

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

EXAMINATION REPORT
OF
TOWN OF REMINGTON
JASPER COUNTY, INDIANA
January 1, 2009 to December 31, 2010



FILED
05/17/2011

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OFFICIALS

Office

Official

Term

Clerk-Treasurer

Kay Brown

01-01-08 to 12-31-11

President of the
Town Council

Brian Melchi

01-01-09 to 12-31-11



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE TOWN OF REMINGTON, JASPER COUNTY, INDIANA

We have examined the financial information presented herein of the Town of Remington (Town), for the period of January 1, 2009 to December 31, 2010. 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, 2009 and 2010, 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

April 5, 2011

TOWN OF REMINGTON
SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
ALL GOVERNMENTAL AND FIDUCIARY FUND TYPES
As Of And For The Years Ended December 31, 2009 And 2010

	Cash and Investments 01-01-09	Receipts	Disbursements	Cash and Investments 12-31-09
Governmental Funds:				
General	\$ 122,520	\$ 481,873	\$ 394,833	\$ 209,560
Motor Vehicle Highway	90,012	78,119	75,205	92,926
Local Road and Street	27,933	6,470	10,000	24,403
Park and Recreation	50,016	51,862	81,820	20,058
Park Non Reverting Operating	1,438	50	1,488	-
Park Donation	10,456	1,520	3,681	8,295
Police Donation	10	-	10	-
Law Enforcement Continuing Education	1,155	335	153	1,337
Riverboat	13,938	8,279	-	22,217
Rainy Day	45,433	23,885	-	69,318
TIF/TIR	939,069	659,035	360,799	1,237,305
Sign	300	-	-	300
Cemetery	97,614	7,068	12,652	92,030
Cumulative Building Fund	20,623	-	14,385	6,238
Cumulative Capital Improvement	12,900	4,057	210	16,747
Cumulative Capital Development	32,515	17,128	15,155	34,488
County Economic Development Income Tax	94,455	44,583	17,100	121,938
Fire Debt	-	5,537	5,201	336
Redevelopment	231,254	115,288	124,867	221,675
Public Safety	42,851	44,316	47,394	39,773
Levy Excess	11,362	-	11,362	-
INDOT Grant	-	383,393	383,393	-
Proprietary Funds:				
Water Utility - Operating	122,514	343,659	340,235	125,938
Water Utility - Bond and Interest	12	97,905	105,665	(7,748)
Water Utility - Depreciation	6,323	5,489	1,454	10,358
Water Utility - Customer Deposit	23,315	4,074	4,350	23,039
Water Utility - Construction	209,942	-	20,791	189,151
Water Utility - Reserve	100,325	3,468	-	103,793
Wastewater Utility - Operating	192,895	639,381	652,820	179,456
Wastewater Utility - Bond and Interest	219,321	278,113	274,067	223,367
Wastewater Utility - Depreciation	9,032	11,995	13,215	7,812
Wastewater Utility - Lateral Improvement	16,870	8,206	-	25,076
Wastewater Utility - Reserve	289,723	6,107	12,213	283,617
Fiduciary Fund:				
Payroll	7,570	538,830	536,821	9,579
Totals	<u>\$ 3,043,696</u>	<u>\$ 3,870,025</u>	<u>\$ 3,521,339</u>	<u>\$ 3,392,382</u>

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

TOWN OF REMINGTON
SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
ALL GOVERNMENTAL AND FIDUCIARY FUND TYPES
As Of And For The Years Ended December 31, 2009 And 2010
(Continued)

	Cash and Investments 01-01-10	Receipts	Disbursements	Cash and Investments 12-31-10
Governmental Funds:				
General	\$ 209,560	\$ 462,677	\$ 382,625	\$ 289,612
Motor Vehicle Highway	92,926	62,744	101,383	54,287
Local Road and Street	24,403	6,667	19,597	11,473
Park and Recreation	20,058	122,894	78,553	64,399
Park Donation	8,295	125	-	8,420
Park Insurance	-	38,502	38,502	-
Law Enforcement Continuing Education	1,337	155	-	1,492
Riverboat	22,217	8,279	-	30,496
Rainy Day	69,318	60,630	2,359	127,589
TIF/TIR	1,237,305	515,221	396,764	1,355,762
Sign	300	-	300	-
Cemetery	92,030	4,548	13,888	82,690
Cumulative Building Fund	6,238	-	6,238	-
Cumulative Capital Improvement	16,747	3,874	895	19,726
Cumulative Capital Development	34,488	16,974	16,077	35,385
County Economic Development Income Tax	121,938	60,671	32,761	149,848
Fire Debt	336	-	336	-
Redevelopment	221,675	24,776	-	246,451
Public Safety	39,773	54,895	52,516	42,152
Levy Excess	-	878	-	878
INDOT Grant	-	18,820	18,820	-
Fire Station Grant	-	442,895	323,923	118,972
Jasper County Foundation Grant	-	2,000	2,000	-
Proprietary Funds:				
Water Utility - Operating	125,938	437,040	369,159	193,819
Water Utility - Bond and Interest	(7,748)	110,925	103,115	62
Water Utility - Depreciation	10,358	4,821	860	14,319
Water Utility - Customer Deposit	23,039	5,036	5,875	22,200
Water Utility - Construction	189,151	-	18,967	170,184
Water Utility - Improvement	103,793	3,209	-	107,002
Wastewater Utility - Operating	179,456	566,276	666,314	79,418
Wastewater Utility - Bond and Interest	223,367	278,693	274,420	227,640
Wastewater Utility - Depreciation	7,812	11,312	1,814	17,310
Wastewater Utility - Lateral Improvement	25,076	3,021	-	28,097
Wastewater Utility - Reserve	283,617	-	-	283,617
Fiduciary Fund:				
Payroll	9,579	560,742	563,058	7,263
Totals	<u>\$ 3,392,382</u>	<u>\$ 3,889,300</u>	<u>\$ 3,491,119</u>	<u>\$ 3,790,563</u>

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

TOWN OF REMINGTON
NOTES TO FINANCIAL INFORMATION

Note 1. Introduction

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

Note 2. Fund Accounting

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

Note 3. Budgets

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

Note 4. Property Taxes

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

Note 5. Deposits and Investments

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

TOWN OF REMINGTON
NOTES TO FINANCIAL INFORMATION
(Continued)

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

Note 6. Pension Plan

Public Employees' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Cost

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

TOWN OF REMINGTON
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT
 December 31, 2010

The Town and Utilities has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:		
Capital leases:		
Wood Chipper/Leaf Vac	\$ 61,604	\$ 15,401
Bonds payable:		
Revenue bonds:		
2007 Redevelopment district tax increment bonds	<u>2,470,000</u>	<u>119,795</u>
Total governmental activities debt	<u>\$ 2,531,604</u>	<u>\$ 135,196</u>
Business-type activities:		
Water Utility:		
Revenue bonds:		
2002 Water revenue refunding bonds	\$ 535,000	\$ 91,500
2007 Water revenue bonds	<u>265,000</u>	<u>12,190</u>
Total Water Utility	<u>800,000</u>	<u>103,690</u>
Wastewater Utility:		
Revenue bonds:		
1996 Wastewater revenue refunding bonds	495,000	95,866
2003 Wastewater revenue bonds	<u>1,920,000</u>	<u>178,971</u>
Total Wastewater Utility	<u>2,415,000</u>	<u>274,837</u>
Total business-type activities debt	<u>\$ 3,215,000</u>	<u>\$ 378,527</u>

TOWN OF REMINGTON
EXAMINATION RESULT AND COMMENT

CAPITAL ASSET RECORDS

Neither the Town nor its Utilities have maintained a detailed ledger of capital assets.

Every governmental unit should have a complete inventory of all capital assets owned which reflects their acquisition value. Such inventory should be recorded in the Capital Assets Ledger. A complete inventory should be taken every year for good internal control and for verifying account balances carried in the accounting records. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

TOWN OF REMINGTON
EXIT CONFERENCE

The contents of this report were discussed on April 5, 2011, with Kay Brown, Clerk-Treasurer. The official concurred with our findings.