May 10 and November 10, respectively. All property taxes collected by the County Treasurer and available for distribution were distributed to the City on or prior to December 31 of the year collected.

CITY OF CROWN POINT
NOTES TO FINANCIAL STATEMENTS
(Continued)

4. 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.

5. Long-Term Debt

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

6. 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.
- b. Unrestricted net assets – All other net assets that do not meet the definition of "restricted."

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.

CITY OF CROWN POINT
NOTES TO FINANCIAL STATEMENTS
(Continued)

F. Internal and Interfund 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 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.
4. Interfund loans – Flow of assets from one fund to another where repayment is expected is reported as interfund loans.

Government-Wide Financial Statements

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

Internal activities – Amounts reported as interfund transfers and interfund loans 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 Interfund Transfers or Interfund Loans – Internal Activities. The effects of 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

A. 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. Prior to November 1, 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.

CITY OF CROWN POINT
NOTES TO FINANCIAL STATEMENTS
(Continued)

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. IC 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. Resolution No. 2006-12-59-R authorizes depositories for City funds. At December 31, 2009, the City had deposit balances in the amount of \$16,425,725.

The 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.

B. Interfund Transfers

Interfund transfers for the years ended December 31, 2008 and 2009, were as follows:

| Transfer From | Transfer To | 2008 | 2009 |
|---------------------------|---------------------------|-------------------|-------------------|
| General | Other governmental funds | \$ 95,968 | \$ 280,061 |
| Crown Point Redevelopment | Other governmental funds | 74,650 | - |
| Other governmental funds | Crown Point Redevelopment | - | 297,525 |
| | Other governmental funds | - | 30,808 |
| Totals | | <u>\$ 170,618</u> | <u>\$ 608,394</u> |

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

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; medical benefits to employees, retirees, and dependents; and natural disasters.

CITY OF CROWN POINT
NOTES TO FINANCIAL STATEMENTS
(Continued)

The risks of torts; theft of, damage to, and destruction of assets; errors and omissions; job related illnesses or injuries to employees; medical benefits to employees, retirees, and dependents; and natural disasters are covered by commercial insurance from independent third parties.

The City has chosen to establish risk financing funds for risks associated with medical benefits to employees, retirees and dependents. The risk financing funds are accounted for in the Nonreverting Employee's Health Insurance Fund and the Nonreverting Retiree's Insurance Fund, internal service funds, where assets are set aside for claim settlements. The City purchases commercial insurance for claims in excess of coverage provided by the fund. Amounts are paid into the health insurance fund by all funds from which payroll is paid.

Settled claims from risks covered by commercial insurance have not exceeded commercial insurance coverage for the past three years. There were no significant reductions in insurance by major category of risk.

B. Related Party Transactions

During the period for which financial statements are presented, the City had material transactions with Superior Petroleum, Inc., in the amount of \$601,714. Mark Schweitzer, a member of the Common Council is a part owner of Superior Petroleum, Inc.

C. Holding Corporation

The City has entered into a capital lease with Crown Point City Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the City. The lessor has been determined to be a related party of the City. Lease payments during the years 2008 and 2009 totaled \$310,000 each year.

D. Conduit Debt Obligation

The City has issued conduit debt (no commitment debt) 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, 2009, the original issue amounts for series issued on or after July 1, 1995, was \$51,000,000.

E. Rate Structure – Enterprise Funds

Water Utility

On September 14, 1990, the Common Council adopted Ordinance 1544 to withdraw from the jurisdiction of the Indiana Utility Regulatory Commission. The current rate structure was approved by the Common Council on July 23, 2008.

CITY OF CROWN POINT
NOTES TO FINANCIAL STATEMENTS
(Continued)

Wastewater Utility

The current rate structure was approved by the Common Council on May 4, 2009. The current rate structure for Storm Water fees was approved by the Common Council on October 6, 2008.

F. 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

Funding Policy

The contribution requirements of plan members for PERF are established by the Board of Trustees of PERF. The total contributions made to PERF by the City during the two-year period were \$694,272.

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.

CITY OF CROWN POINT
NOTES TO FINANCIAL STATEMENTS
(Continued)

Funding Policy

The contribution requirements of plan members for the 1925 Police Officers' Pension Plan are established by state statute. The contributions made by the City during the two-year period were \$799,276.

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

The contribution requirements of plan members for the 1937 Firefighters' Pension Plan are established by state statute. The contributions made by the City during the two-year period were \$102,013.

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.

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:

CITY OF CROWN POINT
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

Funding Policy

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 during the two-year period were \$1,197,007.

CITY OF CROWN POINT
 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

| | Local Road And Street | Nonreverting Park | Dog Supply/Maint Donation | Nonreverting Economic Development | Firefighters Grant | Local Law Enforcement Continuing Education |
|---|--------------------------|----------------------|---------------------------------|---|-----------------------|---|
| Receipts: | | | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Special assessments | - | - | - | 4,700 | - | - |
| Intergovernmental | 236,082 | - | - | - | - | - |
| Charges for services | - | 130,070 | - | - | - | - |
| Fines and forfeits | - | - | - | - | - | 24,108 |
| Interfund loans | - | - | - | - | - | - |
| Other | - | - | 15,250 | - | 254 | - |
| Total receipts | 236,082 | 130,070 | 15,250 | 4,700 | 254 | 24,108 |
| Disbursements: | | | | | | |
| General government | - | - | 14,158 | - | - | - |
| Public safety | - | - | - | - | - | 13,157 |
| Highways and streets | 152,055 | - | - | - | - | - |
| Sanitation | - | - | - | - | - | - |
| Culture and recreation | - | 92,995 | - | - | - | - |
| Interfund loans | - | - | - | - | - | - |
| Debt service: | | | | | | |
| Principal | - | - | - | - | - | - |
| Interest | - | - | - | - | - | - |
| Capital outlay: | | | | | | |
| General government | - | - | - | - | 3,973 | - |
| Public safety | - | - | - | - | - | - |
| Sanitation | - | - | - | - | - | - |
| Economic development | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - |
| Total disbursements | 152,055 | 92,995 | 14,158 | - | 3,973 | 13,157 |
| Excess (deficiency) of receipts over disbursements | 84,027 | 37,075 | 1,092 | 4,700 | (3,719) | 10,951 |
| Other financing sources (uses): | | | | | | |
| Net proceeds from borrowings | - | - | - | - | - | - |
| Transfers in | - | - | - | - | - | - |
| Total other financing sources (uses) | - | - | - | - | - | - |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | 84,027 | 37,075 | 1,092 | 4,700 | (3,719) | 10,951 |
| Cash and investment fund balance - beginning | 93,813 | 126,954 | 5,438 | 34,688 | 5,412 | 22,569 |
| Cash and investment fund balance - ending | <u>\$ 177,840</u> | <u>\$ 164,029</u> | <u>\$ 6,530</u> | <u>\$ 39,388</u> | <u>\$ 1,693</u> | <u>\$ 33,520</u> |
| Cash and Investment Assets - Ending | | | | | | |
| Cash and investments | \$ - | \$ - | \$ 6,530 | \$ 39,388 | \$ - | \$ - |
| Restricted assets: | | | | | | |
| Cash and investments | 177,840 | 164,029 | - | - | 1,693 | 33,520 |
| Total cash and investment assets - ending | <u>\$ 177,840</u> | <u>\$ 164,029</u> | <u>\$ 6,530</u> | <u>\$ 39,388</u> | <u>\$ 1,693</u> | <u>\$ 33,520</u> |
| Cash and Investment Fund Balance - Ending | | | | | | |
| Restricted for: | | | | | | |
| General government | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Public safety | - | - | - | - | 1,693 | 33,520 |
| Highways and streets | 177,840 | - | - | - | - | - |
| Culture and recreation | - | 164,029 | - | - | - | - |
| Debt service | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | - | - |
| Unrestricted | - | - | 6,530 | 39,388 | - | - |
| Total cash and investment fund balance - ending | <u>\$ 177,840</u> | <u>\$ 164,029</u> | <u>\$ 6,530</u> | <u>\$ 39,388</u> | <u>\$ 1,693</u> | <u>\$ 33,520</u> |

CITY OF CROWN POINT
 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)

| | Court Record Perpetuation | Deferral Program | Riverboat Admissions Tax | Lake County Drug Free Alliance Grant | Tourism | Adult Probation Service |
|--|---------------------------------|---------------------|--------------------------------|---|-----------------|-------------------------------|
| Receipts: | | | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - | \$ 4,677 | \$ - |
| Special assessments | - | - | - | - | - | - |
| Intergovernmental | - | - | 264,988 | 3,010 | - | - |
| Charges for services | - | - | - | - | - | - |
| Fines and forfeits | 15,988 | 43,860 | - | - | - | 44,909 |
| Interfund loans | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| Total receipts | 15,988 | 43,860 | 264,988 | 3,010 | 4,677 | 44,909 |
| Disbursements: | | | | | | |
| General government | - | - | 146,041 | - | - | - |
| Public safety | 900 | 24,946 | - | - | - | 13,503 |
| Highways and streets | - | - | - | - | - | - |
| Sanitation | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | 5,156 | - |
| Interfund loans | - | - | - | - | - | - |
| Debt service: | | | | | | |
| Principal | - | - | - | - | - | - |
| Interest | - | - | - | - | - | - |
| Capital outlay: | | | | | | |
| General government | - | - | - | - | - | - |
| Public safety | - | 13,002 | - | - | - | - |
| Sanitation | - | - | - | - | - | - |
| Economic development | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - |
| Total disbursements | 900 | 37,948 | 146,041 | - | 5,156 | 13,503 |
| Excess (deficiency) of receipts over disbursements | 15,088 | 5,912 | 118,947 | 3,010 | (479) | 31,406 |
| Other financing sources (uses): | | | | | | |
| Net proceeds from borrowings | - | - | 1,739,529 | - | - | - |
| Transfers in | - | - | - | - | - | - |
| Total other financing sources (uses) | - | - | 1,739,529 | - | - | - |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | 15,088 | 5,912 | 1,858,476 | 3,010 | (479) | 31,406 |
| Cash and investment fund balance - beginning | 38,023 | 60,456 | 212,790 | - | 3,381 | 61,644 |
| Cash and investment fund balance - ending | \$ 53,111 | \$ 66,368 | \$ 2,071,266 | \$ 3,010 | \$ 2,902 | \$ 93,050 |
| Cash and Investment Assets - Ending | | | | | | |
| Cash and investments | \$ - | \$ 66,368 | \$ 2,071,266 | \$ - | \$ 2,902 | \$ 93,050 |
| Restricted assets: | | | | | | |
| Cash and investments | 53,111 | - | - | 3,010 | - | - |
| Total cash and investment assets - ending | \$ 53,111 | \$ 66,368 | \$ 2,071,266 | \$ 3,010 | \$ 2,902 | \$ 93,050 |
| Cash and Investment Fund Balance - Ending | | | | | | |
| Restricted for: | | | | | | |
| General government | \$ 53,111 | \$ - | \$ - | \$ - | \$ - | \$ - |
| Public safety | - | - | - | 3,010 | - | - |
| Highways and streets | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - |
| Debt service | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | - | - |
| Unrestricted | - | 66,368 | 2,071,266 | - | 2,902 | 93,050 |
| Total cash and investment fund balance - ending | \$ 53,111 | \$ 66,368 | \$ 2,071,266 | \$ 3,010 | \$ 2,902 | \$ 93,050 |

CITY OF CROWN POINT
 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)

| | Cemetery Nonreverting | Fire Department Donations | Nonreverting Park Gift | GREAT Program Donations | Recycling And Solid Waste | Civil Defense Donations |
|---|--------------------------|---------------------------------|---------------------------|-------------------------------|---------------------------------|-------------------------------|
| Receipts: | | | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Special assessments | - | - | - | - | - | - |
| Intergovernmental | - | - | - | - | 235,243 | - |
| Charges for services | 20,195 | - | - | - | 45,159 | - |
| Fines and forfeits | - | - | - | - | - | - |
| Interfund loans | - | - | - | - | - | - |
| Other | - | 26,458 | 5,094 | - | - | 10,580 |
| Total receipts | 20,195 | 26,458 | 5,094 | - | 280,402 | 10,580 |
| Disbursements: | | | | | | |
| General government | 35,150 | - | - | - | - | 9,416 |
| Public safety | - | 24,516 | - | - | - | - |
| Highways and streets | - | - | - | - | - | - |
| Sanitation | - | - | - | - | 199,282 | - |
| Culture and recreation | - | - | 6,072 | - | - | - |
| Interfund loans | - | - | - | - | - | - |
| Debt service: | - | - | - | - | - | - |
| Principal | - | - | - | - | - | - |
| Interest | - | - | - | - | - | - |
| Capital outlay: | - | - | - | - | - | - |
| General government | - | - | - | - | - | - |
| Public safety | - | - | - | - | - | - |
| Sanitation | - | - | - | - | - | - |
| Economic development | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - |
| Total disbursements | 35,150 | 24,516 | 6,072 | - | 199,282 | 9,416 |
| Excess (deficiency) of receipts over disbursements | (14,955) | 1,942 | (978) | - | 81,120 | 1,164 |
| Other financing sources (uses): | | | | | | |
| Net proceeds from borrowings | - | - | - | - | - | - |
| Transfers in | - | - | - | - | - | - |
| Total other financing sources (uses) | - | - | - | - | - | - |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | (14,955) | 1,942 | (978) | - | 81,120 | 1,164 |
| Cash and investment fund balance - beginning | 36,520 | 2,973 | 2,867 | 1 | 267,846 | 16,053 |
| Cash and investment fund balance - ending | <u>\$ 21,565</u> | <u>\$ 4,915</u> | <u>\$ 1,889</u> | <u>\$ 1</u> | <u>\$ 348,966</u> | <u>\$ 17,217</u> |
| Cash and Investment Assets - Ending | | | | | | |
| Cash and investments | \$ 21,565 | \$ 4,915 | \$ 1,889 | \$ 1 | \$ 348,966 | \$ 17,217 |
| Restricted assets: | - | - | - | - | - | - |
| Cash and investments | - | - | - | - | - | - |
| Total cash and investment assets - ending | <u>\$ 21,565</u> | <u>\$ 4,915</u> | <u>\$ 1,889</u> | <u>\$ 1</u> | <u>\$ 348,966</u> | <u>\$ 17,217</u> |
| Cash and Investment Fund Balance - Ending | | | | | | |
| Restricted for: | - | - | - | - | - | - |
| General government | - | - | - | - | - | - |
| Public safety | - | - | - | - | - | - |
| Highways and streets | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - |
| Debt service | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | - | - |
| Unrestricted | 21,565 | 4,915 | 1,889 | 1 | 348,966 | 17,217 |
| Total cash and investment fund balance - ending | <u>\$ 21,565</u> | <u>\$ 4,915</u> | <u>\$ 1,889</u> | <u>\$ 1</u> | <u>\$ 348,966</u> | <u>\$ 17,217</u> |

CITY OF CROWN POINT
 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)

| | Homestead Restoration Donations | Crown Point Beautification | Nonreverting Hazardous Materials | Law Enforcement Liaison Grant | DARE Fund Donations | Mayor's Roundtable Escrow |
|---|---------------------------------------|-------------------------------|--|-------------------------------------|---------------------------|---------------------------------|
| Receipts: | | | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Special assessments | - | - | - | - | - | - |
| Intergovernmental | - | - | - | - | - | - |
| Charges for services | - | - | 2,410 | - | - | - |
| Fines and forfeits | - | - | - | - | - | - |
| Interfund loans | - | - | - | - | - | - |
| Other | - | - | - | - | 26,750 | - |
| Total receipts | - | - | 2,410 | - | 26,750 | - |
| Disbursements: | | | | | | |
| General government | - | - | - | - | - | 481 |
| Public safety | - | - | 510 | - | 23,416 | - |
| Highways and streets | - | - | - | - | - | - |
| Sanitation | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - |
| Interfund loans | - | - | - | - | - | - |
| Debt service: | | | | | | |
| Principal | - | - | - | - | - | - |
| Interest | - | - | - | - | - | - |
| Capital outlay: | | | | | | |
| General government | - | - | - | - | - | - |
| Public safety | - | - | - | - | - | - |
| Sanitation | - | - | - | - | - | - |
| Economic development | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - |
| Total disbursements | - | - | 510 | - | 23,416 | 481 |
| Excess (deficiency) of receipts over disbursements | - | - | 1,900 | - | 3,334 | (481) |
| Other financing sources (uses): | | | | | | |
| Net proceeds from borrowings | - | - | - | - | - | - |
| Transfers in | - | - | - | - | - | - |
| Total other financing sources (uses) | - | - | - | - | - | - |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | - | - | 1,900 | - | 3,334 | (481) |
| Cash and investment fund balance - beginning | 100 | 1,480 | 7,358 | 209 | 5,901 | 482 |
| Cash and investment fund balance - ending | <u>\$ 100</u> | <u>\$ 1,480</u> | <u>\$ 9,258</u> | <u>\$ 209</u> | <u>\$ 9,235</u> | <u>\$ 1</u> |
| <u>Cash and Investment Assets - Ending</u> | | | | | | |
| Cash and investments | \$ 100 | \$ 1,480 | \$ 9,258 | \$ - | \$ 9,235 | \$ 1 |
| Restricted assets: | | | | | | |
| Cash and investments | - | - | - | 209 | - | - |
| Total cash and investment assets - ending | <u>\$ 100</u> | <u>\$ 1,480</u> | <u>\$ 9,258</u> | <u>\$ 209</u> | <u>\$ 9,235</u> | <u>\$ 1</u> |
| <u>Cash and Investment Fund Balance - Ending</u> | | | | | | |
| Restricted for: | | | | | | |
| General government | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Public safety | - | - | - | 209 | - | - |
| Highways and streets | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - |
| Debt service | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | - | - |
| Unrestricted | 100 | 1,480 | 9,258 | - | 9,235 | 1 |
| Total cash and investment fund balance - ending | <u>\$ 100</u> | <u>\$ 1,480</u> | <u>\$ 9,258</u> | <u>\$ 209</u> | <u>\$ 9,235</u> | <u>\$ 1</u> |

CITY OF CROWN POINT
 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)

| | Tank Improvement Escrow | 4th Friday Arts Grant | Operation Pullover Grant (DUI) | Major Moves Construction | Police Donations Escrow | Nonreverting Special Events |
|---|-------------------------------|--------------------------|--------------------------------------|-----------------------------|-------------------------------|-----------------------------------|
| Receipts: | | | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Special assessments | - | - | - | - | - | - |
| Intergovernmental | - | - | - | - | - | - |
| Charges for services | - | - | - | - | - | 18,621 |
| Fines and forfeits | - | - | - | - | - | - |
| Interfund loans | - | - | - | - | - | - |
| Other | - | 1,000 | - | - | 26,029 | - |
| Total receipts | - | 1,000 | - | - | 26,029 | 18,621 |
| Disbursements: | | | | | | |
| General government | - | - | - | - | - | 13,474 |
| Public safety | - | - | - | - | 16,905 | - |
| Highways and streets | - | - | - | 1,140 | - | - |
| Sanitation | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - |
| Interfund loans | - | - | - | - | - | - |
| Debt service: | | | | | | |
| Principal | - | - | - | - | - | - |
| Interest | - | - | - | - | - | - |
| Capital outlay: | | | | | | |
| General government | - | - | - | - | - | - |
| Public safety | - | - | - | - | - | - |
| Sanitation | - | - | - | - | - | - |
| Economic development | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - |
| Total disbursements | - | - | - | 1,140 | 16,905 | 13,474 |
| Excess (deficiency) of receipts over disbursements | - | 1,000 | - | (1,140) | 9,124 | 5,147 |
| Other financing sources (uses): | | | | | | |
| Net proceeds from borrowings | - | - | - | - | - | - |
| Transfers in | - | - | - | - | - | - |
| Total other financing sources (uses) | - | - | - | - | - | - |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | - | 1,000 | - | (1,140) | 9,124 | 5,147 |
| Cash and investment fund balance - beginning | 144 | - | 4,000 | 151,175 | 12,553 | 13,582 |
| Cash and investment fund balance - ending | <u>\$ 144</u> | <u>\$ 1,000</u> | <u>\$ 4,000</u> | <u>\$ 150,035</u> | <u>\$ 21,677</u> | <u>\$ 18,729</u> |
| Cash and Investment Assets - Ending | | | | | | |
| Cash and investments | \$ 144 | \$ 1,000 | \$ - | \$ - | \$ 21,677 | \$ 18,729 |
| Restricted assets: | | | | | | |
| Cash and investments | - | - | 4,000 | 150,035 | - | - |
| Total cash and investment assets - ending | \$ 144 | \$ 1,000 | \$ 4,000 | \$ 150,035 | \$ 21,677 | \$ 18,729 |
| Cash and Investment Fund Balance - Ending | | | | | | |
| Restricted for: | | | | | | |
| General government | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Public safety | - | - | 4,000 | - | - | - |
| Highways and streets | - | - | - | 150,035 | - | - |
| Culture and recreation | - | - | - | - | - | - |
| Debt service | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | - | - |
| Unrestricted | 144 | 1,000 | - | - | 21,677 | 18,729 |
| Total cash and investment fund balance - ending | \$ 144 | \$ 1,000 | \$ 4,000 | \$ 150,035 | \$ 21,677 | \$ 18,729 |

CITY OF CROWN POINT
 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)

| | Community Character Nonreverting | Nonreverting Police State Seizure | Nonreverting Federal Seizure | Lake County DUI Task Force | Crown Point Redevelopment Debt Service Reserve | Lease Rental EMS Building |
|---|--|---|------------------------------------|----------------------------------|---|------------------------------|
| Receipts: | | | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 333,909 |
| Special assessments | - | - | - | - | - | - |
| Intergovernmental | - | - | - | 158,000 | - | 26,172 |
| Charges for services | - | - | - | - | - | - |
| Fines and forfeits | - | - | - | - | - | - |
| Interfund loans | - | - | - | - | - | - |
| Other | - | - | 34 | - | - | - |
| Total receipts | - | - | 34 | 158,000 | - | 360,081 |
| Disbursements: | | | | | | |
| General government | - | - | - | - | - | - |
| Public safety | - | - | 1,934 | 208,495 | - | - |
| Highways and streets | - | - | - | - | - | - |
| Sanitation | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - |
| Interfund loans | - | - | - | - | - | 80,449 |
| Debt service: | | | | | | |
| Principal | - | - | - | - | - | 279,192 |
| Interest | - | - | - | - | 110,756 | - |
| Capital outlay: | | | | | | |
| General government | - | - | - | - | - | - |
| Public safety | - | - | - | - | - | - |
| Sanitation | - | - | - | - | - | - |
| Economic development | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - |
| Total disbursements | - | - | 1,934 | 208,495 | 110,756 | 359,641 |
| Excess (deficiency) of receipts over disbursements | - | - | (1,900) | (50,495) | (110,756) | 440 |
| Other financing sources (uses): | | | | | | |
| Net proceeds from borrowings | - | - | - | - | - | - |
| Transfers in | - | - | - | - | 74,650 | - |
| Total other financing sources (uses) | - | - | - | - | 74,650 | - |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | - | - | (1,900) | (50,495) | (36,106) | 440 |
| Cash and investment fund balance - beginning | 2,959 | 27 | 1,935 | 50,495 | 333,631 | 16,026 |
| Cash and investment fund balance - ending | <u>\$ 2,959</u> | <u>\$ 27</u> | <u>\$ 35</u> | <u>\$ -</u> | <u>\$ 297,525</u> | <u>\$ 16,466</u> |
| Cash and Investment Assets - Ending | | | | | | |
| Cash and investments | \$ 2,959 | \$ - | \$ - | \$ - | \$ - | \$ - |
| Restricted assets: | | | | | | |
| Cash and investments | - | 27 | 35 | - | 297,525 | 16,466 |
| Total cash and investment assets - ending | <u>\$ 2,959</u> | <u>\$ 27</u> | <u>\$ 35</u> | <u>\$ -</u> | <u>\$ 297,525</u> | <u>\$ 16,466</u> |
| Cash and Investment Fund Balance - Ending | | | | | | |
| Restricted for: | | | | | | |
| General government | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Public safety | - | 27 | 35 | - | - | - |
| Highways and streets | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - |
| Debt service | - | - | - | - | 297,525 | 16,466 |
| Capital outlay | - | - | - | - | - | - |
| Unrestricted | 2,959 | - | - | - | - | - |
| Total cash and investment fund balance - ending | <u>\$ 2,959</u> | <u>\$ 27</u> | <u>\$ 35</u> | <u>\$ -</u> | <u>\$ 297,525</u> | <u>\$ 16,466</u> |

CITY OF CROWN POINT
 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)

| | Barrett Law | Cumulative Capital Improvement | Cumulative Capital Development | 911 Equipment | Crown Point Redevelopment Bond Capital | Cumulative Capital Improvement (Rate - EMS) |
|---|------------------|--------------------------------------|--------------------------------------|------------------|--|--|
| Receipts: | | | | | | |
| Taxes | \$ - | \$ - | \$ 253,747 | \$ - | \$ - | \$ 36,020 |
| Special assessments | - | - | - | - | - | - |
| Intergovernmental | - | 64,410 | 202,754 | 32,386 | - | 2,874 |
| Charges for services | - | - | - | - | - | - |
| Fines and forfeits | - | - | - | - | - | - |
| Interfund loans | - | - | - | - | - | 80,449 |
| Other | - | - | - | - | - | - |
| Total receipts | - | 64,410 | 456,501 | 32,386 | - | 119,343 |
| Disbursements: | | | | | | |
| General government | - | - | - | - | - | - |
| Public safety | - | - | - | - | - | - |
| Highways and streets | - | - | - | - | - | - |
| Sanitation | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - |
| Interfund loans | - | - | - | - | - | - |
| Debt service: | | | | | | |
| Principal | - | - | - | - | - | - |
| Interest | - | - | - | - | - | - |
| Capital outlay: | | | | | | |
| General government | - | 44,736 | 113,441 | - | - | - |
| Public safety | - | - | - | 22,977 | - | 120,419 |
| Sanitation | - | - | - | - | - | - |
| Economic development | - | - | - | - | 20,138 | - |
| Culture and recreation | - | - | 240,723 | - | - | - |
| Total disbursements | - | 44,736 | 354,164 | 22,977 | 20,138 | 120,419 |
| Excess (deficiency) of receipts over disbursements | - | 19,674 | 102,337 | 9,409 | (20,138) | (1,076) |
| Other financing sources (uses): | | | | | | |
| Net proceeds from borrowings | - | - | - | - | - | - |
| Transfers in | - | - | - | - | - | - |
| Total other financing sources (uses) | - | - | - | - | - | - |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | - | 19,674 | 102,337 | 9,409 | (20,138) | (1,076) |
| Cash and investment fund balance - beginning | 38,374 | 21,934 | 407,610 | - | 200,687 | 134,621 |
| Cash and investment fund balance - ending | <u>\$ 38,374</u> | <u>\$ 41,608</u> | <u>\$ 509,947</u> | <u>\$ 9,409</u> | <u>\$ 180,549</u> | <u>\$ 133,545</u> |
| <u>Cash and Investment Assets - Ending</u> | | | | | | |
| Cash and investments | \$ - | \$ 41,608 | \$ - | \$ - | \$ - | \$ - |
| Restricted assets: | | | | | | |
| Cash and investments | 38,374 | - | 509,947 | 9,409 | 180,549 | 133,545 |
| Total cash and investment assets - ending | <u>\$ 38,374</u> | <u>\$ 41,608</u> | <u>\$ 509,947</u> | <u>\$ 9,409</u> | <u>\$ 180,549</u> | <u>\$ 133,545</u> |
| <u>Cash and Investment Fund Balance - Ending</u> | | | | | | |
| Restricted for: | | | | | | |
| General government | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Public safety | - | - | - | - | - | - |
| Highways and streets | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - |
| Debt service | - | - | - | - | - | - |
| Capital outlay | 38,374 | - | 509,947 | 9,409 | 180,549 | 133,545 |
| Unrestricted | - | 41,608 | - | - | - | - |
| Total cash and investment fund balance - ending | <u>\$ 38,374</u> | <u>\$ 41,608</u> | <u>\$ 509,947</u> | <u>\$ 9,409</u> | <u>\$ 180,549</u> | <u>\$ 133,545</u> |

CITY OF CROWN POINT
 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)

| | Cumulative Fire | Cumulative Sewer | General Improvement | Nonreverting Vehicle/ Equipment Purchase | Totals |
|---|--------------------|---------------------|------------------------|---|---------------------|
| Receipts: | | | | | |
| Taxes | \$ 64,041 | \$ 404,167 | \$ - | \$ - | \$ 1,096,561 |
| Special assessments | - | - | 16,020 | - | 20,720 |
| Intergovernmental | 5,597 | 27,381 | - | - | 1,258,897 |
| Charges for services | - | - | - | - | 216,455 |
| Fines and forfeits | - | - | - | - | 128,865 |
| Interfund loans | - | 800,000 | - | - | 880,449 |
| Other | 7,327 | - | - | - | 118,776 |
| Total receipts | 76,965 | 1,231,548 | 16,020 | - | 3,720,723 |
| Disbursements: | | | | | |
| General government | - | - | - | - | 218,720 |
| Public safety | 69,321 | - | - | - | 397,603 |
| Highways and streets | - | - | - | - | 153,195 |
| Sanitation | - | - | - | - | 199,282 |
| Culture and recreation | - | - | - | - | 104,223 |
| Interfund loans | - | 800,000 | - | - | 880,449 |
| Debt service: | | | | | |
| Principal | 40,377 | - | - | - | 319,569 |
| Interest | 8,702 | - | - | - | 119,458 |
| Capital outlay: | | | | | |
| General government | - | - | 16,098 | - | 178,248 |
| Public safety | 4,223 | - | - | - | 160,621 |
| Sanitation | - | 108,649 | - | - | 108,649 |
| Economic development | - | - | - | - | 20,138 |
| Culture and recreation | - | - | - | - | 240,723 |
| Total disbursements | 122,623 | 908,649 | 16,098 | - | 3,100,878 |
| Excess (deficiency) of receipts over disbursements | (45,658) | 322,899 | (78) | - | 619,845 |
| Other financing sources (uses): | | | | | |
| Net proceeds from borrowings | - | - | - | - | 1,739,529 |
| Transfers in | - | - | - | 95,968 | 170,618 |
| Total other financing sources (uses) | - | - | - | 95,968 | 1,910,147 |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | (45,658) | 322,899 | (78) | 95,968 | 2,529,992 |
| Cash and investment fund balance - beginning | 154,074 | 383,613 | 22,632 | 81,941 | 3,038,971 |
| Cash and investment fund balance - ending | \$ 108,416 | \$ 706,512 | \$ 22,554 | \$ 177,909 | \$ 5,568,963 |
| Cash and Investment Assets - Ending | | | | | |
| Cash and investments | \$ - | \$ - | \$ - | \$ - | \$ 2,780,248 |
| Restricted assets: | | | | | |
| Cash and investments | 108,416 | 706,512 | 22,554 | 177,909 | 2,788,715 |
| Total cash and investment assets - ending | \$ 108,416 | \$ 706,512 | \$ 22,554 | \$ 177,909 | \$ 5,568,963 |
| Cash and Investment Fund Balance - Ending | | | | | |
| Restricted for: | | | | | |
| General government | \$ - | \$ - | \$ - | \$ - | \$ 53,111 |
| Public safety | - | - | - | - | 42,494 |
| Highways and streets | - | - | - | - | 327,875 |
| Culture and recreation | - | - | - | - | 164,029 |
| Debt service | - | - | - | - | 313,991 |
| Capital outlay | 108,416 | 706,512 | 22,554 | 177,909 | 1,887,215 |
| Unrestricted | - | - | - | - | 2,780,248 |
| Total cash and investment fund balance - ending | \$ 108,416 | \$ 706,512 | \$ 22,554 | \$ 177,909 | \$ 5,568,963 |

CITY OF CROWN POINT
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 INTERNAL SERVICE FUNDS
 As of and for the Year Ended December 31, 2008

| | Nonreverting Employee's Health Insurance | Nonreverting Retiree's Insurance | Totals |
|---|---|--|-----------------------|
| Operating receipts: | | | |
| Employer contributions | \$ 1,395,333 | \$ 165,600 | \$ 1,560,933 |
| Employee contributions | 186,003 | - | 186,003 |
| Charges for services | 642,960 | - | 642,960 |
| Miscellaneous | <u>488,228</u> | <u>16,612</u> | <u>504,840</u> |
| Total operating receipts | <u>2,712,524</u> | <u>182,212</u> | <u>2,894,736</u> |
| Operating disbursements: | | | |
| Insurance claims and expense | <u>2,766,751</u> | <u>-</u> | <u>2,766,751</u> |
| Excess (deficiency) of receipts over disbursements | <u>(54,227)</u> | <u>182,212</u> | <u>127,985</u> |
| Cash and investment fund balance - beginning | <u>96,362</u> | <u>571,006</u> | <u>667,368</u> |
| Cash and investment fund balance - ending | <u>\$ 42,135</u> | <u>\$ 753,218</u> | <u>\$ 795,353</u> |
| <u>Cash and Investment Assets - December 31</u> | | | |
| Restricted assets: | | | |
| Cash and investments | <u>\$ 42,135</u> | <u>\$ 753,218</u> | <u>\$ 795,353</u> |
| <u>Cash and Investment Fund Balance - December 31</u> | | | |
| Restricted for: | | | |
| Other purposes | <u>\$ 42,135</u> | <u>\$ 753,218</u> | <u>\$ 795,353</u> |

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

| | Police Pension | Fire Pension | Totals |
|---|-------------------|-----------------|------------|
| Additions: | | | |
| Contributions: | | | |
| Employer | \$ 118,697 | \$ 14,427 | \$ 133,124 |
| Plan members | 10,861 | 2,569 | 13,430 |
| State | 177,034 | 29,048 | 206,082 |
| Total contributions | 306,592 | 46,044 | 352,636 |
| Deductions: | | | |
| Benefits | 320,743 | 52,279 | 373,022 |
| Excess (deficiency) of total additions over total deductions | (14,151) | (6,235) | (20,386) |
| Cash and investment fund balance - beginning | 546,797 | 236,774 | 783,571 |
| Cash and investment fund balance - ending | \$ 532,646 | \$ 230,539 | \$ 763,185 |

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

| | County Court Costs Escrow | PERF | State Income Tax | American Bankers Insurance | UNUM/CIGNA Volunteer Insurance Escrow | Colonial Life And Accident | Municipal Insurance |
|---|---------------------------------|------------------|------------------------|-------------------------------|--|----------------------------------|------------------------|
| Additions: | | | | | | | |
| Agency fund additions | \$ 33,992 | \$ 141,242 | \$ 306,399 | \$ - | \$ 3,696 | \$ 276 | \$ 824 |
| Deductions: | | | | | | | |
| Agency fund deductions | 39,184 | 140,711 | 304,550 | - | 3,445 | 276 | 754 |
| Excess (deficiency) of total additions over total deductions | (5,192) | 531 | 1,849 | - | 251 | - | 70 |
| Cash and investment fund balance - beginning | 11,629 | 31,592 | 23,508 | 158 | 77 | 371 | 377 |
| Cash and investment fund balance - ending | <u>\$ 6,437</u> | <u>\$ 32,123</u> | <u>\$ 25,357</u> | <u>\$ 158</u> | <u>\$ 328</u> | <u>\$ 371</u> | <u>\$ 447</u> |

CITY OF CROWN POINT
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2008
 (Continued)

| | Vision Insurance | Credit Card Fees | AFLAC | High Meadows Escrow | User Fee | Police Pension - Indiana Gross | Fire Pension II |
|---|---------------------|------------------------|-----------------|------------------------|-----------------|--------------------------------------|--------------------|
| Additions: | | | | | | | |
| Agency fund additions | \$ 11,116 | \$ 2,981 | \$ 66,747 | \$ - | \$ 44,300 | \$ 13,619 | \$ 62,086 |
| Deductions: | | | | | | | |
| Agency fund deductions | 11,069 | 2,512 | 66,009 | 1,575 | 41,624 | 13,472 | 59,763 |
| Excess (deficiency) of total additions over total deductions | 47 | 469 | 738 | (1,575) | 2,676 | 147 | 2,323 |
| Cash and investment fund balance - beginning | 1,689 | 407 | 814 | 22,130 | 6,794 | 1,050 | 14,123 |
| Cash and investment fund balance - ending | <u>\$ 1,736</u> | <u>\$ 876</u> | <u>\$ 1,552</u> | <u>\$ 20,555</u> | <u>\$ 9,470</u> | <u>\$ 1,197</u> | <u>\$ 16,446</u> |

CITY OF CROWN POINT
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2008
 (Continued)

| | Special Insurance | Voluntary PERF Deduction | Fire Pension - Indiana Gross | Police Pension II | Miscellaneous Refunds Escrow | Escrow EDC | Parks/ Playground Escrow |
|---|----------------------|-----------------------------|------------------------------------|----------------------|------------------------------------|-----------------|--------------------------------|
| Additions: | | | | | | | |
| Agency fund additions | \$ - | \$ 3,981 | \$ 1,261 | \$ 106,736 | \$ 67,416 | \$ - | \$ - |
| Deductions: | | | | | | | |
| Agency fund deductions | - | 3,625 | 1,154 | 105,770 | 67,457 | - | - |
| Excess (deficiency) of total additions over total deductions | - | 356 | 107 | 966 | (41) | - | - |
| Cash and investment fund balance - beginning | 95 | 662 | 81 | 26,130 | 81 | 1,489 | 2,800 |
| Cash and investment fund balance - ending | <u>\$ 95</u> | <u>\$ 1,018</u> | <u>\$ 188</u> | <u>\$ 27,096</u> | <u>\$ 40</u> | <u>\$ 1,489</u> | <u>\$ 2,800</u> |

CITY OF CROWN POINT
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2008
 (Continued)

| | Prepaid Legal Escrow | Greenview Recovery Agreement | Miscellaneous Sales Tax | Perpetual Building Improvement Escrow | Crown Point City Court | Totals |
|---|----------------------------|------------------------------------|----------------------------|--|---------------------------|-------------------|
| Additions: | | | | | | |
| Agency fund additions | \$ 3,584 | \$ - | \$ 3,776 | \$ 138,925 | \$ 859,888 | \$ 1,872,845 |
| Deductions: | | | | | | |
| Agency fund deductions | 3,513 | - | 3,761 | 200,925 | 880,398 | 1,951,547 |
| Excess (deficiency) of total additions over total deductions | 71 | - | 15 | (62,000) | (20,510) | (78,702) |
| Cash and investment fund balance - beginning | 95 | 9,600 | 27 | 297,120 | 364,166 | 817,065 |
| Cash and investment fund balance - ending | <u>\$ 166</u> | <u>\$ 9,600</u> | <u>\$ 42</u> | <u>\$ 235,120</u> | <u>\$ 343,656</u> | <u>\$ 738,363</u> |

CITY OF CROWN POINT
 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, 2009

| | Local Road And Street | Nonreverting Park | Dog Supply/Maint Donation | Nonreverting Economic Development | Firefighters Grant | Local Law Enforcement Continuing Education | Court Record Perpetuation |
|---|--------------------------|----------------------|---------------------------------|---|-----------------------|---|---------------------------------|
| Receipts: | | | | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Special assessments | - | - | - | 900 | - | - | - |
| Intergovernmental | 228,896 | - | - | - | 71,550 | - | - |
| Charges for services | - | 119,759 | - | - | - | - | - |
| Fines and forfeits | - | - | - | - | - | 27,170 | 18,360 |
| Interfund loans | - | - | - | - | - | - | - |
| Other | - | - | 489 | - | 25 | - | - |
| Total receipts | 228,896 | 119,759 | 489 | 900 | 71,575 | 27,170 | 18,360 |
| Disbursements: | | | | | | | |
| General government | - | - | 1,579 | - | - | - | - |
| Public safety | - | - | - | - | - | 20,866 | - |
| Highways and streets | 405,091 | - | - | - | - | - | - |
| Sanitation | - | - | - | - | - | - | - |
| Culture and recreation | - | 63,674 | - | - | - | - | - |
| Interfund loans | - | - | - | - | - | - | - |
| Debt service: | | | | | | | |
| Principal | - | - | - | - | - | - | - |
| Interest | - | - | - | - | - | - | - |
| Capital outlay: | | | | | | | |
| General government | - | - | - | - | 71,550 | - | - |
| Public safety | - | - | - | - | - | - | - |
| Highways and streets | - | - | - | - | - | - | - |
| Sanitation | - | - | - | - | - | - | - |
| Economic development | - | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - | - |
| Total disbursements | 405,091 | 63,674 | 1,579 | - | 71,550 | 20,866 | - |
| Excess (deficiency) of receipts over disbursements | (176,195) | 56,085 | (1,090) | 900 | 25 | 6,304 | 18,360 |
| 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 | (176,195) | 56,085 | (1,090) | 900 | 25 | 6,304 | 18,360 |
| Cash and investment fund balance - beginning | 177,840 | 164,029 | 6,530 | 39,388 | 1,693 | 33,520 | 53,111 |
| Cash and investment fund balance - ending | \$ 1,645 | \$ 220,114 | \$ 5,440 | \$ 40,288 | \$ 1,718 | \$ 39,824 | \$ 71,471 |
| Cash and Investment Assets - Ending | | | | | | | |
| Cash and investments | \$ - | \$ - | \$ 5,440 | \$ 40,288 | \$ - | \$ - | \$ - |
| Restricted assets: | | | | | | | |
| Cash and investments | 1,645 | 220,114 | - | - | 1,718 | 39,824 | 71,471 |
| Total cash and investment assets - ending | \$ 1,645 | \$ 220,114 | \$ 5,440 | \$ 40,288 | \$ 1,718 | \$ 39,824 | \$ 71,471 |
| Cash and Investment Fund Balance - Ending | | | | | | | |
| Restricted for: | | | | | | | |
| General government | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 71,471 |
| Public safety | - | - | - | - | 1,718 | 39,824 | - |
| Highways and streets | 1,645 | - | - | - | - | - | - |
| Culture and recreation | - | 220,114 | - | - | - | - | - |
| Debt service | - | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | - | - | - |
| Unrestricted | - | - | 5,440 | 40,288 | - | - | - |
| Total cash and investment fund balance - ending | \$ 1,645 | \$ 220,114 | \$ 5,440 | \$ 40,288 | \$ 1,718 | \$ 39,824 | \$ 71,471 |

CITY OF CROWN POINT
 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, 2009
 (Continued)

| | Deferral Program | Riverboat Admissions Tax | Lake County Drug Free Alliance Grant | Tourism | Adult Probation Service | Cemetery Nonreverting | Fire Department Donations |
|---|---------------------|--------------------------------|---|-----------------|-------------------------------|--------------------------|---------------------------------|
| Receipts: | | | | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ 4,772 | \$ - | \$ - | \$ - |
| Special assessments | - | - | - | - | - | - | - |
| Intergovernmental | - | 271,403 | 4,200 | - | - | - | - |
| Charges for services | - | - | - | - | - | 22,625 | - |
| Fines and forfeits | 74,096 | - | - | - | 48,530 | - | - |
| Interfund loans | - | - | - | - | - | - | - |
| Other | - | 270 | - | - | - | - | 28,905 |
| Total receipts | 74,096 | 271,673 | 4,200 | 4,772 | 48,530 | 22,625 | 28,905 |
| Disbursements: | | | | | | | |
| General government | - | 1,341,885 | - | - | - | 21,444 | - |
| Public safety | 35,643 | - | 7,210 | - | 58,418 | - | 23,362 |
| Highways and streets | - | - | - | - | - | - | - |
| Sanitation | - | - | - | - | - | - | - |
| Culture and recreation | - | - | - | 5,236 | - | - | - |
| Interfund loans | - | - | - | - | - | - | - |
| Debt service: | | | | | | | |
| Principal | - | 80,000 | - | - | - | - | - |
| Interest | - | 89,636 | - | - | - | - | - |
| Capital outlay: | | | | | | | |
| General government | - | - | - | - | - | - | - |
| Public safety | 12,183 | - | - | - | - | - | - |
| Highways and streets | - | - | - | - | - | - | - |
| Sanitation | - | - | - | - | - | - | - |
| Economic development | - | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - | - |
| Total disbursements | 47,826 | 1,511,521 | 7,210 | 5,236 | 58,418 | 21,444 | 23,362 |
| Excess (deficiency) of receipts over disbursements | 26,270 | (1,239,848) | (3,010) | (464) | (9,888) | 1,181 | 5,543 |
| 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 | 26,270 | (1,239,848) | (3,010) | (464) | (9,888) | 1,181 | 5,543 |
| Cash and investment fund balance - beginning | 66,368 | 2,071,266 | 3,010 | 2,902 | 93,050 | 21,565 | 4,915 |
| Cash and investment fund balance - ending | \$ 92,638 | \$ 831,418 | \$ - | \$ 2,438 | \$ 83,162 | \$ 22,746 | \$ 10,458 |
| Cash and Investment Assets - Ending | | | | | | | |
| Cash and investments | \$ 92,638 | \$ 831,418 | \$ - | \$ 2,438 | \$ 83,162 | \$ 22,746 | \$ 10,458 |
| Restricted assets: | | | | | | | |
| Cash and investments | - | - | - | - | - | - | - |
| Total cash and investment assets - ending | \$ 92,638 | \$ 831,418 | \$ - | \$ 2,438 | \$ 83,162 | \$ 22,746 | \$ 10,458 |
| Cash and Investment Fund Balance - Ending | | | | | | | |
| Restricted for: | | | | | | | |
| General government | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Public safety | - | - | - | - | - | - | - |
| Highways and streets | - | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - | - |
| Debt service | - | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | - | - | - |
| Unrestricted | 92,638 | 831,418 | - | 2,438 | 83,162 | 22,746 | 10,458 |
| Total cash and investment fund balance - ending | \$ 92,638 | \$ 831,418 | \$ - | \$ 2,438 | \$ 83,162 | \$ 22,746 | \$ 10,458 |

CITY OF CROWN POINT
 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, 2009
 (Continued)

| | Nonreverting Park Gift | GREAT Program Donations | Recycling And Solid Waste | Civil Defense Donations | Homestead Restoration Donations | Crown Point Beautification | Nonreverting Hazardous Materials |
|---|---------------------------|-------------------------------|---------------------------------|-------------------------------|---------------------------------------|-------------------------------|--|
| Receipts: | | | | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Special assessments | - | - | - | - | - | - | - |
| Intergovernmental | - | - | 15,000 | - | - | - | - |
| Charges for services | - | - | 193,721 | - | - | - | 2,736 |
| Fines and forfeits | - | - | - | - | - | - | - |
| Interfund loans | - | - | - | - | - | - | - |
| Other | - | - | - | 14,230 | - | 6,445 | - |
| Total receipts | - | - | 208,721 | 14,230 | - | 6,445 | 2,736 |
| Disbursements: | | | | | | | |
| General government | - | - | - | 8,458 | - | 4,999 | - |
| Public safety | - | - | - | - | - | - | 2,044 |
| Highways and streets | - | - | - | - | - | - | - |
| Sanitation | - | - | 310,463 | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - | - |
| Interfund loans | - | - | - | - | - | - | - |
| Debt service: | | | | | | | |
| Principal | - | - | - | - | - | - | - |
| Interest | - | - | - | - | - | - | - |
| Capital outlay: | | | | | | | |
| General government | - | - | - | - | - | - | - |
| Public safety | - | - | - | - | - | - | - |
| Highways and streets | - | - | - | - | - | - | - |
| Sanitation | - | - | - | - | - | - | - |
| Economic development | - | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - | - |
| Total disbursements | - | - | 310,463 | 8,458 | - | 4,999 | 2,044 |
| Excess (deficiency) of receipts over disbursements | - | - | (101,742) | 5,772 | - | 1,446 | 692 |
| 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 | - | - | (101,742) | 5,772 | - | 1,446 | 692 |
| Cash and investment fund balance - beginning | 1,889 | 1 | 348,966 | 17,217 | 100 | 1,480 | 9,258 |
| Cash and investment fund balance - ending | <u>\$ 1,889</u> | <u>\$ 1</u> | <u>\$ 247,224</u> | <u>\$ 22,989</u> | <u>\$ 100</u> | <u>\$ 2,926</u> | <u>\$ 9,950</u> |
| Cash and Investment Assets - Ending | | | | | | | |
| Cash and investments | \$ 1,889 | \$ 1 | \$ 247,224 | \$ 22,989 | \$ 100 | \$ 2,926 | \$ 9,950 |
| Restricted assets: | | | | | | | |
| Cash and investments | - | - | - | - | - | - | - |
| Total cash and investment assets - ending | <u>\$ 1,889</u> | <u>\$ 1</u> | <u>\$ 247,224</u> | <u>\$ 22,989</u> | <u>\$ 100</u> | <u>\$ 2,926</u> | <u>\$ 9,950</u> |
| Cash and Investment Fund Balance - Ending | | | | | | | |
| Restricted for: | | | | | | | |
| General government | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Public safety | - | - | - | - | - | - | - |
| Highways and streets | - | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - | - |
| Debt service | - | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | - | - | - |
| Unrestricted | 1,889 | 1 | 247,224 | 22,989 | 100 | 2,926 | 9,950 |
| Total cash and investment fund balance - ending | <u>\$ 1,889</u> | <u>\$ 1</u> | <u>\$ 247,224</u> | <u>\$ 22,989</u> | <u>\$ 100</u> | <u>\$ 2,926</u> | <u>\$ 9,950</u> |

CITY OF CROWN POINT
 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, 2009
 (Continued)

| | Law Enforcement Liaison Grant | DARE Fund Donations | Mayor's Roundtable Escrow | Tank Improvement Escrow | 4th Friday Arts Grant | Operation Pullover Grant (DUI) | Major Moves Construction |
|---|-------------------------------------|---------------------------|---------------------------------|-------------------------------|--------------------------|--------------------------------------|-----------------------------|
| Receipts: | | | | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Special assessments | - | - | - | - | - | - | - |
| Intergovernmental | - | - | - | - | - | - | - |
| Charges for services | - | - | - | - | - | - | - |
| Fines and forfeits | - | - | - | - | - | - | - |
| Interfund loans | - | - | - | - | - | - | - |
| Other | - | 25,291 | - | - | - | - | - |
| Total receipts | - | 25,291 | - | - | - | - | - |
| Disbursements: | | | | | | | |
| General government | - | - | - | - | - | - | - |
| Public safety | - | 17,389 | - | - | - | - | - |
| Highways and streets | - | - | - | - | - | - | 1,500 |
| Sanitation | - | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | 915 | - | - |
| Interfund loans | - | - | - | - | - | - | - |
| Debt service: | | | | | | | |
| Principal | - | - | - | - | - | - | - |
| Interest | - | - | - | - | - | - | - |
| Capital outlay: | | | | | | | |
| General government | - | - | - | - | - | - | - |
| Public safety | - | - | - | - | - | - | - |
| Highways and streets | - | - | - | - | - | - | - |
| Sanitation | - | - | - | - | - | - | - |
| Economic development | - | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - | - |
| Total disbursements | - | 17,389 | - | - | 915 | - | 1,500 |
| Excess (deficiency) of receipts over disbursements | - | 7,902 | - | - | (915) | - | (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 | - | 7,902 | - | - | (915) | - | (1,500) |
| Cash and investment fund balance - beginning | 209 | 9,235 | 1 | 144 | 1,000 | 4,000 | 150,035 |
| Cash and investment fund balance - ending | <u>\$ 209</u> | <u>\$ 17,137</u> | <u>\$ 1</u> | <u>\$ 144</u> | <u>\$ 85</u> | <u>\$ 4,000</u> | <u>\$ 148,535</u> |
| Cash and Investment Assets - Ending | | | | | | | |
| Cash and investments | \$ - | \$ 17,137 | \$ 1 | \$ 144 | \$ 85 | \$ - | \$ - |
| Restricted assets: | | | | | | | |
| Cash and investments | 209 | - | - | - | - | 4,000 | 148,535 |
| Total cash and investment assets - ending | <u>\$ 209</u> | <u>\$ 17,137</u> | <u>\$ 1</u> | <u>\$ 144</u> | <u>\$ 85</u> | <u>\$ 4,000</u> | <u>\$ 148,535</u> |
| Cash and Investment Fund Balance - Ending | | | | | | | |
| Restricted for: | | | | | | | |
| General government | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Public safety | 209 | - | - | - | - | 4,000 | - |
| Highways and streets | - | - | - | - | - | - | 148,535 |
| Culture and recreation | - | - | - | - | - | - | - |
| Debt service | - | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | - | - | - |
| Unrestricted | - | 17,137 | 1 | 144 | 85 | - | - |
| Total cash and investment fund balance - ending | <u>\$ 209</u> | <u>\$ 17,137</u> | <u>\$ 1</u> | <u>\$ 144</u> | <u>\$ 85</u> | <u>\$ 4,000</u> | <u>\$ 148,535</u> |

CITY OF CROWN POINT
 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, 2009
 (Continued)

| | Police Donations Escrow | Nonreverting Special Events | Community Character Nonreverting | Nonreverting Police State Seizure | Nonreverting Federal Seizure | Public Safety Excess Welfare | Sauerman Woods Restoration Donations |
|---|-------------------------------|-----------------------------------|--|---|------------------------------------|------------------------------------|---|
| Receipts: | | | | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Special assessments | - | - | - | - | - | - | - |
| Intergovernmental | - | - | - | 518 | 10,996 | - | - |
| Charges for services | - | 50,156 | - | - | - | - | - |
| Fines and forfeits | - | - | - | - | - | - | - |
| Interfund loans | - | - | - | - | - | - | - |
| Other | 9,812 | - | - | - | 41 | - | 1,250 |
| Total receipts | 9,812 | 50,156 | - | 518 | 11,037 | - | 1,250 |
| Disbursements: | | | | | | | |
| General government | - | 46,029 | 2,959 | - | - | - | - |
| Public safety | 10,905 | - | - | 362 | 839 | - | - |
| Highways and streets | - | - | - | - | - | - | - |
| Sanitation | - | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - | - |
| Interfund loans | - | - | - | - | - | - | - |
| Debt service: | | | | | | | |
| Principal | - | - | - | - | - | - | - |
| Interest | - | - | - | - | - | - | - |
| Capital outlay: | | | | | | | |
| General government | - | - | - | - | - | - | - |
| Public safety | - | - | - | - | - | - | - |
| Highways and streets | - | - | - | - | - | - | - |
| Sanitation | - | - | - | - | - | - | - |
| Economic development | - | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - | - |
| Total disbursements | 10,905 | 46,029 | 2,959 | 362 | 839 | - | - |
| Excess (deficiency) of receipts over disbursements | (1,093) | 4,127 | (2,959) | 156 | 10,198 | - | 1,250 |
| Other financing sources (uses): | | | | | | | |
| Transfers in | - | - | - | - | - | 169,786 | - |
| Transfers out | - | - | - | - | - | - | - |
| Other receipts | - | - | - | - | - | - | - |
| Total other financing sources (uses) | - | - | - | - | - | 169,786 | - |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | (1,093) | 4,127 | (2,959) | 156 | 10,198 | 169,786 | 1,250 |
| Cash and investment fund balance - beginning | 21,677 | 18,729 | 2,959 | 27 | 35 | - | - |
| Cash and investment fund balance - ending | <u>\$ 20,584</u> | <u>\$ 22,856</u> | <u>\$ -</u> | <u>\$ 183</u> | <u>\$ 10,233</u> | <u>\$ 169,786</u> | <u>\$ 1,250</u> |
| Cash and Investment Assets - Ending | | | | | | | |
| Cash and investments | \$ 20,584 | \$ 22,856 | \$ - | \$ - | \$ - | \$ - | \$ 1,250 |
| Restricted assets: | | | | | | | |
| Cash and investments | - | - | - | 183 | 10,233 | 169,786 | - |
| Total cash and investment assets - ending | \$ 20,584 | \$ 22,856 | \$ - | \$ 183 | \$ 10,233 | \$ 169,786 | \$ 1,250 |
| Cash and Investment Fund Balance - Ending | | | | | | | |
| Restricted for: | | | | | | | |
| General government | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Public safety | - | - | - | 183 | 10,233 | 169,786 | - |
| Highways and streets | - | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - | - |
| Debt service | - | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | - | - | - |
| Unrestricted | 20,584 | 22,856 | - | - | - | - | 1,250 |
| Total cash and investment fund balance - ending | \$ 20,584 | \$ 22,856 | \$ - | \$ 183 | \$ 10,233 | \$ 169,786 | \$ 1,250 |

CITY OF CROWN POINT
 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, 2009
 (Continued)

| | Lake County HIDTA Program | Crown Point Redevelopment Debt Service Reserve | Lease Rental EMS Building | Barrett Law | Cumulative Capital Improvement | Cumulative Capital Development | 911 Equipment |
|---|---------------------------------|---|------------------------------|------------------|--------------------------------------|--------------------------------------|------------------|
| Receipts: | | | | | | | |
| Taxes | \$ - | \$ - | \$ 297,994 | \$ - | \$ - | \$ 236,228 | \$ - |
| Special assessments | - | - | - | - | - | - | - |
| Intergovernmental | 2,876,338 | - | 21,324 | - | 60,732 | 15,297 | 30,000 |
| Charges for services | - | - | - | - | - | - | - |
| Fines and forfeits | - | - | - | - | - | - | - |
| Interfund loans | - | - | - | - | - | - | - |
| Other | 61 | - | - | - | - | - | - |
| Total receipts | 2,876,399 | - | 319,318 | - | 60,732 | 251,525 | 30,000 |
| Disbursements: | | | | | | | |
| General government | - | - | - | - | - | - | - |
| Public safety | 2,860,247 | - | - | - | - | - | - |
| Highways and streets | - | - | - | - | - | - | - |
| Sanitation | - | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - | - |
| Interfund loans | - | - | - | - | - | - | - |
| Debt service: | | | | | | | |
| Principal | - | - | 302,364 | - | - | - | - |
| Interest | - | - | - | - | - | - | - |
| Capital outlay: | | | | | | | |
| General government | - | - | - | - | 16,692 | - | - |
| Public safety | - | - | - | - | - | 29,118 | 4,529 |
| Highways and streets | - | - | - | - | - | 329,245 | - |
| Sanitation | - | - | - | - | - | - | - |
| Economic development | - | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | 344,589 | - |
| Total disbursements | 2,860,247 | - | 302,364 | - | 16,692 | 702,952 | 4,529 |
| Excess (deficiency) of receipts over disbursements | 16,152 | - | 16,954 | - | 44,040 | (451,427) | 25,471 |
| Other financing sources (uses): | | | | | | | |
| Transfers in | - | - | - | - | - | - | - |
| Transfers out | - | (297,525) | (30,808) | - | - | - | - |
| Other receipts | - | - | - | - | - | 122,800 | - |
| Total other financing sources (uses) | - | (297,525) | (30,808) | - | - | 122,800 | - |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | 16,152 | (297,525) | (13,854) | - | 44,040 | (328,627) | 25,471 |
| Cash and investment fund balance - beginning | - | 297,525 | 16,466 | 38,374 | 41,608 | 509,947 | 9,409 |
| Cash and investment fund balance - ending | \$ 16,152 | \$ - | \$ 2,612 | \$ 38,374 | \$ 85,648 | \$ 181,320 | \$ 34,880 |
| Cash and Investment Assets - Ending | | | | | | | |
| Cash and investments | \$ - | \$ - | \$ - | \$ - | \$ 85,648 | \$ - | \$ - |
| Restricted assets: | | | | | | | |
| Cash and investments | 16,152 | - | 2,612 | 38,374 | - | 181,320 | 34,880 |
| Total cash and investment assets - ending | \$ 16,152 | \$ - | \$ 2,612 | \$ 38,374 | \$ 85,648 | \$ 181,320 | \$ 34,880 |
| Cash and Investment Fund Balance - Ending | | | | | | | |
| Restricted for: | | | | | | | |
| General government | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Public safety | 16,152 | - | - | - | - | - | - |
| Highways and streets | - | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - | - |
| Debt service | - | - | 2,612 | - | - | - | - |
| Capital outlay | - | - | - | 38,374 | - | 181,320 | 34,880 |
| Unrestricted | - | - | - | - | 85,648 | - | - |
| Total cash and investment fund balance - ending | \$ 16,152 | \$ - | \$ 2,612 | \$ 38,374 | \$ 85,648 | \$ 181,320 | \$ 34,880 |

CITY OF CROWN POINT
 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, 2009
 (Continued)

| | Crown Point Redevelopment Bond Capital | Cumulative Capital Improvement (Rate - EMS) | Cumulative Fire | Cumulative Sewer | General Improvement | Nonreverting Vehicle/ Equipment Purchase | Totals |
|---|--|--|--------------------|---------------------|------------------------|---|---------------------|
| Receipts: | | | | | | | |
| Taxes | \$ - | \$ 30,742 | \$ 59,866 | \$ 292,858 | \$ - | \$ - | \$ 922,460 |
| Special assessments | - | - | - | - | 8,696 | - | 9,596 |
| Intergovernmental | - | 1,991 | 3,877 | 29,694 | - | - | 3,641,816 |
| Charges for services | - | - | - | - | - | - | 388,997 |
| Fines and forfeits | - | - | - | - | - | - | 168,156 |
| Interfund loans | - | - | - | 800,000 | - | - | 800,000 |
| Other | - | - | 574 | - | - | - | 87,393 |
| Total receipts | - | 32,733 | 64,317 | 1,122,552 | 8,696 | - | 6,018,418 |
| Disbursements: | | | | | | | |
| General government | - | - | - | - | - | - | 1,427,353 |
| Public safety | - | - | - | - | - | - | 3,037,285 |
| Highways and streets | - | - | - | - | - | - | 406,591 |
| Sanitation | - | - | - | - | - | - | 310,463 |
| Culture and recreation | - | - | - | - | - | - | 69,825 |
| Interfund loans | - | - | - | 800,000 | - | - | 800,000 |
| Debt service: | | | | | | | |
| Principal | - | - | 41,455 | - | - | 31,584 | 455,403 |
| Interest | - | - | 7,624 | - | - | 5,316 | 102,576 |
| Capital outlay: | | | | | | | |
| General government | - | - | - | - | 9,769 | - | 98,011 |
| Public safety | - | 32,730 | 92,045 | - | - | 75,201 | 245,806 |
| Highways and streets | - | - | - | - | - | - | 329,245 |
| Sanitation | - | - | - | 43,882 | - | - | 43,882 |
| Economic development | 2,758 | - | - | - | - | - | 2,758 |
| Culture and recreation | - | - | - | - | - | - | 344,589 |
| Total disbursements | 2,758 | 32,730 | 141,124 | 843,882 | 9,769 | 112,101 | 7,673,787 |
| Excess (deficiency) of receipts over disbursements | (2,758) | 3 | (76,807) | 278,670 | (1,073) | (112,101) | (1,655,369) |
| Other financing sources (uses): | | | | | | | |
| Transfers in | - | 30,808 | - | - | - | 110,275 | 310,869 |
| Transfers out | - | - | - | - | - | - | (328,333) |
| Other receipts | - | - | - | - | - | - | 122,800 |
| Total other financing sources (uses) | - | 30,808 | - | - | - | 110,275 | 105,336 |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | (2,758) | 30,811 | (76,807) | 278,670 | (1,073) | (1,826) | (1,550,033) |
| Cash and investment fund balance - beginning | 180,549 | 133,545 | 108,416 | 706,512 | 22,554 | 177,909 | 5,568,963 |
| Cash and investment fund balance - ending | \$ 177,791 | \$ 164,356 | \$ 31,609 | \$ 985,182 | \$ 21,481 | \$ 176,083 | \$ 4,018,930 |
| Cash and Investment Assets - Ending | | | | | | | |
| Cash and investments | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 1,521,372 |
| Restricted assets: | | | | | | | |
| Cash and investments | 177,791 | 164,356 | 31,609 | 985,182 | 21,481 | 176,083 | 2,497,558 |
| Total cash and investment assets - ending | \$ 177,791 | \$ 164,356 | \$ 31,609 | \$ 985,182 | \$ 21,481 | \$ 176,083 | \$ 4,018,930 |
| Cash and Investment Fund Balance - Ending | | | | | | | |
| Restricted for: | | | | | | | |
| General government | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 71,471 |
| Public safety | - | - | - | - | - | - | 242,105 |
| Highways and streets | - | - | - | - | - | - | 150,180 |
| Culture and recreation | - | - | - | - | - | - | 220,114 |
| Debt service | - | - | - | - | - | - | 2,612 |
| Capital outlay | 177,791 | 164,356 | 31,609 | 985,182 | 21,481 | 176,083 | 1,811,076 |
| Unrestricted | - | - | - | - | - | - | 1,521,372 |
| Total cash and investment fund balance - ending | \$ 177,791 | \$ 164,356 | \$ 31,609 | \$ 985,182 | \$ 21,481 | \$ 176,083 | \$ 4,018,930 |

CITY OF CROWN POINT
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 INTERNAL SERVICE FUNDS
 As Of And For the Year Ended December 31, 2009

| | Nonreverting Employee's Health Insurance | Nonreverting Retiree's Insurance | Totals |
|---|---|--|-----------------------|
| Operating receipts: | | | |
| Employer contributions | \$ 1,432,000 | \$ 82,800 | \$ 1,514,800 |
| Employee contributions | 333,211 | - | 333,211 |
| Charges for services | 698,000 | - | 698,000 |
| Miscellaneous | <u>604,445</u> | <u>6,620</u> | <u>611,065</u> |
| Total operating receipts | <u>3,067,656</u> | <u>89,420</u> | <u>3,157,076</u> |
| Operating disbursements: | | | |
| Insurance claims and expense | 2,985,124 | - | 2,985,124 |
| Miscellaneous | <u>85,000</u> | <u>-</u> | <u>85,000</u> |
| Total operating disbursements | <u>3,070,124</u> | <u>-</u> | <u>3,070,124</u> |
| Excess (deficiency) of receipts over disbursements | <u>(2,468)</u> | <u>89,420</u> | <u>86,952</u> |
| Cash and investment fund balance - beginning | <u>42,135</u> | <u>753,218</u> | <u>795,353</u> |
| Cash and investment fund balance - ending | <u>\$ 39,667</u> | <u>\$ 842,638</u> | <u>\$ 882,305</u> |
| <u>Cash and Investment Assets - December 31</u> | | | |
| Restricted assets: | | | |
| Cash and investments | <u>\$ 39,667</u> | <u>\$ 842,638</u> | <u>\$ 882,305</u> |
| <u>Cash and Investment Fund Balance - December 31</u> | | | |
| Restricted for: | | | |
| Other purposes | <u>\$ 39,667</u> | <u>\$ 842,638</u> | <u>\$ 882,305</u> |

CITY OF CROWN POINT
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PENSION TRUST FUNDS
 For The Year Ended December 31, 2009

| | <u>Police Pension</u> | <u>Fire Pension</u> | <u>Totals</u> |
|---|---------------------------|-------------------------|-----------------------|
| Additions: | | | |
| Contributions: | | | |
| Employer | \$ 158,385 | \$ 5,608 | \$ 163,993 |
| Plan members | 9,380 | - | 9,380 |
| State | <u>345,160</u> | <u>52,930</u> | <u>398,090</u> |
| Total contributions | <u>512,925</u> | <u>58,538</u> | <u>571,463</u> |
| Deductions: | | | |
| Benefits | <u>350,479</u> | <u>83,897</u> | <u>434,376</u> |
| Excess (deficiency) of total additions over total deductions | 162,446 | (25,359) | 137,087 |
| Cash and investment fund balance - beginning | <u>532,646</u> | <u>230,539</u> | <u>763,185</u> |
| Cash and investment fund balance - ending | <u>\$ 695,092</u> | <u>\$ 205,180</u> | <u>\$ 900,272</u> |

CITY OF CROWN POINT
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2009

| | County Court Costs Escrow | PERF | State Income Tax | American Bankers Insurance | UNUM/CIGNA Volunteer Insurance Escrow | Colonial Life And Accident |
|---|---------------------------------|------------------|------------------------|-------------------------------|--|----------------------------------|
| Additions: | | | | | | |
| Agency fund additions | \$ 36,973 | \$ 153,277 | \$ 358,458 | \$ - | \$ 14,424 | \$ 276 |
| Deductions: | | | | | | |
| Agency fund deductions | 42,499 | 145,291 | 341,781 | - | 13,237 | 276 |
| Excess (deficiency) of total additions over total deductions | (5,526) | 7,986 | 16,677 | - | 1,187 | - |
| Cash and investment fund balance - beginning | 6,437 | 32,123 | 25,357 | 158 | 328 | 371 |
| Cash and investment fund balance - ending | <u>\$ 911</u> | <u>\$ 40,109</u> | <u>\$ 42,034</u> | <u>\$ 158</u> | <u>\$ 1,515</u> | <u>\$ 371</u> |

CITY OF CROWN POINT
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2009
 (Continued)

| | Municipal Insurance | Vision Insurance | Credit Card Fees | AFLAC | High Meadows Escrow | User Fee |
|---|------------------------|---------------------|------------------------|-----------------|------------------------|-------------|
| Additions: | | | | | | |
| Agency fund additions | \$ 625 | \$ 11,150 | \$ 3,350 | \$ 72,495 | \$ - | \$ 68,866 |
| Deductions: | | | | | | |
| Agency fund deductions | 585 | 11,157 | 4,172 | 66,369 | 1,622 | 78,336 |
| Excess (deficiency) of total additions over total deductions | 40 | (7) | (822) | 6,126 | (1,622) | (9,470) |
| Cash and investment fund balance - beginning | 447 | 1,736 | 876 | 1,552 | 20,555 | 9,470 |
| Cash and investment fund balance - ending | <u>\$ 487</u> | <u>\$ 1,729</u> | <u>\$ 54</u> | <u>\$ 7,678</u> | <u>\$ 18,933</u> | <u>\$ -</u> |

CITY OF CROWN POINT
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2009
 (Continued)

| | Police Pension - Indiana Gross | Fire Pension II | Special Insurance | Voluntary Perf Deduction | Fire Pension - Indiana Gross |
|---|--------------------------------------|--------------------|----------------------|-----------------------------|------------------------------------|
| Additions: | | | | | |
| Agency fund additions | \$ 14,774 | \$ 69,565 | \$ - | \$ 6,292 | \$ 2,321 |
| Deductions: | | | | | |
| Agency fund deductions | 14,740 | 67,920 | - | 5,765 | 2,316 |
| Excess (deficiency) of total additions over total deductions | 34 | 1,645 | - | 527 | 5 |
| Cash and investment fund balance - beginning | 1,197 | 16,447 | 95 | 1,018 | 188 |
| Cash and investment fund balance - ending | <u>\$ 1,231</u> | <u>\$ 18,092</u> | <u>\$ 95</u> | <u>\$ 1,545</u> | <u>\$ 193</u> |

CITY OF CROWN POINT
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2009
 (Continued)

| | Police Pension II | Miscellaneous Refunds Escrow | Escrow EDC | Parks/ Playground Escrow | Prepaid Legal Escrow |
|---|----------------------|------------------------------------|-----------------|--------------------------------|----------------------------|
| Additions: | | | | | |
| Agency fund additions | \$ 115,684 | \$ 10,889 | \$ - | \$ - | \$ 2,212 |
| Deductions: | | | | | |
| Agency fund deductions | <u>113,352</u> | <u>10,929</u> | <u>-</u> | <u>-</u> | <u>1,970</u> |
| Excess (deficiency) of total additions over total deductions | 2,332 | (40) | - | - | 242 |
| Cash and investment fund balance - beginning | <u>27,097</u> | <u>40</u> | <u>1,489</u> | <u>2,800</u> | <u>165</u> |
| Cash and investment fund balance - ending | <u>\$ 29,429</u> | <u>\$ -</u> | <u>\$ 1,489</u> | <u>\$ 2,800</u> | <u>\$ 407</u> |

CITY OF CROWN POINT
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2009
 (Continued)

| | Greenview Recovery Agreement | Miscellaneous Sales Tax | Perpetual Building Improvement Escrow | Crown Point City Court | Totals |
|---|------------------------------------|----------------------------|--|---------------------------|-------------------|
| Additions: | | | | | |
| Agency fund additions | \$ - | \$ 2,932 | \$ 78,650 | \$ 938,273 | \$ 1,961,486 |
| Deductions: | | | | | |
| Agency fund deductions | - | 2,905 | 114,500 | 905,325 | 1,945,047 |
| Excess (deficiency) of total additions over total deductions | - | 27 | (35,850) | 32,948 | 16,439 |
| Cash and investment fund balance - beginning | 9,600 | 42 | 235,120 | 343,656 | 738,364 |
| Cash and investment fund balance - ending | <u>\$ 9,600</u> | <u>\$ 69</u> | <u>\$ 199,270</u> | <u>\$ 376,604</u> | <u>\$ 754,803</u> |

CITY OF CROWN POINT
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS
 For The Year Ended December 31, 2009

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.

General infrastructure assets are included if acquired (purchased, constructed, or donated) after July 1, 1980, or if they received major renovations, restorations, or improvements after that date. 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 | \$ 4,495,641 |
| Infrastructure | 23,802,941 |
| Buildings | 4,885,682 |
| Improvements other than buildings | 3,605,770 |
| Machinery and equipment | 8,785,390 |
| Construction in progress | <u>491,861</u> |
| Total governmental activities, capital assets not being depreciated | <u>\$ 46,067,285</u> |
| | |
| <u>Primary Government</u> | <u>Ending Balance</u> |
| Business-type activities: | |
| Water Utility: | |
| Capital assets, not being depreciated: | |
| Land | 237,959 |
| Construction in progress | 3,506,978 |
| Buildings | 2,613,419 |
| Improvements other than buildings | 14,934,549 |
| Machinery and equipment | <u>1,722,314</u> |
| Total Water Utility capital assets | <u>23,015,219</u> |
| | |
| Wastewater Utility: | |
| Capital assets, not being depreciated: | |
| Land | 4,886,851 |
| Construction in progress | 6,277,458 |
| Buildings | 1,768,959 |
| Improvements other than buildings | 25,525,636 |
| Machinery and equipment | <u>3,266,183</u> |
| Total Wastewater Utility capital assets | <u>41,725,087</u> |
| | |
| Total business-type activities capital assets | <u>\$ 64,740,306</u> |

CITY OF CROWN POINT
SUPPLEMENTARY INFORMATION
SCHEDULE OF LONG-TERM DEBT
December 31, 2009

The City has entered into the following debt:

| Description of Debt | Ending Principal Balance | Principal and Interest Due Within One Year |
|-------------------------------------|--------------------------------|---|
| Governmental activities: | | |
| Capital leases: | | |
| Crown Point Building Corporation | \$ 285,000 | \$ 310,000 |
| 911 Dispatch Equipment | 172,148 | 35,492 |
| Ambulance | 239,148 | 70,799 |
| Notes and loans payable | 136,168 | 49,079 |
| General Obligation Bonds of 2008 | 1,670,000 | 173,592 |
| Redevelopment Revenue Bonds of 2007 | <u>3,355,000</u> | <u>325,293</u> |
| Total governmental activities debt | <u>\$ 5,857,464</u> | <u>\$ 964,255</u> |
| Business-type activities: | | |
| Water Utility: | | |
| Revenue bonds: | | |
| Waterworks Revenue Bonds of 2002 | \$ 2,210,000 | \$ 207,481 |
| Waterworks Revenue Bonds of 2007 | <u>3,665,000</u> | <u>488,200</u> |
| Total Water Utility | <u>5,875,000</u> | <u>695,681</u> |
| Wastewater Utility: | | |
| Capital leases: | | |
| Sewer Vactor | 250,069 | 61,927 |
| Revenue bonds: | | |
| Sewage Works Revenue Bonds of 2006 | 3,370,000 | 269,800 |
| State Revolving Fund Loan of 1994 | <u>4,135,000</u> | <u>774,725</u> |
| Total Wastewater Utility | <u>7,755,069</u> | <u>1,106,452</u> |
| Total business-type activities debt | <u>\$ 13,630,069</u> | <u>\$ 1,802,133</u> |

CITY OF CROWN POINT
AUDIT RESULTS AND COMMENTS

BANK RECONCILEMENT - CITY COURT

Officials are diligent about preparing monthly bank reconcilements in a timely fashion. However, differences between the bank balances and the record balances have occurred and have not been resolved. Reconcilements have been troublesome since the inception of a new computer system in 2007. Currently, officials use both the old, "Court Works" and the new "Court View" computer systems to record transactions. At December 31, 2009, the adjusted bank balance is \$3,429.19 greater than the record balance in the "City Court Daily/Monthly Balance Record". In testing the month of December 2009, we noted that fees collected for City of Crown Point fines and interest from customers, were not recorded in the "City Court Daily/Monthly Balance Record". However, these fees were reported to the City in a separate report.

Financial records of a city or town court shall be reconciled with the balance statements provided by the respective depository (or depositories) at least monthly. [IC 5-13-6-1(e)]

Governmental units should have internal controls in effect which provide reasonable assurance regarding the reliability of financial information and records, effectiveness and efficiency of operations, proper execution of management's objectives, and compliance with laws and regulations. (Accounting and Uniform Compliance Guidelines Manual for City and Town Courts, Chapter 4)

REMITTANCES - CITY COURT

The City Court collects various fees that are to be remitted to the Lake County Auditor and the City of Crown Point Clerk-Treasurer on a monthly basis. However, fees were remitted from 20 to 60 days after the due date.

Overweight Vehicle Fines, State User Fees, Special Death Benefit Fees, Marijuana Eradication Fees, and Jury Fees are to be sent to the county auditor by the court on a monthly basis. (Accounting and Uniform Compliance Guidelines Manual for City and Town Courts, Chapter 1)

The county's and city's/town's share of court costs, any city/town fines, document fees, administrative fees, facsimile fees, document storage fees, late payment fees, probation fees, credit card service fees, user fees or other items shall be remitted to the city/town fiscal officer on a monthly basis. (Accounting and Uniform Compliance Guidelines Manual for City and Town Courts, Chapter 1)

OLD OUTSTANDING CHECKS - CITY COURT

Our review of the bank reconciliation of the City Court, as of December 31, 2009, revealed checks outstanding in excess of two years. The total old outstanding checks amount of \$11,247 includes one check for \$6,178 payable to Lake County.

IC 5-11-10.5-2 states in part:

"All warrants or checks drawn upon public funds of a political subdivision that are outstanding and unpaid for a period of two (2) or more years as of the last day of December of each year are void."

CITY OF CROWN POINT
AUDIT RESULTS AND COMMENTS
(Continued)

IC 5-11-10.5-3 states in part:

"Not later than March 1 of each year, the treasurer of each political subdivision shall prepare or cause to be prepared a list in triplicate of all warrants or checks that have been outstanding for a period of two (2) or more years as of December 31 of the preceding year. The original copy of each list shall be filed with the board of finance of the political subdivision or the fiscal body of a city or town. The duplicate copy shall be transmitted to the disbursing officer of the political subdivision. The triplicate copy of each list shall be filed in the office of the treasurer of the political subdivision. If the treasurer serves also as the disbursing officer of the political subdivision, only two (2) copies of each list need be prepared or caused to be prepared by the treasurer."

IC 5-11-10.5-5 states:

"(a) Upon the preparation and transmission of the copies of the list of the outstanding warrants or checks, the treasurer of the political subdivision shall enter the amounts so listed as a receipt into the fund or funds from which they were originally drawn and shall also remove the warrants or checks from the record of outstanding warrants or checks.

(b) If the disbursing officer does not serve also as treasurer of the political subdivision, the disbursing officer shall also enter the amounts so listed as a receipt into the fund or funds from which the warrants or checks were originally drawn. If the fund from which the warrant or check was originally drawn is not in existence, or cannot be ascertained, the amount of the outstanding warrant or check shall be receipted into the general fund of the political subdivision."

UNCLAIMED TRUST ITEMS - CITY COURT

The City Court has trust funds with balances on hand that date back to 1985. During 2008 and 2009, the Court disbursed a large portion of these trust fund balances. However, trust funds on hand in excess of five years at December 31, 2009, still totaled \$4,753.93.

All items that can be legally disbursed should be paid immediately to the person or persons entitled thereto. All fees and funds ten or more years old, including old outstanding checks, should be scheduled on forms provided by the Attorney General and paid over to him as required by IC 32-9-8. They should not be allowed to accumulate beyond the five year anniversary date of issue. (Accounting and Uniform Compliance Guidelines Manual for City and Town Courts, Chapter 4)

CASH BONDS – CITY COURT

The cash bond register contains bonds held by the Court since 1974. We estimated approximately \$50,000 of cash bonds on hand are over ten years old.

IC 35-33-8-7 states that, if a defendant;

- (1) was admitted to bail under Indiana Code 35-33-8-3.2(a)(2); and
- (2) has failed to appear before the court as ordered; the court shall issue a warrant for the defendant's arrest.

CITY OF CROWN POINT
AUDIT RESULTS AND COMMENTS
(Continued)

In a criminal case, if the court having jurisdiction over the criminal case receives written notice of a pending civil action or unsatisfied judgment against the criminal defendant arising out of the same transaction or occurrence forming the basis of the criminal case, funds deposited with the clerk of the court under Indiana Code 35-33-8-3.2(a)(2) may not be declared forfeited by the court, and the court shall order the deposited funds to be held by the clerk. If there is an entry of final judgment in favor of the plaintiff in the civil action, and if the deposit and the bond are subject to forfeiture, the criminal court shall order payment of all or any part of the deposit to the plaintiff in the action, as is necessary to satisfy the judgment. The court shall then order the remainder of the deposit, if any, and the bond forfeited.

Any proceedings concerning the bond, or its forfeiture, judgment, or execution of judgment, shall be held in the court that admitted the defendant to bail.

After a bond has been forfeited, the clerk shall mail notice of forfeiture to the defendant. In addition, unless the court finds that there was justification for the defendant's failure to appear, the court shall immediately enter judgment, without pleadings and without change of judge or change of venue, against the defendant for the amount of the bail bond, and the clerk shall record the judgment.

If a bond is forfeited and the court has entered a judgment, the clerk shall transfer to the state common school fund:

- (1) Any amount remaining on deposit with the court (less the fees retained by the clerk); and
- (2) Any amount collected in satisfaction of the judgment.

The clerk shall return a deposit, less the administrative fee, made under Indiana Code 35-33-8-3.2(a)(2) to the defendant, if the defendant appeared at trial and the other critical stages of the legal proceedings.

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
302 WEST WASHINGTON STREET
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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 CROWN POINT, LAKE COUNTY, INDIANA

Compliance

We have audited the compliance of the City of Crown Point (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 years ended December 31, 2008 and 2009. 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 years ended December 31, 2008 and 2009.

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.

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.

Our consideration of the internal control over compliance 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 compliance that we consider to be significant deficiencies or material weaknesses, as defined above.

This report is intended solely for the information and use of the City's management, the Common Council, 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

March 24, 2010

CITY OF CROWN POINT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Years Ended December 31, 2008 and 2009

| 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 12-31-08 | Total Federal Awards Expended 12-31-09 |
|--|---------------------------|--|---|---|
| <u>EXECUTIVE OFFICE OF THE PRESIDENT - OFFICE OF NATIONAL DRUG CONTROL POLICY</u> | | | | |
| Direct Grant | | | | |
| High Intensity Drug Trafficking Area (HIDTA) | 07.XXX | I7PLCP503Z I8PLCP502Z G09LC0003A | \$ - - - | \$ 89,168 1,384,716 1,402,448 |
| Total for federal grantor agency | | | - | 2,876,332 |
| <u>U.S. DEPARTMENT OF THE INTERIOR</u> | | | | |
| Pass-Through Indiana Department of Natural Resources Historic Preservation Fund Grants-In-Aid Commission Assistance and Mentoring Program (CAMP) | 15.904 | 22618-CA-4 | 12,000 | - |
| <u>U.S. DEPARTMENT OF JUSTICE</u> | | | | |
| Direct Grant | | | | |
| Federal Equity Sharing | 16.XXX | | - | 10,996 |
| <u>U.S. DEPARTMENT OF TRANSPORTATION</u> | | | | |
| Pass-Through Indiana Department of Transportation Highway Planning and Construction Cluster Highway Planning and Construction I-65 and 109th Avenue Interchange | 20.205 | EDS A249-7-320605 | 380,644 | 1,352,294 |
| Recreational Trails Program | 20.219 | | 180,668 | 122,800 |
| Total for cluster | | | 561,312 | 1,475,094 |
| Pass-Through Indiana Criminal Justice Institute Highway Safety Cluster Alcohol Traffic Safety and Drunk Driving Prevention Incentive Grants DUI Task Force | 20.601 | K8-2008-02-03-15 | 162,266 | - |
| Total for federal grantor agency | | | 723,578 | 1,475,094 |
| <u>U.S. DEPARTMENT OF HOMELAND SECURITY</u> | | | | |
| Direct Grant | | | | |
| Assistance to Firefighters Grant Program Operations and Safety Program Responder Safety and Health - Vehicle Exhaust Extraction System | 97.044 | EMW-2008-FP-03485 | - | 71,550 |
| Pass-Through Indiana Department of Homeland Security Disaster Grants - Public Assistance (Presidentially Declared Disasters) | 97.036 | Disaster #1795 | - | 26,890 |
| Total federal awards expended | | | \$ 735,578 | \$ 4,460,862 |

The accompanying note is an integral part of the Schedule of Expenditures of Federal Awards.

CITY OF CROWN POINT
NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the City of Crown Point (City) and is presented in accordance with the cash and investment basis of accounting used in the preparation of the financial statements. Accordingly, the amount of federal awards expended is based on when the disbursement related to the award occurs except when the federal award is received on a reimbursement basis. In these instances the federal awards are considered expended when the reimbursement is received.

Circular A-133 requires an annual audit of nonfederal entities expending a total amount of federal awards equal to or in excess of \$500,000 in any fiscal year unless by constitution or statute a less frequent audit is required.

CITY OF CROWN POINT
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? | none reported |

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? no

Identification of Major Programs:

| CFDA Number | Name of Federal Program or Cluster |
|----------------|---|
| 07.XXX | High Intensity Drug Trafficking Area (HIDTA) Highway Planning and Construction Cluster |

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

No matters are reportable.

CITY OF CROWN POINT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

CITY OF CROWN POINT
EXIT CONFERENCE

The contents of this report were discussed on March 24, 2010, with David D. F. Uran, Mayor; Carol Drasga, President of the Common Council; Patti Olson, Clerk-Treasurer; and Linda Abraham, Chief Deputy Clerk-Treasurer. The officials concurred with our audit findings.

The contents of this report were discussed on March 18, 2010, with Kent A. Jeffirs, City Judge.