

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

EXAMINATION REPORT  
OF  
TOWN OF FAIRVIEW PARK  
VERMILLION COUNTY, INDIANA  
January 1, 2008 to December 31, 2009



**FILED**  
12/29/2010



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OFFICIALS

Office

Official

Term

Clerk-Treasurer

Teresa Baker

01-01-08 to 12-31-11

President of the  
Town Council

Larry Natalie

01-01-08 to 12-31-10



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE TOWN OF FAIRVIEW PARK, VERMILLION COUNTY, INDIANA

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

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

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

The Schedule of Long-Term Debt, as listed in the Table of Contents, is presented for additional analysis and is not a required part of the basic financial information. It has not been subjected to the examination procedures applied to the basic financial information and, accordingly, we express no opinion on it.

STATE BOARD OF ACCOUNTS

November 4, 2010

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

	Cash and Investments 01-01-08	Receipts	Disbursements	Cash and Investments 12-31-08
Governmental Funds:				
General	\$ 41,447	\$ 99,455	\$ 106,620	\$ 34,282
Motor Vehicle Highway	49,724	60,033	57,749	52,008
Local Road and Street	20,872	7,715	2,644	25,943
Park and Recreation	370	-	-	370
Law Enforcement Continuing Education	829	842	575	1,096
Riverboat	20	9,385	-	9,405
Flag Fund	332	300	-	632
Levy Excess	129	-	129	-
Cumulative Capital Improvement	3,251	6,574	-	9,825
Cumulative Capital Development	21,559	7,853	4,500	24,912
Cumulative Building and Fire Fighting Equipment	16,957	6,519	-	23,476
Proprietary Funds:				
Water Utility - Operating	41,542	174,211	188,978	26,775
Water Utility - Bond and Interest	-	52,622	52,622	-
Water Utility - Customer Deposit	5,495	800	3,550	2,745
Water Utility - Construction	19,314	-	-	19,314
Water Utility - Improvement	57,337	-	-	57,337
Wastewater Utility - Operating	63,756	411,718	415,040	60,434
Wastewater Utility - Bond and Interest	-	264,718	264,718	-
Wastewater Utility - Depreciation	82,030	37,860	-	119,890
Wastewater Utility - Construction	94	-	-	94
<b>Totals</b>	<b>\$ 425,058</b>	<b>\$ 1,140,605</b>	<b>\$ 1,097,125</b>	<b>\$ 468,538</b>
	Cash and Investments 01-01-09	Receipts	Disbursements	Cash and Investments 12-31-09
Governmental Funds:				
General	\$ 34,282	\$ 96,054	\$ 105,907	\$ 24,429
Motor Vehicle Highway	52,008	52,819	56,419	48,408
Local Road and Street	25,943	7,312	3,650	29,605
Park and Recreation	370	200	570	-
Law Enforcement Continuing Education	1,096	970	1,701	365
Riverboat	9,405	9,362	4,142	14,625
Rainy Day	-	1,829	-	1,829
Flag Fund	632	-	-	632
Cumulative Capital Improvement	9,825	4,587	-	14,412
Cumulative Capital Development	24,912	6,259	6,158	25,013
Cumulative Building and Fire Fighting Equipment	23,476	5,196	-	28,672
Proprietary Funds:				
Water Utility - Operating	26,775	161,979	162,932	25,822
Water Utility - Bond and Interest	-	52,908	52,908	-
Water Utility - Customer Deposit	2,745	1,000	400	3,345
Water Utility - Construction	19,314	-	-	19,314
Water Utility - Improvement	57,337	-	-	57,337
Wastewater Utility - Operating	60,434	382,098	400,274	42,258
Wastewater Utility - Bond and Interest	-	265,010	265,010	-
Wastewater Utility - Depreciation	119,890	37,860	-	157,750
Wastewater Utility - Construction	94	3,007	3,007	94
<b>Totals</b>	<b>\$ 468,538</b>	<b>\$ 1,088,450</b>	<b>\$ 1,063,078</b>	<b>\$ 493,910</b>

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

TOWN OF FAIRVIEW PARK  
NOTES TO FINANCIAL INFORMATION

Note 1. Introduction

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

Note 2. Fund Accounting

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

Note 3. Budgets

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

Note 4. Property Taxes

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

Note 5. Deposits and Investments

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

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

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

The Town has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Business-type activities:		
Water Utility		
Revenue bonds:		
Water Utility Improvements	\$ 342,000	\$ 10,536
Wastewater Utility:		
Revenue bonds:		
Wastewater Utility Construction	4,256,000	265,160
 Total business-type activities debt	 <u>\$ 4,598,000</u>	 <u>\$ 275,696</u>

TOWN OF FAIRVIEW PARK  
EXAMINATION RESULTS AND COMMENTS

OFFICIAL BOND

The bond on file for the Clerk-Treasurer was not payable to the State of Indiana.

IC 5-4-1-10 states in part: "All official bonds shall be payable to the state of Indiana; and every such bond shall be obligatory to such state . . . ."

PRESCRIBED FORMS

The Town does not use Town Form 211 for recording their capital asset acquisitions and deletions.

Officials and employees are required to use State Board of Accounts prescribed or approved forms in the manner prescribed. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

TOWN OF FAIRVIEW PARK  
EXIT CONFERENCE

The contents of this report were discussed on November 4, 2010, with Teresa Baker, Clerk-Treasurer; Mary Kay Frazier, Utility Clerk; and Susan E. Crossley, Street and Water Superintendent. The officials concurred with our findings.