

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

ANNUAL FINANCIAL REPORT

2010

CITY OF GREENSBURG

DECATUR COUNTY, INDIANA



FILED
08/22/2011

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	L. June Ryle	01-01-08 to 12-31-11
Mayor	Gary L. Herbert	01-01-08 to 12-31-11
President of the Board of Public Works and Safety	Gary L. Herbert	01-01-08 to 12-31-11
President of the Common Council	William Wenning Helen Gardner	01-01-10 to 12-31-10 01-01-11 to 12-31-11
President of the Water Board	Charles Storie	01-01-10 to 12-31-11
Superintendent of Water Utility	Richard Denney	01-01-10 to 12-31-11
Superintendent of Wastewater Utility	Jeffrey H. Smith	01-01-10 to 12-31-11
Utility Office Manager	Donna M. Lecher	01-01-10 to 12-31-11



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
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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 GREENSBURG, DECATUR COUNTY, INDIANA

We have audited the accompanying financial statement of the City of Greensburg (City), for the year ended December 31, 2010. This financial statement is the responsibility of the City's management. Our responsibility is to express an opinion on this financial statement 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 statement is free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement. 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 opinion.

As discussed in Note 1, the City prepares its financial statement on the prescribed basis of accounting that demonstrates compliance with the reporting requirements established by the State Board of Accounts as allowed by state statute (IC 5-11-1-6), which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The basis of accounting noted above is a different basis than that used in the prior year.

In our opinion, the financial statement referred to above presents fairly, in all material respects, the financial position and results of operations of the City for the year ended December 31, 2010, on the basis of accounting described in Note 1.

In accordance with Government Auditing Standards, we have also issued a report dated August 4, 2011, 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 integral part of 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 an opinion on the City's financial statement. 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 financial statement. Such information has been subjected to the auditing procedures applied in the audit of the financial statement and, in our opinion, is fairly stated, in all material respects, in relation to the financial statement taken as a whole.

Our audit was conducted for the purpose of forming an opinion on the City's financial statement. The Combining Schedule of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis and the Schedule of Long-Term Debt are presented for additional analysis and are not required parts of the financial statement. The Combining Schedule of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis and the Schedule of Long-Term Debt have not been subjected to the auditing procedures applied by us in the audit of the financial statement and, accordingly, we express no opinion on them.

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

STATE BOARD OF ACCOUNTS

August 4, 2011



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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 GREENSBURG, DECATUR COUNTY, INDIANA

We have audited the financial statement of the City of Greensburg (City), for the year ended December 31, 2010, and have issued our report thereon dated August 4, 2011. 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 opinion on the financial statement, 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 deficiency in internal control 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 and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statement will not be prevented or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be 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 statement is 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, Common Council, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. In accordance with Indiana Code 5-11-5-1, this report is a part of the public records of the State Board of Accounts and of the office examined.

STATE BOARD OF ACCOUNTS

August 4, 2011

FINANCIAL STATEMENT

CITY OF GREENSBURG
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
REGULATORY BASIS
For The Year Ended December 31, 2010

	Cash and Investments 01-01-10	Receipts	Disbursements	Cash and Investments 12-31-10
General Fund	\$ 1,024,771	\$ 4,944,114	\$ 5,179,262	\$ 789,623
Motor Vehicle Highway	379,371	377,709	359,066	398,014
Local Road and Street	91,124	43,470	45,000	89,594
Airport Improvement	224,790	274,380	283,180	215,990
EDIT	1,293,161	260,169	380,835	1,172,495
Animal Shelter	87	-	87	-
Police Equitable Sharing	11,726	-	-	11,726
Trash Tipping Fee	126,889	168,682	143,242	152,329
FEMA	492	180	90	582
Law Enforcement Continuing Education	16,945	5,846	4,306	18,485
Unsafe Building Fees	42,209	3,280	-	45,489
Riverboat	348,293	64,207	58,956	353,544
911 Dispatch/County	23,783	53,211	12,813	64,181
Honda/Fire	173,059	433,424	337,716	268,767
Fire Contribution	24,436	29,328	13,171	40,593
City Of Greensburg/150Th	6,549	-	6,549	-
Brownfield Grant	5,052	-	-	5,052
Senior Center Project	2,907	-	-	2,907
Hottcity/Downtown Grant	-	53,500	-	53,500
Hazmat Emergency	23,318	4,400	-	27,718
Rainy Day	414,532	197,094	15,325	596,301
Housing Rehab Loan	5,663	90,756	92,872	3,547
Levy Excess Fund	54,077	10,513	54,077	10,513
OWI- Overtime	2,064	9,205	4,660	6,609
TIF	21,248	881,330	299,476	603,102
Police Donations	5,052	149	595	4,606
Aviation Rotary Fuel	26,584	245,722	202,616	69,690
Airport Operations	104,756	237,811	188,583	153,984
EDLP	68,755	777	-	69,532
ILR	45,354	-	-	45,354
Bond-General Sinking	75,576	224,481	257,133	42,924
2005 Renovation	185,942	766	186,636	72
Cumulative Capital Development	128,596	121,606	214,827	35,375
Redevelopment Commission Construction	239,173	2,059,131	1,412,234	886,070
Cumulative Fire	418,691	80,610	-	499,301
Cumulative Capital Improvement	64,785	30,041	29,034	65,792
Police Pension	329,536	184,358	175,626	338,268
Fire Pension	260,315	238,907	197,492	301,730
PERF Withheld	-	29,797	29,797	-
Federal Tax - Fp&Pp	-	365,108	365,108	-
State Tax - Fp&Pp	12,037	115,968	128,005	-
FICA Tax Withheld	-	65,767	65,767	-
County Tax - Fp&Pp	4,228	40,983	45,211	-
Health Care Plan	615,516	1,396,247	1,679,265	332,498
Medicare Withheld	-	42,316	42,316	-
Direct Deposit Payroll Clearing	-	1,375,635	1,375,635	-
77 Pension Police Assessment W/H	-	42,184	42,184	-
77 Pension Fire Assessment W/H"	-	72,652	72,652	-
Indiana State W/H: D.S.	-	9,964	9,964	-
Indiana State W/H: C.Bridges	-	2,400	2,400	-
Indiana State W/H: T. Harmon	-	6,200	6,200	-
Indiana State W/H: R. Zapfe	-	282	282	-

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

CITY OF GREENSBURG
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
REGULATORY BASIS
For The Year Ended December 31, 2010
(Continued)

	Cash and Investments 01-01-10	Receipts	Disbursements	Cash and Investments 12-31-10
Decatur County Garnishment / Cain	-	903	903	-
Tax & Miscellaneous Clearing Fund	-	579,007	579,007	-
Airport Clearing	-	7,988	7,988	-
Conseco Insurance W/H	-	22,930	22,930	-
Pre-Paid Legal	-	1,243	1,243	-
American General W/H	-	1,460	1,460	-
Aflac	-	2,301	2,301	-
Health Insurance - Employee W/H	161	81	242	-
Worksite Solutions	-	1,120	1,120	-
Brokers National/Vision	-	14,974	14,974	-
Indiana State W/H - D.Wilson	-	6,240	6,240	-
Indiana State W/H: J.Tressler	-	4,836	4,836	-
Indiana State W/H: A.Allen	-	10,039	10,039	-
Indiana State W/H: R. Perez	-	5,200	5,200	-
Indiana State W/H: S.Barnes	-	7,280	7,280	-
Garnishment / Brothers	-	540	540	-
Wastewater General	177,979	3,020,305	2,891,539	306,745
Wastewater Computer Reserve	429,449	-	1,136	428,313
Wastewater Depreciation	253,242	150,385	139,828	263,799
Wastewater Electronic Map	8	-	-	8
Wastewater Construction- NY	7,018	1	1	7,018
Wastewater Capital Improvement	1,365,440	82,895	7,164	1,441,171
Wastewater Sinking- NY	367,122	1,605,167	1,332,838	639,451
Wastewater Plant Service	2,265	-	-	2,265
Wastewater Debt Service Reserve-NY	1,314,225	52,020	153,634	1,212,611
Water General	132,008	2,406,742	2,228,460	310,290
Water Bond & Interest	83,734	286,991	282,008	88,717
Water Depreciation Account	115,731	27,000	39,922	102,809
Water Meter Deposit	131,509	85,757	78,805	138,461
Water Capital Improvement	663,138	24,066	86,894	600,310
Water Computer Reserve	204,268	-	712	203,556
Water SRF Loan- NY	-	2,012,721	2,012,721	-
Water Debt Reserve Account	369,892	-	-	369,892
Water Bond And Interest- NY	14,200	233,572	208,522	39,250
Water Debt Reserve - NY	438,156	89,056	113,092	414,120
Water Bond Reserve / From TIF	179,480	404,207	149,992	433,695
Utilities Clearing	28,558	5,326,782	5,324,238	31,102
Totals	<u>\$ 13,179,025</u>	<u>\$ 31,368,469</u>	<u>\$ 29,738,054</u>	<u>\$ 14,809,440</u>

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

CITY OF GREENSBURG, DECATUR COUNTY
NOTES TO FINANCIAL STATEMENT

Note 1. 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 some or all of 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, electric, gas, storm water, trash, aviation, and urban redevelopment and housing.

The accompanying financial statement presents the financial information for the City (primary government), and does not include financial information for any of the City's legally separate component units, which accounting principles generally accepted in the United States of America require to be reported with the financial information of the City (primary government).

B. Basis of Accounting

The financial statements are reported on a regulatory basis of accounting prescribed by the State Board of Accounts in accordance with state statute (IC 5-11-1-6), 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 regulatory 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.

C. Cash and Investments

Investments are stated at cost. Any changes in fair value of the investments are reported as receipts in the year of the sale of the investment.

D. Receipts

Receipts are presented in the aggregate on the face of the financial statements. The aggregate receipts may include, but are not limited to, the following sources:

Taxes which can include one or more of the following: property taxes, certified shares (local option tax), property tax replacement credit (local option tax), county option income tax, wheel tax, innkeepers tax, food and beverage tax, county economic development income tax, boat and trailer excise tax, county adjusted gross income tax, and other taxes that are set by the City.

Licenses and permits which include amounts received from businesses, occupations, or nonbusinesses that must be licensed before doing business within the government's jurisdiction or permits levied according to the benefits presumably conferred by the permit. Examples of licenses and permits include: peddler licenses, dog tax licenses, auctioneer license, building and planning permits, demolition permits, electrical permits, sign permits, and gun permits.

CITY OF GREENSBURG, DECATUR COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

Intergovernmental receipts which include receipts from other governments in the form of operating grants, entitlements, or payments in lieu of taxes. Examples of this type of receipts include, but are not limited to: federal grants, state grants, cigarette tax distributions received from the state, motor vehicle highway distribution received from the state, local road and street distribution received from the state, financial institution tax received from the state, auto excise surtax received from the state, commercial vehicle excise tax received from the state, major moves distributions received from the state, and riverboat receipts received from the county.

Charges for services which can include, but are not limited to the following: planning commission charges, building department charges, copies of public records, copy machine charges, accident report copies, gun permit applications, 911 telephone services, recycling fees, dog pound fees, emergency medical service fees, park rental fees, swimming pool receipts, cable tv receipts, ordinance violations, fines and fees, bond forfeitures, court costs, and court receipts.

Fines and forfeits which include receipts derived from fines and penalties imposed for the commission of statutory offenses, violation of lawful administrative rules and regulations (fines), and for the neglect of official duty and monies derived from confiscating deposits held as performance guarantees (forfeitures).

Utility fees which are comprised mostly of charges for current services.

Other receipts which include amounts received from various sources which can include, but are not limited to the following: net proceeds from borrowings; interfund loan activity; transfers authorized by statute, ordinance, resolution or court order; internal service receipts; and fiduciary receipts.

E. Disbursements

Disbursements are presented in the aggregate on the face of the financial statements. The aggregate disbursements may include, but are not limited to, the following uses:

Personal services include outflows for salaries, wages, and related employee benefits provided for all persons employed. In those units where sick leave, vacation leave, overtime compensation, and other such benefits are appropriated separately, such payments would also be included.

Supplies which include articles and commodities that are entirely consumed and materially altered when used and/or show rapid depreciation after use for a short period of time. Examples of supplies include office supplies, operating supplies, and repair and maintenance supplies.

Other services and charges which include, but are not limited to: professional services, communication and transportation, printing and advertising, insurance, utility services, repairs and maintenance, and rental charges.

Debt service principal and interest which include fixed obligations resulting from financial transactions previously entered into by the City. It includes all expenditures for the reduction of the principal and interest of the City's general obligation indebtedness.

CITY OF GREENSBURG, DECATUR COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

Capital outlay which include all outflows for land, infrastructure, buildings, improvements, and machinery and equipment having an appreciable and calculable period of usefulness.

Utility operating expenses which include all outflows for operating the utilities.

Other disbursements which include, but are not limited to the following: interfund loan payments, loans made to other funds, internal service disbursements, and transfers out that are authorized by statute, ordinance, resolution, or court order.

F. Interfund Transfers

The City may, from time to time, transfer money from one fund to another. These transfers, if any, are included as a part of the receipts and disbursements of the affected funds and as a part of total receipts and disbursements. The transfers are used for cash flow purposes as provided by various statutory provisions.

G. Fund Accounting

Separate funds are established, maintained, and reported by the City. Each fund is used to account for money received from and used for specific sources and uses as determined by various regulations. Restrictions on some funds are set by statute while other funds are internally restricted by the City. The money accounted for in a specific fund may only be available for use for certain, legally restricted purposes. Additionally, some funds are used to account for assets held by the City in a trustee capacity as an agent of individuals, private organizations, other funds, or other governmental units and therefore the funds cannot be used for any expenditures of the unit itself.

Note 2. Budgets

The operating budget is initially prepared and approved at the local level. The fiscal officer of the City submits a proposed operating budget to the governing board for the following calendar year. The budget is advertised as required by law. Prior to adopting the budget, the governing board conducts public hearings and obtains taxpayer comments. Prior to November 1, the governing board approves the budget for the next year. The budget for funds for which property taxes are levied or highway use taxes are received is subject to final approval by the Indiana Department of Local Government Finance.

Note 3. Property Taxes

Property taxes levied are collected by the County Treasurer and are scheduled to be distributed to the City in June and December; however, situations can arise which would delay the distributions. 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 percent 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 normally become delinquent if not paid by May 10 and November 10, respectively.

CITY OF GREENSBURG, DECATUR COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 4. Deposits and Investments

Deposits, made in accordance with state statute (IC 5-13), with financial institutions in the State of Indiana at year end should be 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 statutes authorize the City 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 5. Risk Management

The City may be exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; job related illnesses or injuries to employees; medical benefits to employees, retirees, and dependents; and natural disasters.

These risks can be mitigated through the purchase of insurance, establishment of a self-insurance fund, and/or participation in a risk pool. The purchase of insurance transfers the risk to an independent third party. The establishment of a self-insurance fund allows the City to set aside money for claim settlements. The self-insurance fund would be included in the financial statements. The purpose of participation in a risk pool is to provide a medium for the funding and administration of the risks. These risks may also be mitigated by the City by recording as a disbursement and replacement items purchased.

Note 6. Pension Plan(s)

A. Public Employees' Retirement Fund

Plan Description

The Indiana Public Employees' Retirement Fund (PERF) is 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 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 members' contributions, set by state statute at 3 percent 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

CITY OF GREENSBURG, DECATUR COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

Funding Policy and Annual Pension Cost

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

B. 1925 Police Officers' Pension Plan

Plan Description

The 1925 Police Officers' Pension Plan 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.

On Behalf Payments

The 1925 Police Officers' Pension Plan is funded by the State of Indiana through the Public Employees' Retirement Fund as provided under Indiana Code 5-10.3-11.

C. 1937 Firefighters' Pension Plan

Plan Description

The 1937 Firefighters' Pension Plan 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.

On Behalf Payments

The 1937 Firefighters' Pension Plan is funded by the State of Indiana through the Public Employees' Retirement Fund as provided under Indiana Code 5-10.3-11.

CITY OF GREENSBURG, DECATUR COUNTY
NOTES TO FINANCIAL STATEMENT
(Continued)

D. 1977 Police Officers' and Firefighters' Pension and Disability Fund

Plan Description

The 1977 Police Officers' and Firefighters' Pension and Disability Fund is 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 52 with 20 years of service. An employee with 20 years of service may leave service, but will not receive benefits until reaching age 52. 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.

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SUPPLEMENTARY INFORMATION – UNAUDITED

For additional financial information, the City of Greensburg's Annual Report can be found on the Indiana Transparency Portal website: www.in.gov/itp/annual_reports/.

CITY OF GREENSBURG
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010

	General Fund	Motor Vehicle Highway	Local Road and Street	Airport Improvement	EDIT	Animal Shelter
Cash and investments - beginning	\$ 1,024,771	\$ 379,371	\$ 91,124	\$ 224,790	\$ 1,293,161	\$ 87
Receipts:						
Taxes	3,126,802	-	-	-	245,968	-
Licenses and permits	15,296	-	-	-	-	-
Intergovernmental	1,360,766	353,391	43,470	115,206	-	-
Charges for services	237,650	24,070	-	158,744	-	-
Fines and forfeits	726	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	202,874	248	-	430	14,201	-
Total receipts	<u>4,944,114</u>	<u>377,709</u>	<u>43,470</u>	<u>274,380</u>	<u>260,169</u>	<u>-</u>
Disbursements:						
Personal services	4,184,163	109,727	-	-	-	-
Supplies	276,597	50,157	45,000	-	-	-
Other services and charges	682,696	120,931	-	-	380,835	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	35,529	78,251	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	277	-	-	283,180	-	87
Total disbursements	<u>5,179,262</u>	<u>359,066</u>	<u>45,000</u>	<u>283,180</u>	<u>380,835</u>	<u>87</u>
Excess (deficiency) of receipts over disbursements	<u>(235,148)</u>	<u>18,643</u>	<u>(1,530)</u>	<u>(8,800)</u>	<u>(120,666)</u>	<u>(87)</u>
Cash and investments - ending	<u>\$ 789,623</u>	<u>\$ 398,014</u>	<u>\$ 89,594</u>	<u>\$ 215,990</u>	<u>\$ 1,172,495</u>	<u>\$ -</u>

CITY OF GREENSBURG
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Police Equitable Sharing	Trash Tipping Fee	FEMA	Law Enforcement Continuing Education	Unsafe Building Fees	Riverboat
Cash and investments - beginning	\$ 11,726	\$ 126,889	\$ 492	\$ 16,945	\$ 42,209	\$ 348,293
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	3,280	-
Intergovernmental	-	-	180	-	-	64,207
Charges for services	-	168,682	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	-	-	5,846	-	-
Total receipts	-	168,682	180	5,846	3,280	64,207
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	4,306	-	5,000
Other services and charges	-	143,242	-	-	-	53,956
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	90	-	-	-
Total disbursements	-	143,242	90	4,306	-	58,956
Excess (deficiency) of receipts over disbursements	-	25,440	90	1,540	3,280	5,251
Cash and investments - ending	\$ 11,726	\$ 152,329	\$ 582	\$ 18,485	\$ 45,489	\$ 353,544

CITY OF GREENSBURG
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	911 Dispatch/County	Honda/Fire	Fire Contribution	City of Greensburg/150Th	Brownfield Grant	Senior Center Project
Cash and investments - beginning	\$ 23,783	\$ 173,059	\$ 24,436	\$ 6,549	\$ 5,052	\$ 2,907
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	53,211	433,424	29,328	-	-	-
Total receipts	<u>53,211</u>	<u>433,424</u>	<u>29,328</u>	<u>-</u>	<u>-</u>	<u>-</u>
Disbursements:						
Personal services	12,813	331,716	-	-	-	-
Supplies	-	-	13,171	-	-	-
Other services and charges	-	6,000	-	6,549	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	<u>12,813</u>	<u>337,716</u>	<u>13,171</u>	<u>6,549</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>40,398</u>	<u>95,708</u>	<u>16,157</u>	<u>(6,549)</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 64,181</u>	<u>\$ 268,767</u>	<u>\$ 40,593</u>	<u>\$ -</u>	<u>\$ 5,052</u>	<u>\$ 2,907</u>

CITY OF GREENSBURG
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Hottcity/Downtown Grant	Hazmat Emergency	Rainy Day	Housing Rehab Loan	Levy Excess Fund	OWI Overtime
Cash and investments - beginning	\$ -	\$ 23,318	\$ 414,532	\$ 5,663	\$ 54,077	\$ 2,064
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	53,500	-	-	90,756	-	9,205
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	4,400	197,094	-	10,513	-
Total receipts	53,500	4,400	197,094	90,756	10,513	9,205
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	15,325	-	-	-
Other services and charges	-	-	-	-	-	1,799
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	92,872	54,077	2,861
Total disbursements	-	-	15,325	92,872	54,077	4,660
Excess (deficiency) of receipts over disbursements	53,500	4,400	181,769	(2,116)	(43,564)	4,545
Cash and investments - ending	\$ 53,500	\$ 27,718	\$ 596,301	\$ 3,547	\$ 10,513	\$ 6,609

CITY OF GREENSBURG
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	TIF	Police Donations	Aviation Rotary Fuel	Airport Operations	EDLP	ILR
Cash and investments - beginning	\$ 21,248	\$ 5,052	\$ 26,584	\$ 104,756	\$ 68,755	\$ 45,354
Receipts:						
Taxes	877,017	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	245,541	237,449	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	4,313	149	181	362	777	-
Total receipts	<u>881,330</u>	<u>149</u>	<u>245,722</u>	<u>237,811</u>	<u>777</u>	<u>-</u>
Disbursements:						
Personal services	-	-	-	9,752	-	-
Supplies	-	-	-	817	-	-
Other services and charges	299,476	-	-	26,901	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	595	202,616	151,113	-	-
Total disbursements	<u>299,476</u>	<u>595</u>	<u>202,616</u>	<u>188,583</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>581,854</u>	<u>(446)</u>	<u>43,106</u>	<u>49,228</u>	<u>777</u>	<u>-</u>
Cash and investments - ending	<u>\$ 603,102</u>	<u>\$ 4,606</u>	<u>\$ 69,690</u>	<u>\$ 153,984</u>	<u>\$ 69,532</u>	<u>\$ 45,354</u>

CITY OF GREENSBURG
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Bond-General Sinking	2005 Renovation	Cumulative Capital Development	Redevelopment Commission Construction	Cumulative Fire	Cumulative Capital Improvement
Cash and investments - beginning	\$ 75,576	\$ 185,942	\$ 128,596	\$ 239,173	\$ 418,691	\$ 64,785
Receipts:						
Taxes	209,158	-	113,616	-	75,314	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	14,709	-	7,990	-	5,296	30,041
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	614	766	-	2,059,131	-	-
Total receipts	<u>224,481</u>	<u>766</u>	<u>121,606</u>	<u>2,059,131</u>	<u>80,610</u>	<u>30,041</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	257,133	-	214,827	1,412,234	-	29,034
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	186,636	-	-	-	-
Total disbursements	<u>257,133</u>	<u>186,636</u>	<u>214,827</u>	<u>1,412,234</u>	<u>-</u>	<u>29,034</u>
Excess (deficiency) of receipts over disbursements	<u>(32,652)</u>	<u>(185,870)</u>	<u>(93,221)</u>	<u>646,897</u>	<u>80,610</u>	<u>1,007</u>
Cash and investments - ending	<u>\$ 42,924</u>	<u>\$ 72</u>	<u>\$ 35,375</u>	<u>\$ 886,070</u>	<u>\$ 499,301</u>	<u>\$ 65,792</u>

CITY OF GREENSBURG
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Police Pension	Fire Pension	PERF Withheld	Federal Tax Fp&Pp	State Tax Fp&Pp	FICA Tax Withheld
Cash and investments - beginning	\$ 329,536	\$ 260,315	\$ -	\$ -	\$ 12,037	\$ -
Receipts:						
Taxes	68,470	68,470	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	112,019	167,394	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	3,869	3,043	29,797	365,108	115,968	65,767
Total receipts	<u>184,358</u>	<u>238,907</u>	<u>29,797</u>	<u>365,108</u>	<u>115,968</u>	<u>65,767</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	175,626	197,492	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	29,797	365,108	128,005	65,767
Total disbursements	<u>175,626</u>	<u>197,492</u>	<u>29,797</u>	<u>365,108</u>	<u>128,005</u>	<u>65,767</u>
Excess (deficiency) of receipts over disbursements	<u>8,732</u>	<u>41,415</u>	<u>-</u>	<u>-</u>	<u>(12,037)</u>	<u>-</u>
Cash and investments - ending	<u>\$ 338,268</u>	<u>\$ 301,730</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF GREENSBURG
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	County Tax Fp&Pp	Health Care Plan	Medicare Withheld	Direct Deposit Payroll Clearing	77 Pension Police Assessment W/H	77 Pension Fire Assessment W/H
Cash and investments - beginning	\$ 4,228	\$ 615,516	\$ -	\$ -	\$ -	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	40,983	1,396,247	42,316	1,375,635	42,184	72,652
Total receipts	<u>40,983</u>	<u>1,396,247</u>	<u>42,316</u>	<u>1,375,635</u>	<u>42,184</u>	<u>72,652</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	45,211	1,679,265	42,316	1,375,635	42,184	72,652
Total disbursements	<u>45,211</u>	<u>1,679,265</u>	<u>42,316</u>	<u>1,375,635</u>	<u>42,184</u>	<u>72,652</u>
Excess (deficiency) of receipts over disbursements	<u>(4,228)</u>	<u>(283,018)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 332,498</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF GREENSBURG
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Indiana State W/H D.S.	Indiana State W/H C.Bridges	Indiana State W/H T. Harmon	Indiana State R. Zapfe	Decatur County Garnishment Cain	Tax & Miscellaneous Clearing Fund
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	9,964	2,400	6,200	282	903	579,007
Total receipts	<u>9,964</u>	<u>2,400</u>	<u>6,200</u>	<u>282</u>	<u>903</u>	<u>579,007</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	9,964	2,400	6,200	282	903	579,007
Total disbursements	<u>9,964</u>	<u>2,400</u>	<u>6,200</u>	<u>282</u>	<u>903</u>	<u>579,007</u>
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	-
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF GREENSBURG
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Airport Clearing	Conseco Insurance W/H	Pre-Paid Legal	American General W/H	Aflac	Health Insurance Employee W/H
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 161
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	7,988	22,930	1,243	1,460	2,301	81
Total receipts	7,988	22,930	1,243	1,460	2,301	81
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	7,988	22,930	1,243	1,460	2,301	242
Total disbursements	7,988	22,930	1,243	1,460	2,301	242
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	(161)
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

CITY OF GREENSBURG
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Worksite Solutions	Brokers National/Vision	Indiana State W/H D.Wilson	Indiana State W/H J.Tressler	Indiana State W/H A.Allen	Indiana State W/H R. Perez
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	1,120	14,974	6,240	4,836	10,039	5,200
Total receipts	<u>1,120</u>	<u>14,974</u>	<u>6,240</u>	<u>4,836</u>	<u>10,039</u>	<u>5,200</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	1,120	14,974	6,240	4,836	10,039	5,200
Total disbursements	<u>1,120</u>	<u>14,974</u>	<u>6,240</u>	<u>4,836</u>	<u>10,039</u>	<u>5,200</u>
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	-
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF GREENSBURG
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Indiana State W/H S.Barnes	Garnishment Garnishment Brothers	Wastewater General	Wastewater Computer Reserve	Wastewater Depreciation	Wastewater Electronic Map
Cash and investments - beginning	\$ -	\$ -	\$ 177,979	\$ 429,449	\$ 253,242	\$ 8
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	2,992,585	-	150,385	-
Other receipts	7,280	540	27,720	-	-	-
Total receipts	7,280	540	3,020,305	-	150,385	-
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	1,136	-	-
Utility operating expenses	-	-	2,891,539	-	-	-
Other disbursements	7,280	540	-	-	139,828	-
Total disbursements	7,280	540	2,891,539	1,136	139,828	-
Excess (deficiency) of receipts over disbursements	-	-	128,766	(1,136)	10,557	-
Cash and investments - ending	\$ -	\$ -	\$ 306,745	\$ 428,313	\$ 263,799	\$ 8

CITY OF GREENSBURG
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Wastewater Construction- NY	Wastewater Improvement	Wastewater Sinking- NY	Wastewater Plant Service	Wastewater Wastewater Debt Service Reserve-Ny	Water General
Cash and investments - beginning	\$ 7,018	\$ 1,365,440	\$ 367,122	\$ 2,265	\$ 1,314,225	\$ 132,008
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	82,895	-	-	-	2,392,362
Other receipts	1	-	1,605,167	-	52,020	14,380
Total receipts	<u>1</u>	<u>82,895</u>	<u>1,605,167</u>	<u>-</u>	<u>52,020</u>	<u>2,406,742</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	1,332,838	-	153,634	-
Capital outlay	1	7,164	-	-	-	-
Utility operating expenses	-	-	-	-	-	2,228,460
Other disbursements	-	-	-	-	-	-
Total disbursements	<u>1</u>	<u>7,164</u>	<u>1,332,838</u>	<u>-</u>	<u>153,634</u>	<u>2,228,460</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>75,731</u>	<u>272,329</u>	<u>-</u>	<u>(101,614)</u>	<u>178,282</u>
Cash and investments - ending	<u>\$ 7,018</u>	<u>\$ 1,441,171</u>	<u>\$ 639,451</u>	<u>\$ 2,265</u>	<u>\$ 1,212,611</u>	<u>\$ 310,290</u>

CITY OF GREENSBURG
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Water Bond & Interest	Water Depreciation	Water Meter Deposit	Water Capital Improvement	Water Computer Reserve	Water SRF Loan- NY
Cash and investments - beginning	\$ 83,734	\$ 115,731	\$ 131,509	\$ 663,138	\$ 204,268	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	27,000	85,757	24,066	-	-
Other receipts	286,991	-	-	-	-	2,012,721
Total receipts	<u>286,991</u>	<u>27,000</u>	<u>85,757</u>	<u>24,066</u>	<u>-</u>	<u>2,012,721</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	280,758	-	-	-	-	2,012,721
Capital outlay	-	39,922	-	86,894	712	-
Utility operating expenses	-	-	78,805	-	-	-
Other disbursements	1,250	-	-	-	-	-
Total disbursements	<u>282,008</u>	<u>39,922</u>	<u>78,805</u>	<u>86,894</u>	<u>712</u>	<u>2,012,721</u>
Excess (deficiency) of receipts over disbursements	<u>4,983</u>	<u>(12,922)</u>	<u>6,952</u>	<u>(62,828)</u>	<u>(712)</u>	<u>-</u>
Cash and investments - ending	<u>\$ 88,717</u>	<u>\$ 102,809</u>	<u>\$ 138,461</u>	<u>\$ 600,310</u>	<u>\$ 203,556</u>	<u>\$ -</u>

CITY OF GREENSBURG
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Water Debt Reserve	Water Bond & Interest- NY	Water Debt Reserve- NY	Water Bond Reserve From TIF	Utilities Clearing	Totals
Cash and investments - beginning	\$ 369,892	\$ 14,200	\$ 438,156	\$ 179,480	\$ 28,558	\$ 13,179,025
Receipts:						
Taxes	-	-	-	-	-	4,784,815
Licenses and permits	-	-	-	-	-	18,576
Intergovernmental	-	-	-	-	-	2,428,130
Charges for services	-	-	-	-	-	1,072,136
Fines and forfeits	-	-	-	-	-	726
Utility fees	-	-	-	-	5,326,782	11,081,832
Other receipts	-	233,572	89,056	404,207	-	11,982,254
Total receipts	-	233,572	89,056	404,207	5,326,782	31,368,469
Disbursements:						
Personal services	-	-	-	-	-	4,648,171
Supplies	-	-	-	-	-	410,373
Other services and charges	-	-	-	-	-	4,008,731
Debt service - principal and interest	-	208,522	113,092	149,992	-	4,251,557
Capital outlay	-	-	-	-	-	249,609
Utility operating expenses	-	-	-	-	-	5,198,804
Other disbursements	-	-	-	-	5,324,238	10,970,809
Total disbursements	-	208,522	113,092	149,992	5,324,238	29,738,054
Excess (deficiency) of receipts over disbursements	-	25,050	(24,036)	254,215	2,544	1,630,415
Cash and investments - ending	\$ 369,892	\$ 39,250	\$ 414,120	\$ 433,695	\$ 31,102	\$ 14,809,440

CITY OF GREENSBURG
SUPPLEMENTARY INFORMATION
SCHEDULE OF LONG-TERM DEBT
December 31, 2010

The City has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental Activities:		
Capital leases:		
Police Station	\$ 2,423,000	\$ 201,000
Notes and loans payable	222,781	88,265
Bonds payable:		
Redevelopment Bond Anticipation Note	1,600,000	1,628,000
Airport Bond Anticipation Note	937,122	79,386
City Hall Renovation	<u>970,000</u>	<u>106,295</u>
Total governmental activities debt	<u>\$ 6,152,903</u>	<u>\$ 2,102,946</u>
Business-type Activities:		
Water Utility		
Revenue bonds:		
1998 Water Refunding Bonds	1,055,000	286,672
SRF Bonds, Series 2007 A	6,800,000	160,000
SRF Bonds, Series 2007 B	<u>7,787,450</u>	<u>81,550</u>
Total Water Utility	<u>15,642,450</u>	<u>528,222</u>
Wastewater Utility		
Revenue bonds:		
2000 Wastewater Expansion Bonds	5,806,000	723,678
SRF Bonds, Series 2007 A	8,430,000	409,638
SRF Bonds, Series 2007 B	<u>9,882,550</u>	<u>103,450</u>
Total Wastewater Utility	<u>24,118,550</u>	<u>1,236,766</u>
Total business-type activities debt:	<u>\$ 39,761,000</u>	<u>\$ 1,764,988</u>

CITY OF GREENSBURG
AUDIT RESULTS AND COMMENTS

BENEFITS PAID TO EXEMPT EMPLOYEES

Ordinance 2009-9 established 2010 salaries for City employees. Section II of the ordinance set the annual compensation for exempt employees which did not include clothing allowance. Mark Klosterkemper, Street Commissioner, is an exempt employee. In 2010, Mark Klosterkemper, Street Commissioner, received \$350 in clothing allowance not specifically authorized in Ordinance 2009-9, Section II.

Ordinance 2009-11 established salaries for utilities' employees. Section II of the ordinance established annual salaries for the utilities' exempt employees including the respective superintendents. In 2010, Richard Denney, Water Utility Superintendent, and Jeffrey Smith, Wastewater Utility Superintendent, each received an additional \$260 in beeper pay not specifically authorized in Ordinance 2009-11, Section II.

All compensation and benefits paid to officials and employees must be included in the labor contract, salary ordinance, resolution or salary schedule adopted by the governing body unless otherwise authorized by statute. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

On August 1, 2011, the City Council passed Ordinance 2011-16 retroactively approving clothing allowance payments to the Street Commissioner for 2010 and 2011. On August 1, 2011, the City Council passed Ordinance 2011-12 retroactively approving beeper payments to the Utilities' Superintendents for 2010 and 2011.

OVERTIME PAID TO STREET COMMISSIONER

Mark Klosterkemper, Street Commissioner, was paid \$484 in overtime pay during 2010. The City Council established the Street Commissioner position as an exempt employee.

Section 3.16 of the City's personnel policy states: "Exempt employees are exempt from specific provisions of federal and state wage and hour laws and are not entitled to overtime compensation or compensatory time off under specific provisions of federal and state laws."

Each governmental unit is responsible for complying with the ordinances, resolutions, and policies it adopts. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

Helen Gardner, President of the Common Council, and Gary L. Herbert, Mayor, stated that the City's Personnel Policy Committee will meet to address this issue and take appropriate action.

SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



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

TO: THE OFFICIALS OF THE CITY OF GREENSBURG, DECATUR COUNTY, INDIANA

Compliance

We have audited the compliance of the City of Greensburg (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 its major federal program for the year ended December 31, 2010. The City's major federal program is 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 its major federal program 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 non-compliance 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 its major federal program for the year ended December 31, 2010.

Internal Control Over Compliance

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 and to test and report on internal control over compliance in accordance with OMB Circular A-133, 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 deficiency in 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 and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

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

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

August 4, 2011

CITY OF GREENSBURG
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended December 31, 2010

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 HOUSING AND URBAN DEVELOPMENT</u>			
Pass-Through Indiana Housing and Community Development Authority Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii Cluster Homeowner Repair and Improvement	14.228	HD-008-025	\$ 90,756
Total for federal grantor agency			<u>90,756</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Pass-Through Indiana Criminal Justice Institute Highway Safety Cluster State and Community Highway Safety	20.600	OPD 10-02-01-88 JAG 10K KSC 52C	4,660 <u>5,310</u>
Total for program			<u>9,970</u>
Direct Grant Airport Improvement Program	20.106	AIP 3-18-0031-006 AIP 3-18-0031-007	4,751 <u>110,330</u>
Total for program			<u>115,081</u>
Total for federal grantor agency			<u>125,051</u>
<u>U.S. DEPARTMENT OF ENVIRONMENTAL PROTECTION</u>			
Pass-Through Indiana Finance Authority Capitalization Grants for Drinking Water State Revolving Funds	66.468	DW07031603	<u>805,088</u>
Total for federal grantor agency			<u>805,088</u>
Total federal awards expended			<u>\$ 1,020,895</u>

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

CITY OF GREENSBURG
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 Greensburg (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 GREENSBURG
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statement:

Type of auditor's report issued:	Unqualified
Internal control over financial reporting:	
Material weaknesses identified?	no
Significant deficiencies identified?	none reported
Noncompliance material to financial statements noted?	no

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	no
Significant deficiencies identified?	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
66.468	Capitalization Grants for Drinking Water State Revolving Funds

Dollar threshold used to distinguish between Type A and Type B programs: \$300,000

Auditee qualified as low-risk auditee? no

Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

CITY OF GREENSBURG
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

CITY OF GREENSBURG
EXIT CONFERENCE

The contents of this report were discussed on August 4, 2011, with Helen Gardner, President of the Common Council; L. June Ryle, Clerk-Treasurer; and Gary L. Herbert, Mayor. The officials concurred with our audit findings.