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

ANNUAL FINANCIAL REPORT

2009

CITY OF VINCENNES

KNOX COUNTY, INDIANA



FILED
07/21/2010

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Beverly S. Marsh	01-01-08 to 12-31-11
Mayor	Alan Baldwin	01-01-08 to 12-31-11
President of the Board of Public Works	Alan Baldwin	01-01-08 to 12-31-11
President of the Common Council	Shirley S. Rose	01-01-09 to 12-31-10
Superintendent of Utilities	Kirk Bouchie	01-01-09 to 12-31-10
President of the Utility Service Board	William Hopper	01-01-09 to 12-31-10



STATE OF INDIANA
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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 VINCENNES, KNOX 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 Vincennes (City), as of and for the year ended December 31, 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, 2009, and the respective cash receipts and cash disbursements during the year then ended on the basis of accounting described in Note I.

In accordance with Government Auditing Standards, we have also issued a report dated June 8, 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 Schedules of Funding Progress, Schedule of Contributions From the Employer and Other Contributing Entities, as listed in the Table of Contents, are not required parts of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management, regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

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

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

STATE BOARD OF ACCOUNTS

June 8, 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 VINCENNES, KNOX 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 Vincennes (City), as of and for the year ended December 31, 2009, which collectively comprise the City's basic financial statements and have issued our report thereon dated June 8, 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.

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

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

Compliance and Other Matters

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

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

STATE BOARD OF ACCOUNTS

June 8, 2010

CITY OF VINCENNES
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	\$ 4,760,167	\$ 8,269	\$ -	\$ 269,642	\$ (4,482,256)	\$ -	\$ (4,482,256)
Public safety	4,482,468	4,507	39,645	-	(4,438,316)	-	(4,438,316)
Highways and streets	922,252	3,162	850,648	69,281	839	-	839
Sanitation	493,498	203,995	-	-	(289,503)	-	(289,503)
Health and welfare	207,243	289,876	-	-	82,633	-	82,633
Economic development	1,704,205	-	-	646,765	(1,057,440)	-	(1,057,440)
Culture and recreation	320,882	63,877	33,507	-	(223,498)	-	(223,498)
Urban redevelopment and housing	54,465	-	-	-	(54,465)	-	(54,465)
Total governmental activities	12,945,180	573,686	923,800	985,688	(10,462,006)	-	(10,462,006)
Business-type activities:							
Water Utility	3,377,105	3,265,223	-	-	-	(111,882)	(111,882)
Wastewater Utility	6,852,380	4,056,090	-	-	-	(2,796,290)	(2,796,290)
Total business-type activities	10,229,485	7,321,313	-	-	-	(2,908,172)	(2,908,172)
Total primary government	\$ 23,174,665	\$ 7,894,999	\$ 923,800	\$ 985,688	(10,462,006)	(2,908,172)	(13,370,178)
General receipts:							
Property taxes					7,570,476	-	7,570,476
Intergovernmental					2,719,072	-	2,719,072
Other local sources					1,399,370	817,522	2,216,892
Investment earnings					94,824	130,995	225,819
Total general receipts					11,783,742	948,517	12,732,259
Change in net assets					1,321,736	(1,959,655)	(637,919)
Net assets - beginning					11,018,632	6,921,023	17,939,655
Net assets - ending					\$ 12,340,368	\$ 4,961,368	\$ 17,301,736
Assets							
Cash and investments					\$ 11,427,923	\$ 1,009,560	\$ 12,437,483
Restricted assets:							
Cash and investments					912,445	3,951,808	4,864,253
Total assets					\$ 12,340,368	\$ 4,961,368	\$ 17,301,736
Net Assets							
Restricted for:							
General government					\$ 6,499,249	\$ -	\$ 6,499,249
Public safety					384,533	-	384,533
Highways and streets					1,039,784	-	1,039,784
Parks and recreation					311,783	-	311,783
Economic development					777,075	-	777,075
Debt service					297,531	220,026	517,557
Capital outlay					443,268	-	443,268
Other purpose					-	3,731,782	3,731,782
Unrestricted					2,587,145	1,009,560	3,596,705
Total net assets					\$ 12,340,368	\$ 4,961,368	\$ 17,301,736

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

CITY OF VINCENNES
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 Fund	Fire Department	Rainy Day	TIF	Other Governmental Funds	Totals
Receipts:						
Taxes	\$ 3,519,351	\$ 1,895,555	\$ -	\$ 1,365,205	\$ 790,365	\$ 7,570,476
Licenses and permits	79,192	-	-	-	5,905	85,097
Intergovernmental	1,779,799	229,493	436,001	-	2,183,267	4,628,560
Charges for services	234,982	-	-	-	338,704	573,686
Fines and forfeits	111,418	-	-	-	6,890	118,308
Other	176,015	12,717	9,837	16,438	1,075,782	1,290,789
Total receipts	5,900,757	2,137,765	445,838	1,381,643	4,400,913	14,266,916
Disbursements:						
General government	2,733,374	-	245,911	-	1,658,777	4,638,062
Public safety	2,060,937	2,094,798	-	-	231,262	4,386,997
Highways and streets	49,788	-	-	-	855,552	905,340
Sanitation	250,491	-	-	-	243,007	493,498
Health and welfare	207,243	-	-	-	-	207,243
Economic development	-	-	-	789,755	11,176	800,931
Culture and recreation	-	-	-	-	320,882	320,882
Urban redevelopment and housing	-	-	-	-	42,286	42,286
Capital outlay:						
General government	40,247	-	-	-	81,858	122,105
Public safety	73,631	20,032	-	-	1,808	95,471
Highways and streets	-	-	-	-	16,912	16,912
Economic development	-	-	-	-	903,274	903,274
Urban redevelopment and housing	-	-	-	-	12,179	12,179
Total disbursements	5,415,711	2,114,830	245,911	789,755	4,378,973	12,945,180
Excess of receipts over disbursements	485,046	22,935	199,927	591,888	21,940	1,321,736
Other financing sources (uses):						
Transfers in	-	-	-	-	672,380	672,380
Transfers out	-	-	-	-	(672,380)	(672,380)
Total other financing sources	-	-	-	-	-	-
Excess of receipts and other financing sources over disbursements and other financing uses	485,046	22,935	199,927	591,888	21,940	1,321,736
Cash and investment fund balance - beginning	2,102,099	266,842	2,602,968	887,527	5,159,196	11,018,632
Cash and investment fund balance - ending	\$ 2,587,145	\$ 289,777	\$ 2,802,895	\$ 1,479,415	\$ 5,181,136	\$ 12,340,368
Cash and Investment Assets - Ending						
Cash and investments	\$ 2,587,145	\$ -	\$ -	\$ -	\$ -	\$ 2,587,145
Restricted assets:						
Cash and investments	-	289,777	2,802,895	1,479,415	5,181,136	9,753,223
Total cash and investment assets - ending	\$ 2,587,145	\$ 289,777	\$ 2,802,895	\$ 1,479,415	\$ 5,181,136	\$ 12,340,368
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ 2,802,895	\$ 1,479,415	\$ 2,216,939	\$ 6,499,249
Public safety	-	289,777	-	-	94,756	384,533
Highways and streets	-	-	-	-	1,039,784	1,039,784
Park and recreation	-	-	-	-	311,783	311,783
Economic development	-	-	-	-	777,075	777,075
Debt service	-	-	-	-	297,531	297,531
Capital outlay	-	-	-	-	443,268	443,268
Unrestricted	2,587,145	-	-	-	-	2,587,145
Total cash and investment fund balance - ending	\$ 2,587,145	\$ 289,777	\$ 2,802,895	\$ 1,479,415	\$ 5,181,136	\$ 12,340,368

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

CITY OF VINCENNES
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

	<u>Water Utility</u>	<u>Wastewater Utility</u>	<u>Totals</u>
Operating receipts:			
Metered/measured	\$ 3,265,223	\$ 4,056,090	\$ 7,321,313
Fees	-	95,588	95,588
Miscellaneous	<u>41,665</u>	<u>-</u>	<u>41,665</u>
Total operating receipts	<u>3,306,888</u>	<u>4,151,678</u>	<u>7,458,566</u>
Operating disbursements:			
Salaries and wages	736,418	428,450	1,164,868
Material and supplies	2,049,937	2,359,418	4,409,355
Equipment and capital improvements	205,653	1,602,712	1,808,365
Miscellaneous	<u>55,309</u>	<u>77,688</u>	<u>132,997</u>
Total operating disbursements	<u>3,047,317</u>	<u>4,468,268</u>	<u>7,515,585</u>
Excess (deficiency) of operating receipts over operating disbursements	<u>259,571</u>	<u>(316,590)</u>	<u>(57,019)</u>
Nonoperating receipts (disbursements):			
Investment income	48,165	82,830	130,995
Refunds	7,000	673,269	680,269
Debt service of principal and interest	<u>(329,788)</u>	<u>(2,384,112)</u>	<u>(2,713,900)</u>
Total nonoperating disbursements	<u>(274,623)</u>	<u>(1,628,013)</u>	<u>(1,902,636)</u>
Deficiency of receipts over disbursements and nonoperating disbursements	(15,052)	(1,944,603)	(1,959,655)
Cash and investment fund balance - beginning	<u>2,628,777</u>	<u>4,292,246</u>	<u>6,921,023</u>
Cash and investment fund balance - ending	<u>\$ 2,613,725</u>	<u>\$ 2,347,643</u>	<u>\$ 4,961,368</u>
<u>Cash and Investment Assets - December 31</u>			
Cash and investments	\$ 891,505	\$ 118,055	\$ 1,009,560
Restricted assets:			
Cash and investments	<u>1,722,220</u>	<u>2,229,588</u>	<u>3,951,808</u>
Total cash and investment assets - December 31	<u>\$ 2,613,725</u>	<u>\$ 2,347,643</u>	<u>\$ 4,961,368</u>
<u>Cash and Investment Fund Balance - December 31</u>			
Restricted for:			
Debt service	\$ 51,865	\$ 168,161	\$ 220,026
Other purposes	1,670,355	2,061,427	3,731,782
Unrestricted	<u>891,505</u>	<u>118,055</u>	<u>1,009,560</u>
Total cash and investment fund balance - December 31	<u>\$ 2,613,725</u>	<u>\$ 2,347,643</u>	<u>\$ 4,961,368</u>

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

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

	<u>Pension Trust Funds</u>	<u>Private-Purpose Trust Funds</u>	<u>Agency Funds</u>
Additions:			
Contributions:			
Employer	\$ 143,825	\$ -	
Plan members	<u>1,046,704</u>	<u>-</u>	
Total contributions	<u>1,190,529</u>	<u>-</u>	
Investment earnings:			
Interest	<u>-</u>	<u>8,306</u>	
Total additions	<u>1,190,529</u>	<u>8,306</u>	
Deductions:			
Benefits	961,993	-	
Administrative and general	<u>3,705</u>	<u>5,347</u>	
Total deductions	<u>965,698</u>	<u>5,347</u>	
Excess of total additions over total deductions	224,831	2,959	
Cash and investment fund balance - beginning	<u>1,228,508</u>	<u>52,156</u>	
Cash and investment fund balance - ending	<u>\$ 1,453,339</u>	<u>\$ 55,115</u>	<u>\$ -</u>

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

CITY OF VINCENNES
NOTES TO FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies

A. Reporting Entity

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

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

Primary Government: City of Vincennes

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

Related Organizations

The City's officials are also responsible for appointing the voting majority of the boards of other organizations, but the City's accountability for these organizations does not extend beyond making the appointments. The City appoints the voting majority of the Knox County Area Plan Commission, Vincennes Housing Authority, Knox County Development Corporation, Historic Review Board, and Southern Indiana Development Corporation.

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.

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.

CITY OF VINCENNES
NOTES TO FINANCIAL STATEMENTS
(Continued)

The fire department fund accounts for general property tax monies collected for fire protection and emergency services for citizens of the City.

The rainy day fund is used to account for transfers of unused and unencumbered funds under Indiana Code 36-1-8-5. The rainy day funds may be used solely for the operation of the City and its various departments, including, but not limited to, salaries and wages, costs of services, supplies, equipment, capital improvements, repairs and similar expenditures.

The tax increment fund (TIF) is used to account for special tax distributions and to account for transactions associated with City construction improvements projects.

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.

Additionally, the City reports the following fund types:

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

The private-purpose trust funds report a trust arrangement under which principal and income benefit certain family gravesites.

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 VINCENNES
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. The City does not have any internal service funds.

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 VINCENNES
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.

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.

CITY OF VINCENNES
NOTES TO FINANCIAL STATEMENTS
(Continued)

Fund Financial Statements

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

Government-Wide Financial Statements

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

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

II. Stewardship, Compliance and Accountability

Budgetary Information

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

Prior to the first required publication, the fiscal officer of the City submits to the governing board a proposed operating budget for the year commencing the following January 1. Prior to adoption, the budget is advertised and public hearings are conducted by the governing board to obtain taxpayer comments. 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.

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.

CITY OF VINCENNES
NOTES TO FINANCIAL STATEMENTS
(Continued)

III. Detailed Notes on All Funds

A. Deposits and Investments

1. 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. The City does not have a deposit policy for custodial credit risk. At December 31, 2009, the City had deposit balances in the amount of \$19,120,597.

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.

2. Investments

As of December 31, 2009, the City had the following investments:

Investment Type	Primary Government Market Value
U.S. treasuries and securities	\$ 25,000

Statutory Authorization for Investments

IC 5-13-9 authorizes the City to invest in securities backed by the full faith and credit of the United States Treasury or fully guaranteed by the United States of America and issued by the United States Treasury, a federal agency, a federal instrumentality, or a federal government sponsored enterprise. Indiana Code also authorizes the City to invest in securities fully guaranteed and issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise. These investments are required by statute to have a stated final maturity of not more than two years.

Indiana Code also provides for investment in money market mutual funds that are in the form of securities of, or interest in, an open-end, no-load, management-type investment company or investment trust registered under the provision of the federal Investment Company Act of 1940, as amended. Investments in money market mutual funds may not exceed 50% of the funds held by the City and available for investment. The portfolio of an investment company or investment trust used must be limited to direct obligations of the United States of America, obligations issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise or repurchase agreements fully collateralized by direct obligations of

CITY OF VINCENNES
NOTES TO FINANCIAL STATEMENTS
(Continued)

the United States of America or obligations issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise. The form of securities of, or interest in, an investment company or investment trust must be rated as AAA, or its equivalent by Standard and Poor's Corporation or its successor or Aaa, or its equivalent, by Moody's Investors Service, Inc., or its successor. The form of securities in an investment company or investment trust should have a stated final maturity of one day.

Additionally, the City may enter into repurchase agreements with depositories designated by the State Board of Finance as depositories for state deposits involving the City's purchase and guaranteed resale of any interest-bearing obligations issued or fully insured or guaranteed by the United States of America, a United States of America government agency, an instrumentality of the United States of America, or a federal government sponsored enterprise. The repurchase agreement is considered to have a stated final maturity of one day. This agreement must be fully collateralized by interest-bearing obligations as determined by their current market value.

Investment Custodial Credit Risk

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. The City does not have a formal investment policy for custodial credit risk for investments.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The City must follow state statute and limit the stated final maturities of the investments to no more than two years. The City does not have a formal investment policy for interest rate risk for investments.

Investment Type	Investment Maturities (in Years)		
	Less Than 1	1-2	More Than 2
U.S. treasuries and securities	\$ <u> </u> -	\$ <u> </u> -	\$ <u> 25,000</u>

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The distribution of securities with credit ratings is summarized below. The City does not have a formal investment policy for credit risk for investments.

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The City does not have a policy in regards to concentration of credit risk. United States of America government and United States of America governmental agency securities are exempt from this policy requirement.

CITY OF VINCENNES
NOTES TO FINANCIAL STATEMENTS
(Continued)

Foreign Currency Risk

The City does not have a formal policy in regards to foreign currency risk.

B. Interfund Transfers

Interfund transfers for the year ended December 31, 2009, were as follows:

Transfer From	Transfer To	Total
Other governmental funds	Other governmental funds	<u>\$ 672,380</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; and natural disasters.

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

Settled claims from 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.

During 1994, the City joined with other governmental entities in the Indiana Public Employer's Plan, Inc., a public entity risk pool currently operating as a common risk management and insurance program for 350 member governmental entities. This risk pool was formed in 1989. The purpose of the risk pool is to provide a medium for the funding and administration of job related injuries. The City pays an annual premium to the risk pool for its job related injuries coverage. The risk pool is considered a self-sustaining risk pool that will provide coverage for its members for up to \$1,000,000 per insured event.

B. 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 outstanding aggregate principal amount payable was \$1,450,000.

CITY OF VINCENNES
NOTES TO FINANCIAL STATEMENTS
(Continued)

C. Loans Receivable – Economic Development

The City makes low interest loans to local businesses for economic development through the City of Vincennes Revolving Loan Fund. Loans receivable under this program are as follows:

Borrower	Date of Loan	Amount	Rate	Annual Payment	December 31, 2009
Hurricane Ditcher, Inc.	08-22-03	\$ 143,415	5.00%	\$ 13,397	\$ 94,068
Vincennes Cub League	12-07-07	75,000	5.00%	3,750	71,250
Tolliver Glass, Inc.	08-08-08	50,000	5.00%	2,959	44,789
Bi-State Authority	09-15-05	50,000	5.00%	2,500	40,000
Hurricane Ditcher, Inc.	07-24-09	115,000	5.00%	4,879	112,019
Hosesdoneright, LLC	08-31-09	38,000	5.00%	633	38,000
Kut-Ups of Knox County, Inc.	12-11-09	38,000	5.00%	-	38,000

D. Rate Structure – Enterprise Funds

Water Utility

On March 26, 2001, the City Council adopted Ordinance No. 5-2001 to withdraw from the jurisdiction of the Indiana Utility Regulatory Commission. The current rate structure was approved by the Council on March 25, 2002.

Wastewater Utility

The current rate structure was approved by the City Council on March 25, 2002.

E. 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:

CITY OF VINCENNES
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 for PERF are established by the Board of Trustees of PERF.

b. 1925 Police Officers' Pension Plan

Plan Description

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

Funding Policy

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 period were \$368,591.

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 period were \$678,113.

CITY OF VINCENNES
NOTES TO FINANCIAL STATEMENTS
(Continued)

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:

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 period were \$480,314.

CITY OF VINCENNES
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF FUNDING PROGRESS

Public Employees' Retirement Fund - City of Vincennes**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-06	\$ 1,457,202	\$ 1,524,387	\$ (67,185)	96%	\$ 1,646,383	(4%)
07-01-07	1,640,576	1,699,653	(59,077)	97%	1,710,160	(3%)
07-01-08	1,713,391	2,063,598	(350,207)	83%	1,541,955	(23%)

Public Employees' Retirement Fund - City of Vincennes Water Department**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-06	\$ 1,201,505	\$ 1,659,380	\$ (457,875)	72%	\$ 853,947	(54%)
07-01-07	1,428,906	1,921,591	(492,685)	74%	1,370,267	(36%)
07-01-08	1,662,816	2,116,871	(454,055)	79%	1,490,527	(30%)

1925 Police Officers' Pension Plan **

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
01-01-03	\$ 247,868	\$ 4,518,500	\$ (4,270,632)	5%	\$ 57,800	(7,389%)
01-01-04	396,064	4,662,100	(4,266,036)	8%	61,000	(6,994%)
01-01-05	187,791	4,534,600	(4,346,809)	4%	61,600	(7,057%)
01-01-06	386,840	4,393,300	(4,006,460)	9%	61,600	(6,504%)
01-01-07	408,994	4,369,400	(3,960,406)	9%	63,400	(6,247%)
01-01-08	527,570	4,076,400	(3,548,830)	13%	32,600	(10,886%)

1937 Firefighters' Pension Plan **

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
01-01-03	\$ 319,231	\$ 8,786,700	\$ (8,467,469)	4%	\$ 309,000	(2,740%)
01-01-04	630,893	9,103,900	(8,473,007)	7%	304,800	(2,780%)
01-01-05	340,226	8,917,100	(8,576,874)	4%	307,800	(2,787%)
01-01-06	571,898	8,428,900	(7,857,002)	7%	277,100	(2,835%)
01-01-07	651,380	8,219,200	(7,567,820)	8%	285,200	(2,654%)
01-01-08	777,602	5,543,500	(4,765,898)	14%	32,600	(14,619%)

** Actuarial information for 2009 was not available at the time the report was issued.

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

	Year Ending	Annual Required Contribution (ARC)	Percentage of ARC Contributed	
			City	State
1925 Police Officers' Pension Plan**	12-31-03	\$ 512,100	68%	33%
	12-31-04	548,600	62%	32%
	12-31-05	337,300	101%	55%
	12-31-06	330,900	122%	34%
	12-31-07	334,800	73%	75%
	12-31-08	307,900	40%	48%
1937 Firefighters' Pension Plan**	12-31-03	\$ 1,069,700	43%	24%
	12-31-04	1,113,300	42%	22%
	12-31-05	715,800	69%	36%
	12-31-05	682,200	68%	37%
	12-31-06	680,600	152%	40%
	12-31-07	417,000	78%	84%

** Actuarial information for 2009 was not available at the time the report was issued.

CITY OF VINCENNES
 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	Park and Recreation	Memorial Park Earnings	Park Nonreverting	Fire/Arson Inspection Training	Railroad Relocation Grant	Local Law Enforcement Continuing Education
Receipts:							
Taxes	\$ -	\$ 215,053	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	5,905
Intergovernmental	69,281	24,024	-	-	-	264,868	4,143
Charges for services	-	39,152	-	24,725	-	-	4,207
Fines and forfeits	-	-	-	-	-	-	-
Other	3,287	1,022	48,368	10,649	-	-	-
Total receipts	<u>72,568</u>	<u>279,251</u>	<u>48,368</u>	<u>35,374</u>	<u>-</u>	<u>264,868</u>	<u>14,255</u>
Disbursements:							
General government	-	-	12,896	-	-	358,880	-
Public safety	-	-	-	-	1	-	6,315
Highways and streets	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	278,796	-	37,131	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>278,796</u>	<u>12,896</u>	<u>37,131</u>	<u>1</u>	<u>358,880</u>	<u>6,315</u>
Excess (deficiency) of receipts over disbursements	<u>72,568</u>	<u>455</u>	<u>35,472</u>	<u>(1,757)</u>	<u>(1)</u>	<u>(94,012)</u>	<u>7,940</u>
Other financing sources (uses):							
Transfers in	-	-	-	-	-	332,988	-
Transfers out	-	-	-	-	-	(45,540)	-
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>287,448</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing sources	<u>72,568</u>	<u>455</u>	<u>35,472</u>	<u>(1,757)</u>	<u>(1)</u>	<u>193,436</u>	<u>7,940</u>
Cash and investment fund balance - beginning	<u>256,993</u>	<u>124,510</u>	<u>171,728</u>	<u>39,427</u>	<u>1</u>	<u>-</u>	<u>7,758</u>
Cash and investment fund balance - ending	<u>\$ 329,561</u>	<u>\$ 124,965</u>	<u>\$ 207,200</u>	<u>\$ 37,670</u>	<u>\$ -</u>	<u>\$ 193,436</u>	<u>\$ 15,698</u>
Cash and Investment Assets - Ending							
Restricted assets:							
Cash and investments	<u>\$ 329,561</u>	<u>\$ 124,965</u>	<u>\$ 207,200</u>	<u>\$ 37,670</u>	<u>\$ -</u>	<u>\$ 193,436</u>	<u>\$ 15,698</u>
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ -	\$ -	\$ 207,200	\$ -	\$ -	\$ 193,436	\$ -
Public safety	-	-	-	-	-	-	15,698
Highways and streets	329,561	-	-	-	-	-	-
Parks and recreation	-	124,965	-	37,670	-	-	-
Economic development	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Total cash and investment fund balance - ending	<u>\$ 329,561</u>	<u>\$ 124,965</u>	<u>\$ 207,200</u>	<u>\$ 37,670</u>	<u>\$ -</u>	<u>\$ 193,436</u>	<u>\$ 15,698</u>

CITY OF VINCENNES
 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)

	Riverboat	Mausoleum.	Fire Nonreverting Donations	Promotion Of City Donation	Recycle Fund	Pet Port Donations	Railroad Relocation Donation
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	117,032	-	-	-	-	-	-
Charges for services	-	5,965	-	-	203,995	-	-
Fines and forfeits	-	-	-	-	2,484	-	-
Other	1,483	5,105	10,018	-	22,848	7,118	116,867
Total receipts	118,515	11,070	10,018	-	229,327	7,118	116,867
Disbursements:							
General government	-	1,162	-	-	-	15,211	93,102
Public safety	-	-	13,191	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Sanitation	-	-	-	-	243,007	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Capital outlay:							
General government	78,983	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Total disbursements	78,983	1,162	13,191	-	243,007	15,211	93,102
Excess (deficiency) of receipts over disbursements	39,532	9,908	(3,173)	-	(13,680)	(8,093)	23,765
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing sources	39,532	9,908	(3,173)	-	(13,680)	(8,093)	23,765
Cash and investment fund balance - beginning	421,504	264,931	8,664	85,035	159,897	13,625	47,836
Cash and investment fund balance - ending	<u>\$ 461,036</u>	<u>\$ 274,839</u>	<u>\$ 5,491</u>	<u>\$ 85,035</u>	<u>\$ 146,217</u>	<u>\$ 5,532</u>	<u>\$ 71,601</u>
Cash and Investment Assets - Ending							
Restricted assets:							
Cash and investments	<u>\$ 461,036</u>	<u>\$ 274,839</u>	<u>\$ 5,491</u>	<u>\$ 85,035</u>	<u>\$ 146,217</u>	<u>\$ 5,532</u>	<u>\$ 71,601</u>
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ 461,036	\$ 274,839	\$ -	\$ 85,035	\$ 146,217	\$ 5,532	\$ 71,601
Public safety	-	-	5,491	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Total cash and investment fund balance - ending	<u>\$ 461,036</u>	<u>\$ 274,839</u>	<u>\$ 5,491</u>	<u>\$ 85,035</u>	<u>\$ 146,217</u>	<u>\$ 5,532</u>	<u>\$ 71,601</u>

CITY OF VINCENNES
 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)

	Capital Lawn Equipment Park	Police In Car Computer Grant	Fire Tobacco Cessation	Solid Waste Grant Recycle	Fire Hazmat Reimbursement	I-69 Planning	Arson Investigations
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	9,975	-	15,000	-	96,235	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other	-	-	-	-	2,232	-	74
Total receipts	-	9,975	-	15,000	2,232	96,235	74
Disbursements:							
General government	-	9,975	139	12,398	-	96,235	-
Public safety	-	-	-	-	1,798	-	-
Highways and streets	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Total disbursements	-	9,975	139	12,398	1,798	96,235	-
Excess (deficiency) of receipts over disbursements	-	-	(139)	2,602	434	-	74
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing sources	-	-	(139)	2,602	434	-	74
Cash and investment fund balance - beginning	2,183	-	139	745	9,266	-	1,426
Cash and investment fund balance - ending	<u>2,183</u>	<u>-</u>	<u>-</u>	<u>3,347</u>	<u>9,700</u>	<u>-</u>	<u>1,500</u>
Cash and Investment Assets - Ending							
Restricted assets:							
Cash and investments	<u>2,183</u>	<u>-</u>	<u>-</u>	<u>3,347</u>	<u>9,700</u>	<u>-</u>	<u>1,500</u>
Cash and Investment Fund Balance - Ending							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ 3,347	\$ -	\$ -	\$ -
Public safety	-	-	-	-	9,700	-	1,500
Highways and streets	-	-	-	-	-	-	-
Parks and recreation	2,183	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Total cash and investment fund balance - ending	<u>2,183</u>	<u>-</u>	<u>-</u>	<u>3,347</u>	<u>9,700</u>	<u>-</u>	<u>1,500</u>

CITY OF VINCENNES
 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/ Child Seat Station	Cemetery Donations	CAGIT	Cemetery Perpetual Care	K-9 Donations	Heritage Trail Grant
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	3,000	-	-	-	-	269,642
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	409	-	1,000	602,290
Total receipts	3,000	-	409	-	1,000	871,932
Disbursements:						
General government	3,000	-	-	8,331	-	757,396
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	1,808	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	3,000	-	-	8,331	1,808	757,396
Excess (deficiency) of receipts over disbursements	-	-	409	(8,331)	(808)	114,536
Other financing sources (uses):						
Transfers in	-	-	-	-	-	118,789
Transfers out	-	-	-	-	-	(134,971)
Total other financing sources	-	-	-	-	-	(16,182)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing sources	-	-	409	(8,331)	(808)	98,354
Cash and investment fund balance - beginning	-	107	120,503	463,331	858	-
Cash and investment fund balance - ending	\$ -	\$ 107	\$ 120,912	\$ 455,000	\$ 50	\$ 98,354
Cash and Investment Assets - Ending						
Restricted assets:						
Cash and investments	\$ -	\$ 107	\$ 120,912	\$ 455,000	\$ 50	\$ 98,354
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ 107	\$ 120,912	\$ 455,000	\$ -	\$ -
Public safety	-	-	-	-	50	-
Highways and streets	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	98,354
Economic development	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total cash and investment fund balance - ending	\$ -	\$ 107	\$ 120,912	\$ 455,000	\$ 50	\$ 98,354

CITY OF VINCENNES
 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)

	Chicago Park IDNR	Dare	Federal Forfeiture and Seizure	Debt Service Redevelopment Bond - TIF	Mayor Donation Fund	City Council Donation
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	33,507	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	4,029	-	-	1,760	-
Total receipts	33,507	4,029	-	-	1,760	-
Disbursements:						
General government	-	-	-	-	1,231	-
Public safety	-	5,491	48,042	-	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	4,916	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	4,916	5,491	48,042	-	1,231	-
Excess (deficiency) of receipts over disbursements	28,591	(1,462)	(48,042)	-	529	-
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing sources	28,591	(1,462)	(48,042)	-	529	-
Cash and investment fund balance - beginning	18,022	7,545	69,093	288,494	5,151	1,447
Cash and investment fund balance - ending	<u>\$ 46,613</u>	<u>\$ 6,083</u>	<u>\$ 21,051</u>	<u>\$ 288,494</u>	<u>\$ 5,680</u>	<u>\$ 1,447</u>
Cash and Investment Assets - Ending						
Restricted assets:						
Cash and investments	<u>\$ 46,613</u>	<u>\$ 6,083</u>	<u>\$ 21,051</u>	<u>\$ 288,494</u>	<u>\$ 5,680</u>	<u>\$ 1,447</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ 5,680	\$ 1,447
Public safety	-	6,083	21,051	-	-	-
Highways and streets	-	-	-	-	-	-
Parks and recreation	46,613	-	-	-	-	-
Economic development	-	-	-	-	-	-
Debt service	-	-	-	288,494	-	-
Capital outlay	-	-	-	-	-	-
Total cash and investment fund balance - ending	<u>\$ 46,613</u>	<u>\$ 6,083</u>	<u>\$ 21,051</u>	<u>\$ 288,494</u>	<u>\$ 5,680</u>	<u>\$ 1,447</u>

CITY OF VINCENNES
 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 Dept Donation	Police Department Donation Fund	Youth Experience Summer (Yes)	Non-Reverting Police Department	Rental Housing	Police Department Drug Investigation
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	6,353
Charges for services	-	-	-	-	57,840	-
Fines and forfeits	-	-	-	-	-	-
Other	-	9,670	900	-	250	-
Total receipts	-	9,670	900	-	58,090	6,353
Disbursements:						
General government	312	-	-	3,288	-	-
Public safety	-	2,197	-	-	-	3,717
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	42,286	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	12,179	-
Total disbursements	312	2,197	-	3,288	54,465	3,717
Excess (deficiency) of receipts over disbursements	(312)	7,473	900	(3,288)	3,625	2,636
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing sources	(312)	7,473	900	(3,288)	3,625	2,636
Cash and investment fund balance - beginning	5,459	6,640	3,088	7,565	22,373	5,601
Cash and investment fund balance - ending	<u>\$ 5,147</u>	<u>\$ 14,113</u>	<u>\$ 3,988</u>	<u>\$ 4,277</u>	<u>\$ 25,998</u>	<u>\$ 8,237</u>
Cash and Investment Assets - Ending						
Restricted assets:						
Cash and investments	<u>\$ 5,147</u>	<u>\$ 14,113</u>	<u>\$ 3,988</u>	<u>\$ 4,277</u>	<u>\$ 25,998</u>	<u>\$ 8,237</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ 3,988	\$ -	\$ 25,998	\$ -
Public safety	5,147	14,113	-	4,277	-	8,237
Highways and streets	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total cash and investment fund balance - ending	<u>\$ 5,147</u>	<u>\$ 14,113</u>	<u>\$ 3,988</u>	<u>\$ 4,277</u>	<u>\$ 25,998</u>	<u>\$ 8,237</u>

CITY OF VINCENNES
 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)

	Revolving Loan	FEMA	Interest Revolving Loan	Capital Improvement Bond	Levee Fund	Fire Debt
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 117,475
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	14,199
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	15,879	-	11,535	-	5,000	-
Total receipts	15,879	-	11,535	-	5,000	131,674
Disbursements:						
General government	191,000	-	-	-	-	-
Public safety	-	-	-	-	-	150,378
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Capital outlay:						
General government	-	-	2,875	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	191,000	-	2,875	-	-	150,378
Excess (deficiency) of receipts over disbursements	(175,121)	-	8,660	-	5,000	(18,704)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	(40,092)	-	-	-	-
Total other financing sources	-	(40,092)	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing sources	(175,121)	(40,092)	8,660	-	5,000	(18,704)
Cash and investment fund balance - beginning	184,980	40,092	85,597	1,542	-	27,741
Cash and investment fund balance - ending	<u>\$ 9,859</u>	<u>\$ -</u>	<u>\$ 94,257</u>	<u>\$ 1,542</u>	<u>\$ 5,000</u>	<u>\$ 9,037</u>
Cash and Investment Assets - Ending						
Restricted assets:						
Cash and investments	<u>\$ 9,859</u>	<u>\$ -</u>	<u>\$ 94,257</u>	<u>\$ 1,542</u>	<u>\$ 5,000</u>	<u>\$ 9,037</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ 5,000	\$ -
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-
Economic development	9,859	-	94,257	-	-	-
Debt service	-	-	-	-	-	9,037
Capital outlay	-	-	-	1,542	-	-
Total cash and investment fund balance - ending	<u>\$ 9,859</u>	<u>\$ -</u>	<u>\$ 94,257</u>	<u>\$ 1,542</u>	<u>\$ 5,000</u>	<u>\$ 9,037</u>

CITY OF VINCENNES
 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)

	Cumulative Improvement Cigarette Tax	Cumulative Capital Development	Police Breath Test Instruction	Urban Enterprise Zone	Neighborhood Facilities	Cemetery Road Repair And Improvement
Receipts:						
Taxes	\$ -	\$ 65,894	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	57,344	7,350	-	10,750	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other	-	-	-	-	56,686	8,200
Total receipts	57,344	73,244	-	10,750	56,686	8,200
Disbursements:						
General government	-	-	-	-	91,826	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Economic development	-	-	-	11,176	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Total disbursements	-	-	-	11,176	91,826	-
Excess (deficiency) of receipts over disbursements	57,344	73,244	-	(426)	(35,140)	8,200
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing sources	57,344	73,244	-	(426)	(35,140)	8,200
Cash and investment fund balance - beginning	6,484	304,654	861	1,289	101,657	59,190
Cash and investment fund balance - ending	<u>\$ 63,828</u>	<u>\$ 377,898</u>	<u>\$ 861</u>	<u>\$ 863</u>	<u>\$ 66,517</u>	<u>\$ 67,390</u>
Cash and Investment Assets - Ending						
Restricted assets:						
Cash and investments	<u>\$ 63,828</u>	<u>\$ 377,898</u>	<u>\$ 861</u>	<u>\$ 863</u>	<u>\$ 66,517</u>	<u>\$ 67,390</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ 66,517	\$ 67,390
Public safety	-	-	861	-	-	-
Highways and streets	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-
Economic development	-	-	-	863	-	-
Debt service	-	-	-	-	-	-
Capital outlay	63,828	377,898	-	-	-	-
Total cash and investment fund balance - ending	<u>\$ 63,828</u>	<u>\$ 377,898</u>	<u>\$ 861</u>	<u>\$ 863</u>	<u>\$ 66,517</u>	<u>\$ 67,390</u>

CITY OF VINCENNES
 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)

	EDIT	Weed Ordinance	Restricted Park Donation	MVH	Police Alarm System	Totals
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ 391,943	\$ -	\$ 790,365
Licenses and permits	-	-	-	-	-	5,905
Intergovernmental	646,765	-	-	533,799	-	2,183,267
Charges for services	-	-	-	2,520	300	338,704
Fines and forfeits	-	4,406	-	-	-	6,890
Other	117,611	-	582	10,910	-	1,075,782
Total receipts	764,376	4,406	582	939,172	300	4,400,913
Disbursements:						
General government	-	2,395	-	-	-	1,658,777
Public safety	-	-	-	-	132	231,262
Highways and streets	-	-	-	855,552	-	855,552
Sanitation	-	-	-	-	-	243,007
Economic development	-	-	-	-	-	11,176
Culture and recreation	-	-	39	-	-	320,882
Urban redevelopment and housing	-	-	-	-	-	42,286
Capital outlay:						
General government	-	-	-	-	-	81,858
Public safety	-	-	-	-	-	1,808
Highways and streets	-	-	-	16,912	-	16,912
Economic development	903,274	-	-	-	-	903,274
Urban redevelopment and housing	-	-	-	-	-	12,179
Total disbursements	903,274	2,395	39	872,464	132	4,378,973
Excess (deficiency) of receipts over disbursements	(138,898)	2,011	543	66,708	168	21,940
Other financing sources (uses):						
Transfers in	180,511	-	-	40,092	-	672,380
Transfers out	(451,777)	-	-	-	-	(672,380)
Total other financing sources	(271,266)	-	-	40,092	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing sources	(410,164)	2,011	543	106,800	168	21,940
Cash and investment fund balance - beginning	1,082,260	14,646	1,455	603,423	2,380	5,159,196
Cash and investment fund balance - ending	<u>\$ 672,096</u>	<u>\$ 16,657</u>	<u>\$ 1,998</u>	<u>\$ 710,223</u>	<u>\$ 2,548</u>	<u>\$ 5,181,136</u>
Cash and Investment Assets - Ending						
Restricted assets:						
Cash and investments	<u>\$ 672,096</u>	<u>\$ 16,657</u>	<u>\$ 1,998</u>	<u>\$ 710,223</u>	<u>\$ 2,548</u>	<u>\$ 5,181,136</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
General government	\$ -	\$ 16,657	\$ -	\$ -	\$ -	\$ 2,216,939
Public safety	-	-	-	-	2,548	94,756
Highways and streets	-	-	-	710,223	-	1,039,784
Parks and recreation	-	-	1,998	-	-	311,783
Economic development	672,096	-	-	-	-	777,075
Debt service	-	-	-	-	-	297,531
Capital outlay	-	-	-	-	-	443,268
Total cash and investment fund balance - ending	<u>\$ 672,096</u>	<u>\$ 16,657</u>	<u>\$ 1,998</u>	<u>\$ 710,223</u>	<u>\$ 2,548</u>	<u>\$ 5,181,136</u>

CITY OF VINCENNES
 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:			
Taxes	\$ 120,567	\$ 23,258	\$ 143,825
State	368,591	678,113	1,046,704
	<u>489,158</u>	<u>701,371</u>	<u>1,190,529</u>
Total contributions			
Deductions:			
Benefits	311,780	650,213	961,993
Administrative and general	<u>3,368</u>	<u>337</u>	<u>3,705</u>
	<u>315,148</u>	<u>650,550</u>	<u>965,698</u>
Total deductions			
Excess of total additions over total deductions	174,010	50,821	224,831
Cash and investment fund balance - beginning	<u>475,423</u>	<u>753,085</u>	<u>1,228,508</u>
Cash and investment fund balance - ending	<u>\$ 649,433</u>	<u>\$ 803,906</u>	<u>\$ 1,453,339</u>

CITY OF VINCENNES
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PRIVATE-PURPOSE TRUST FUNDS
 For The Year Ended December 31, 2009

	<u>Perpetual Care For J. Cannon</u>	<u>William H. Vollmer Trust</u>	<u>Trust For G. Mischler</u>	<u>Joseph Sutherland Estate</u>	<u>Totals</u>
Additions:					
Investment earnings:					
Interest	\$ 1,277	\$ 6,315	\$ 511	\$ 203	\$ 8,306
Deductions:					
Administrative and general	1,625	2,700	1,022	-	5,347
Excess (deficiency) of total additions over total deductions	(348)	3,615	(511)	203	2,959
Cash and investment fund balance - beginning	44,582	-	647	6,927	52,156
Cash and investment fund balance - ending	<u>\$ 44,234</u>	<u>\$ 3,615</u>	<u>\$ 136</u>	<u>\$ 7,130</u>	<u>\$ 55,115</u>

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

	<u>PERF Withholding</u>	<u>Federal Withholding</u>	<u>State Withholding</u>	<u>FICA</u>	<u>County Withholding</u>	<u>Colonial Insurance</u>
Additions:						
Agency fund additions	\$ 51,530	\$ 372,486	\$ 140,303	\$ 148,651	\$ 43,352	\$ 207
Deductions:						
Agency fund deductions	<u>51,530</u>	<u>372,486</u>	<u>140,303</u>	<u>148,651</u>	<u>43,352</u>	<u>207</u>
Deficiency of total additions over total deductions	-	-	-	-	-	-
Cash and investment fund balance - beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Savings Bonds	Union Dues	United Fund	Medicare	Police Pension Withholding	Fire Pension Withholding
Additions:						
Agency fund additions	\$ 600	\$ 6,840	\$ 1,720	\$ 88,607	\$ 33,142	\$ 40,056
Deductions:						
Agency fund deductions	700	6,840	1,720	88,607	33,142	40,056
Deficiency of total additions over total deductions	(100)	-	-	-	-	-
Cash and investment fund balance - beginning	100	-	-	-	-	-
Cash and investment fund balance - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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

	American Family Insurance	Pension Union Dues	General Revenue Corporation	Kirkoff Law Office	Knox County Clerk	Net Salaries
Additions:						
Agency fund additions	\$ 14,903	\$ 1,053	\$ 2,286	\$ 500	\$ 3,696	\$ 3,115,206
Deductions:						
Agency fund deductions	14,903	1,053	2,286	500	3,696	3,115,206
Deficiency of total additions over total deductions	-	-	-	-	-	-
Cash and investment fund balance - beginning	-	-	-	-	-	-
Cash and investment fund balance - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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

	Knox County Alcohol and Drug	Welborn Health Plans	Credit Union (P/F)	Fireman's Insurance	Conseco Health	Dental Health
Additions:						
Agency fund additions	\$ 280	\$ 121,007	\$ 38,420	\$ 7,141	\$ 3,015	\$ 18,287
Deductions:						
Agency fund deductions	280	121,007	38,420	7,141	3,015	18,287
Deficiency of total additions over total deductions	-	-	-	-	-	-
Cash and investment fund balance - beginning	-	-	-	-	-	-
Cash and investment fund balance - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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

	Reliastar	YMCA	MVH Union Dues	American United Life Insurance	Police Union Dues	Pre-paid Legal Services
Additions:						
Agency fund additions	\$ 1,508	\$ 4,986	\$ 4,536	\$ 1,766	\$ 1,467	\$ 616
Deductions:						
Agency fund deductions	1,508	4,986	4,536	1,766	1,467	616
Deficiency of total additions over total deductions	-	-	-	-	-	-
Cash and investment fund balance - beginning	-	-	-	-	-	-
Cash and investment fund balance - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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

	Boston Mutual Life	Teachers Federal Credit Union	Fire Pac	Western Southern	Cincinnati Life Insurance	Child Support
Additions:						
Agency fund additions	\$ 6,791	\$ 29,575	\$ 549	\$ 9,294	\$ 6,606	\$ 38,633
Deductions:						
Agency fund deductions	6,791	29,575	549	9,294	6,606	38,633
Deficiency of total additions over total deductions	-	-	-	-	-	-
Cash and investment fund balance - beginning	-	-	-	-	-	-
Cash and investment fund balance - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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

	Voluntary PERF	Knox County Superior Court II	State Distribution Unit	Mark Mcconnell Attorney	Financial Assistant Management System	Totals
Additions:						
Agency fund additions	\$ 3,477	\$ 1,150	\$ 155	\$ 675	\$ 3,096	\$ 4,368,168
Deductions:						
Agency fund deductions	3,477	1,150	155	675	3,096	4,368,268
Deficiency of total additions over total deductions	-	-	-	-	-	(100)
Cash and investment fund balance - beginning	-	-	-	-	-	100
Cash and investment fund balance - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

City of Vincennes
Beverly S. Marsh
Clerk-Treasurer

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	\$ 858,510			
Buildings	6,327,897			
Improvements other than buildings	569,536			
Machinery and equipment	<u>6,405,059</u>			
Total governmental activities, capital assets not being depreciated	<u>\$ 14,161,002</u>			
<u>Primary Government</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Business-type activities:				
Water Utility:				
Capital assets, not being depreciated:				
Land	\$ 259,093	\$ -	\$ -	\$ 259,093
Capital assets, being depreciated:				
Buildings	5,574,133	18,197	-	5,592,330
Improvements other than buildings	18,592,900	272,658	17,780	18,847,778
Machinery and equipment	2,103,634	18,072	1,816	2,119,890
Transportation equipment	<u>211,313</u>	<u>24,739</u>	<u>23,994</u>	<u>212,058</u>
Total capital assets	<u>26,741,073</u>	<u>333,666</u>	<u>43,590</u>	<u>27,031,149</u>
Less accumulated depreciation for:				
Buildings	590,763	41,363	-	632,126
Improvements other than buildings	6,748,033	558,649	2,073	7,304,609
Machinery and equipment	987,461	129,945	1,626	1,115,780
Transportation equipment	<u>157,563</u>	<u>35,775</u>	<u>23,994</u>	<u>169,344</u>
Total accumulated depreciation	<u>8,483,820</u>	<u>765,732</u>	<u>27,693</u>	<u>9,221,859</u>
Total Water Utility capital assets, net	<u>\$ 18,257,253</u>	<u>\$ (432,066)</u>	<u>\$ 15,897</u>	<u>\$ 17,809,290</u>
Wastewater Utility:				
Capital assets, not being depreciated:				
Land	\$ 120,554	\$ -	\$ -	\$ 120,554
Construction in progress	130,069	1,275,710	-	1,405,779
Capital assets, being depreciated:				
Buildings	21,610,693	7,240	-	21,617,933
Improvements other than buildings	21,564,087	161,912	13,138	21,712,861
Machinery and equipment	6,408,193	73,072	53,925	6,427,340
Transportation equipment	<u>605,569</u>	<u>-</u>	<u>-</u>	<u>605,569</u>
Total capital assets	<u>50,439,165</u>	<u>1,517,934</u>	<u>67,063</u>	<u>51,890,036</u>
Less accumulated depreciation for:				
Buildings	2,310,402	414,692	-	2,725,094
Improvements other than buildings	5,936,861	524,741	235	6,461,367
Machinery and equipment	1,049,676	350,548	49,997	1,350,227
Transportation equipment	<u>226,519</u>	<u>81,859</u>	<u>-</u>	<u>308,378</u>
Total accumulated depreciation	<u>9,523,458</u>	<u>1,371,840</u>	<u>50,232</u>	<u>10,845,066</u>
Total Water Utility capital assets, net	<u>\$ 40,915,707</u>	<u>\$ 146,094</u>	<u>\$ 16,831</u>	<u>\$ 41,044,970</u>

City of Vincennes
Beverly S. Marsh
 Clerk-Treasurer

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

The City has entered into the following debt:

<u>Description of Debt</u>	<u>Ending Principal Balance</u>	<u>Principal and Interest Due Within One Year</u>
Governmental activities:		
Capital Leases:		
Street Sweeper	\$ 28,770	\$ 28,770
Wheel Loader	66,918	12,015
Bonds Payable:		
General Obligation Bonds		
Fire Equipment	425,000	135,000
Redevelopment Bonds	<u>1,450,000</u>	<u>215,000</u>
Total governmental activities debt	<u>\$ 1,970,688</u>	<u>\$ 390,785</u>
Business-type activities:		
Water Utility		
Loans Payable:		
2004 State Rev Loan	<u>\$ 3,427,993</u>	<u>\$ 97,317</u>
Wastewater Utility:		
Loans Payable:		
2004 State Rev Loan	\$ 21,901,224	\$ 642,296
Revenue Bonds:		
2003 Sewageworks		
Revenue Refunding	<u>1,525,000</u>	<u>155,000</u>
Total Wastewater Utility	<u>23,426,224</u>	<u>792,296</u>
Total Business-type Activities Debt	<u>\$ 26,854,217</u>	<u>\$ 894,613</u>

CITY OF VINCENNES
OTHER REPORT

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

Water and Wastewater Utilities

CITY OF VINCENNES
AUDIT RESULT AND COMMENT

MISSING RECYCLING FUNDS

The Vincennes Police Department conducted an investigation of the City of Vincennes Street Superintendent concerning missing recycling funds. The investigation disclosed that Street Department employees, in City owned vehicles, delivered aluminum cans and steel items to a local recycling center. Upon delivery, they received a check that was payable to the respective Street Department employee. The employee cashed the check and gave the money to the Street Superintendent. This cash was never deposited into the City's bank account. The Street Superintendent submitted his resignation as of March 31, 2003. On April 8, 2003, the Vincennes Police Department filed charges at the Knox County Prosecuting Attorney's office on the counts of official misconduct and theft. The Knox County Prosecutor requested restitution in the amount of \$8,398.78 to be paid by the former Street Superintendent.

On February 24, 2004, a plea agreement was entered into for the charge of conversion, calling for probation of 365 days and restitution to the City. Beginning on October 21, 2005, restitution payments were received by the City. As of August 1, 2007, the City had received \$2,500 in restitution from the Knox County Clerk's office leaving a balance owed to the City of \$5,898.78. No restitution payments have been made since August 1, 2007.

Funds misappropriated, diverted or unaccounted for through malfeasance, misfeasance, or non-feasance in office of any officer or employee may be the personal obligation of the responsible officer or employee. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

IC 5-13-6-1(d) states in part: "A city or town shall deposit funds not later than the next business day following the receipt of the funds in depositories selected by the city or town as provided in an ordinance adopted by the city or town and approved as depositories of state funds."

Receipts shall be issued and recorded at the time of the transactions; for example, when cash or a check is received, a receipt is to be immediately prepared and given to the person making payment. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

A similar comment appeared in prior reports.

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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

TO: THE OFFICIALS OF THE CITY OF VINCENNES, KNOX COUNTY, INDIANA

Compliance

We have audited the compliance of the City of Vincennes (City) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended December 31, 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 year ended December 31, 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 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

June 8, 2010

CITY OF VINCENNES
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended December 31, 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
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Direct Grant			
Drug Prevention Program	16.728		\$ 48,041
Pass-Through Indiana Criminal Justice Institute			
Bulletproof Vest Partnership Program	16.607		4,052
Total for federal grantor agency			<u>52,093</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Pass-Through Indiana Department of Transportation			
Highway Planning and Construction Cluster			
Highway Planning and Construction	20.205		329,088
Railroad Relocation Study			113,668
Heritage Trail			<u>113,668</u>
Total for federal grantor agency			<u>442,756</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Office of Community and Rural Affairs			
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036		
DR 1A-09-017			13,541
Total for federal grantor agency			<u>13,541</u>
Total federal awards expended			<u>\$ 508,390</u>

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

CITY OF VINCENNES
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 Vincennes (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.

CITY OF VINCENNES
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
----------------	------------------------------------

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? yes

Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

CITY OF VINCENNES
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

CITY OF VINCENNES
EXIT CONFERENCE

The contents of this report were discussed on June 8, 2010, with Beverly S. Marsh, Clerk-Treasurer; and Shirley S. Rose, President of the City Council. The officials concurred with our audit findings.