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

EXAMINATION REPORT
OF
TOWN OF RIDGEVILLE
RANDOLPH COUNTY, INDIANA
January 1, 2008 to December 31, 2009



FILED
06/10/2010

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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Arlinda Hardwick	01-01-08 to 12-31-11
President of the Town Council	Steve Taylor	01-01-08 to 12-31-08
	Tom Friend	01-01-09 to 12-31-09
	Gary Davis	01-01-10 to 12-31-10



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE TOWN OF RIDGEVILLE, RANDOLPH COUNTY, INDIANA

We have examined the financial information presented herein of the Town of Ridgeville (Town), for the period of January 1, 2008 to December 31, 2009. The Town's management is responsible for the financial information presented herein. Our responsibility is to express an opinion based on our examination.

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

In our opinion, the financial information referred to above presents fairly, in all material respects, the financial information of the Town for the years ended December 31, 2008 and 2009, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

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

STATE BOARD OF ACCOUNTS

May 12, 2010

TOWN OF RIDGEVILLE
SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
ALL GOVERNMENTAL, PROPRIETARY AND FIDUCIARY FUND TYPES
As Of And For The Years Ended December 31, 2008 And 2009

	Cash and Investments 01-01-08	Receipts	Disbursements	Cash and Investments 12-31-08
Governmental Funds:				
General	\$ 169,122	\$ 232,020	\$ 209,821	\$ 191,321
Motor Vehicle Highway	39,892	28,419	30,848	37,462
Local Road and Street	12,204	3,816	-	16,021
Law Enforcement Continuing Education	997	691	733	955
Riverboat	21,252	5,288	-	26,540
Rainy Day	14,512	4,962	1,068	18,406
Cumulative Capital Improvement	24,130	2,741	7,600	19,271
Cumulative Capital Development	5,422	3,683	-	9,106
Trash	6,471	38,221	36,918	7,774
EDIT	127,682	31,724	82,578	76,829
Proprietary Funds:				
Water Utility - Operating	37,200	115,536	130,237	22,499
Water Utility - Depreciation	1,963	9,928	10,335	1,555
Water Utility - Customer Deposit	10,841	2,235	3,503	9,573
Wastewater Utility - Operating	42,929	123,784	118,239	48,473
Wastewater Utility - Sewage Grant Retainage	-	507,465	478,444	29,021
Fiduciary Fund:				
Payroll	-	197,433	197,433	-
Totals	<u>\$ 514,616</u>	<u>\$ 1,307,946</u>	<u>\$ 1,307,756</u>	<u>\$ 514,806</u>
	Cash and Investments 01-01-09	Receipts	Disbursements	Cash and Investments 12-31-09
Governmental Funds:				
General	\$ 191,321	\$ 212,700	\$ 214,114	\$ 189,908
Motor Vehicle Highway	37,462	29,127	30,169	36,420
Local Road and Street	16,021	3,603	16,000	3,623
Law Enforcement Continuing Education	955	683	1,000	637
Riverboat	26,540	5,276	-	31,816
Rainy Day	18,406	751	-	19,157
Cumulative Capital Improvement	19,271	2,585	14,127	7,729
Cumulative Capital Development	9,106	2,234	-	11,339
Trash	7,774	41,947	40,909	8,812
EDIT	76,829	158,116	135,567	99,377
Proprietary Funds:				
Water Utility - Operating	22,499	99,821	107,900	14,420
Water Utility - Depreciation	1,555	9,588	9,973	1,171
Water Utility - Customer Deposit	9,573	3,417	3,211	9,779
Wastewater Utility - Operating	48,473	120,499	138,521	30,452
Wastewater Utility - Sewage Grant Retainage	29,021	788	29,809	-
Fiduciary Fund:				
Payroll	-	200,656	200,656	-
Totals	<u>\$ 514,806</u>	<u>\$ 891,791</u>	<u>\$ 941,957</u>	<u>\$ 464,640</u>

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

TOWN OF RIDGEVILLE
NOTES TO FINANCIAL INFORMATION

Note 1. Introduction

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

Note 2. Fund Accounting

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

Note 3. Budgets

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

Note 4. Property Taxes

Property taxes levied are collected by the County Treasurer and are distributed to the Town in June and December. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's March 1 (lien date) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100% of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which become delinquent if not paid by May 10 and November 10, respectively. All property taxes collected by the County Treasurer and available for distribution were distributed to the Town on or prior to December 31 of the year collected.

TOWN OF RIDGEVILLE
NOTES TO FINANCIAL INFORMATION
(Continued)

Note 5. Deposits and Investments

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

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

Note 6. Subsequent Events

The Town was awarded a federal grant from the Department of Housing and Urban Development, passed through the Indiana Department of Community Development in 2010 for storm sewer construction. The total amount of the award available for drawdown is \$957,200. The Town has entered into a contract with Watson's Excavating for the storm sewer construction in the amount of \$491,000. The grant money will also be used for engineering costs and other changes to the original project as they occur.

TOWN OR RIDGEVILLE
 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.

<u>Primary Government</u>	<u>Ending Balance</u>
Governmental activities:	
Capital assets, not being depreciated:	
Land	\$ 6,600
Buildings	709,288
Machinery and equipment	<u>517,779</u>
 Total governmental activities, capital assets not being depreciated	 <u>\$ 1,233,667</u>
<u>Primary Government</u>	<u>Ending Balance</u>
Business-type activities:	
Water Utility:	
Capital assets, not being depreciated:	
Land	\$ 2,000
Buildings	10,000
Improvements other than buildings	58,476
Machinery and equipment	<u>326,808</u>
 Total Water Utility capital assets	 <u>397,284</u>
Wastewater Utility:	
Capital assets, not being depreciated:	
Land	3,750
Buildings	45,119
Improvements other than buildings	1,146,486
Machinery and equipment	<u>119,580</u>
 Total Wastewater Utility capital assets	 <u>1,314,935</u>
 Total business-type activities capital assets	 <u>\$ 1,712,219</u>

TOWN OF RIDGEVILLE
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT
 December 31, 2009

The Town has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:		
EDIT advance from Randolph County	\$ 100,000	\$ 13,116

TOWN OF RIDGEVILLE
EXIT CONFERENCE

The contents of this report were discussed on May 12, 2010, with Arlinda Hardwick, Clerk-Treasurer, and Gary Davis, President of the Town Council. Our examination disclosed no material items that warrant comment at this time.