

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

FINANCIAL STATEMENTS EXAMINATION REPORT

OF

TOWN OF EDINBURGH

JOHNSON COUNTY, INDIANA

January 1, 2009 to December 31, 2010



**FILED**  
11/22/2011



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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Jackie Smith	01-01-08 to 12-31-11
President of the Town Council	Ron Hoffman	01-01-09 to 12-31-11
Superintendent of Utilities	John Drybread	01-01-09 to 12-31-11
Superintendent of Water Utility	Mike Pendleton	01-01-09 to 12-31-11
Superintendent of Wastewater Utility	Glen Giles	01-01-09 to 12-31-11
Superintendent of Electric Utility	Kevin Rubush	01-01-09 to 12-31-11
Utility Office Manager	Dana Brown	06-08-09 to 12-31-11



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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

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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE TOWN OF EDINBURGH, JOHNSON COUNTY, INDIANA

We have examined the financial statements of the Town of Edinburgh (Town), for the period of January 1, 2009 to December 31, 2010. The Town's management is responsible for the financial statements. 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 statements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion.

As discussed in Note 1, the Town prepares its financial statements 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 noted above is a different basis than that used in the prior year.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position and results of operations of the Town for the years ended December 31, 2009 and 2010, on the basis of accounting described in Note 1.

The Combining Schedules of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis, and Schedule of Long-Term Debt, as listed in the Table of Contents, are presented for additional analysis and are not required parts of the financial statements. They have not been subjected to the examination procedures applied to the financial statements and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of the Town's management, and Town Council, 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

September 22, 2011

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## FINANCIAL STATEMENTS

The financial statements and accompanying notes were approved by management of the Town. The financial statements and notes are presented as intended by the Town.

TOWN OF EDINBURGH  
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -  
REGULATORY BASIS  
For The Year Ended December 31, 2009

	Cash and Investments 01-01-09	Receipts	Disbursements	Cash and Investments 12-31-09
General	\$ 867,746	\$ 3,036,503	\$ 3,566,282	\$ 337,967
Motor Vehicle Highway	192,929	764,482	739,041	218,370
Local Road And Street	58,644	51,699	73,999	36,344
Riverboat	38,599	28,193	10,265	56,527
Parks And Recreation	80,280	320,354	336,390	64,244
Rainy Day	250,255	-	-	250,255
Police NRO	43,333	4,664	521	47,476
Fire/Ems NRO	17,496	3,750	5,222	16,024
NRO Park And Recreation	4,543	53,841	32,150	26,234
NRO Police Buy Money	3,259	287	2,500	1,046
NRO Market Place	119,536	185,262	188,369	116,429
NRO Pool Concessions	360	28,772	22,092	7,040
NRO Pool Misc	1,195	4,740	4,098	1,837
NRO Promotions	-	7,438	6,627	811
NRO Era Timbergate	609,698	860,919	1,030,030	440,587
Badger	201,223	187,098	135,843	252,478
Perpetual Care	73,147	6,940	-	80,087
Cumulative Capital Development	2,499	36,190	2,500	36,189
Co Economic Development Income Tax	23,750	14,251	-	38,001
Cumulative Capital Improvement	4,795	13,814	5,999	12,610
CDBG Program	5,394	-	-	5,394
Cemetery Breeding	19,205	454	-	19,659
Cemetery Conover	42,739	-	41,650	1,089
Cemetery Flower	35,279	1,975	2,273	34,981
Cemetery Graham Trust	4,725	82	-	4,807
Cemetery Dorsey Trust	2,098	33	-	2,131
Cemetery Christie Trust	2,054	32	-	2,086
Cemetery Amos	3,055	-	73	2,982
Cemetery Jordan Trust	173	-	-	173
Cemetery Mooney Trust	24,996	456	-	25,452
Payroll	46,933	2,929,754	2,922,971	53,716
Electric Utility-Operating	525,035	7,152,054	7,427,370	249,719
Electric Utility-Depreciation/Improve	586,843	12,469	-	599,312
Electric Utility-Customer Deposit	253,000	40,127	40,400	252,727
Electric Utility-Cash Reserve	5,257	-	-	5,257
Wastewater Utility-Operating	357,641	1,223,892	1,377,521	204,012
Wastewater Utility-Bond & Interest	372,329	558,120	537,095	393,354
Wastewater Utility-Depreciation/Improve	11,546	-	11,546	-
Wastewater Utility-Customer Deposit	27,165	7,440	6,860	27,745
Wastewater Utility-Construction	17,970	-	17,970	-
Wastewater Utility-Debt Reserve	558,637	4,766	-	563,403
Water Utility-Operating	264,397	1,088,717	1,156,481	196,633
Water Utility-Bond And Interest	209,644	398,652	397,715	210,581
Water Utility-Depreciation/Improve	7,306	-	-	7,306
Water Utility-Customer Deposit	44,691	3,820	4,290	44,221
Water Utility-Bond Sales	1,332,679	-	206,244	1,126,435
Water Utility-Debt Reserve	417,660	-	-	417,660
<b>Totals</b>	<b>\$ 7,771,738</b>	<b>\$ 19,032,040</b>	<b>\$ 20,312,387</b>	<b>\$ 6,491,391</b>

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

TOWN OF EDINBURGH  
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	\$ 337,967	\$ 3,489,136	\$ 3,543,584	\$ 283,519
Motor Vehicle Highway	218,370	686,141	793,537	110,974
Local Road And Street	36,344	52,703	68,611	20,436
Riverboat Fund	56,527	28,192	-	84,719
Perpetual Care Cemetery	80,087	6,232	-	86,319
Rainy Day	250,255	140,539	-	390,794
Levy Excess Fund	-	7,410	-	7,410
Police NRO	47,476	5,947	2,735	50,688
Fire/Ems NRO	16,024	3,968	5,687	14,305
Park & Rec NRO	26,234	71,849	89,977	8,106
NRO Police Buy Money	1,046	1,925	1,000	1,971
NRO Market Place	116,429	227,929	343,472	886
NRO Pool Concessions	7,040	34,744	22,387	19,397
NRO Promotions	811	7,151	7,499	463
NRO Era Timbergate	440,587	1,307,557	1,335,477	412,667
NRO Park Gifts	-	388	-	388
NRO Pool Misc	1,837	6,203	5,053	2,987
Racino	-	9,740	-	9,740
Badger Escrow	252,478	141,346	88,656	305,168
Cumulative Capl Imp (Cigarette Tax)	12,610	13,191	18,035	7,766
Cumulative Capital Development	36,189	33,018	40,204	29,003
Cedit (Shelby)	38,001	13,932	-	51,933
Parks And Recreation	64,244	324,122	361,167	27,199
CDBG Program	5,394	-	-	5,394
Cemetery Breeding Fund	19,659	204	-	19,863
Cemetery Conover	1,089	-	-	1,089
Cemetery Graham Trust	4,807	40	-	4,847
Cemetery Dorsey Trust	2,131	25	-	2,156
Cemetery Christie Trust	2,086	26	-	2,112
Cemetery Amos Trust	2,982	389	-	3,371
Cemetery Jordan Trust	173	-	-	173
Cemetery Mooney Trust	25,452	1,000	-	26,452
Cemetery Gosch Trust	-	179	-	179
Cemetery Flower	34,981	15,303	2,776	47,508
Payroll	53,716	2,964,896	2,963,437	55,175
Electric Utility - Operating	249,719	7,573,146	7,053,074	769,791
Electric Utility - Depreciation/Improve	599,312	7,674	500,000	106,986
Electric Utility - Customer Deposits	252,727	68,968	39,980	281,715
Electric Utility-Cash Reserve	5,257	200,000	200,000	5,257
Wastewater Utility - Operating	204,012	1,343,348	1,244,892	302,468
Wastewater Utility- Bond & Interest	393,354	557,925	535,804	415,475
Wastewater Utility-Customer Deposit	27,745	7,200	6,000	28,945
Wastewater Utility - Debt Reserve	563,403	130,401	130,000	563,804
Water Utility - Operating	196,633	1,142,527	1,031,539	307,621
Water Utility-Depreciation /Improve	7,306	-	-	7,306
Water Utility - Customer Deposit	44,221	3,600	3,590	44,231
Water Utility-Bond & Interest	210,581	401,003	400,290	211,294
Water Utility - Bond Sale	1,126,435	-	12,937	1,113,498
Water Utility - Debt Reserve	417,660	130,401	130,000	418,061
Totals	<u>\$ 6,491,391</u>	<u>\$ 21,161,618</u>	<u>\$ 20,981,400</u>	<u>\$ 6,671,609</u>

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

TOWN OF EDINBURGH  
NOTES TO FINANCIAL STATEMENTS

**Note 1. Summary of Significant Accounting Policies**

*A. Reporting Entity*

The Town was established under the laws of the State of Indiana. The Town operates under a Town Council 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, and urban redevelopment and housing.

The accompanying financial statements presents the financial information for the Town (primary government), and does not include financial information for any of the Town'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 Town (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 Town.

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.

TOWN OF EDINBURGH  
NOTES TO FINANCIAL STATEMENTS  
(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 Town. It includes all expenditures for the reduction of the principal and interest of the Town's general obligation indebtedness.

TOWN OF EDINBURGH  
NOTES TO FINANCIAL STATEMENTS  
(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 Town 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 Town. 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 Town. 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 Town 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 Town 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 Town 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.

TOWN OF EDINBURGH  
NOTES TO FINANCIAL STATEMENTS  
(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 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 5. *Risk Management***

The Town 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 Town 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 Town by recording as a disbursement and replacement items purchased.

**Note 6. *Pension Plan***

*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 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 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:

TOWN OF EDINBURGH  
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 and Annual Pension Cost*

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

### SUPPLEMENTARY INFORMATION – UNAUDITED

For additional financial information, the Town's Annual Reports can be found on the Indiana Transparency Portal website: [www.in.gov/itp/annual\\_reports/](http://www.in.gov/itp/annual_reports/).

Differences may be noted between the financial information presented in the financial statements contained in this report and the financial information presented in the Annual Reports of the Town which are referenced above. These differences, if any, are due to adjustments made to the financial information during the course of the examination. This is a common occurrence in any financial statement examination. The financial information presented in this report is examined information, and the accuracy of such information can be determined by reading the opinion given in the Independent Accountant's Report.

The supplementary information presented was prepared and/or approved by management of the Town. It is presented as intended by the Town.

TOWN OF EDINBURGH  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2009

	General	Motor Vehicle Highway	Local Road And Street	Riverboat	Parks And Recreation	Rainy Day
Cash and investments - beginning	\$ 867,746	\$ 192,929	\$ 58,644	\$ 38,599	\$ 80,280	\$ 250,255
Receipts:						
Taxes	1,402,664	478,621	-	-	283,012	-
Licenses and permits	1,293	-	-	-	-	-
Intergovernmental	1,435,987	260,140	51,699	28,193	22,287	-
Charges for services	166,282	-	-	-	-	-
Fines and forfeits	345	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	29,932	25,721	-	-	15,055	-
Total receipts	<u>3,036,503</u>	<u>764,482</u>	<u>51,699</u>	<u>28,193</u>	<u>320,354</u>	<u>-</u>
Disbursements:						
Personal services	1,613,548	307,738	-	-	174,809	-
Supplies	378,990	129,349	-	-	42,544	-
Other services and charges	1,237,098	107,350	-	-	49,549	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	336,646	194,604	73,999	10,265	69,488	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	<u>3,566,282</u>	<u>739,041</u>	<u>73,999</u>	<u>10,265</u>	<u>336,390</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(529,779)</u>	<u>25,441</u>	<u>(22,300)</u>	<u>17,928</u>	<u>(16,036)</u>	<u>-</u>
Cash and investments - ending	<u>\$ 337,967</u>	<u>\$ 218,370</u>	<u>\$ 36,344</u>	<u>\$ 56,527</u>	<u>\$ 64,244</u>	<u>\$ 250,255</u>

TOWN OF EDINBURGH  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2009  
 (Continued)

	Police NRO	Fire/Ems NRO	NRO Park And Recreation	NRO Police Buy Money	NRO Market Place	NRO Pool Concessions
Cash and investments - beginning	\$ 43,333	\$ 17,496	\$ 4,543	\$ 3,259	\$ 119,536	\$ 360
Receipts:						
Taxes	-	-	-	-	185,262	-
Licenses and permits	2,030	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	1,777	3,750	47,105	-	-	28,772
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	857	-	6,736	287	-	-
Total receipts	<u>4,664</u>	<u>3,750</u>	<u>53,841</u>	<u>287</u>	<u>185,262</u>	<u>28,772</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	521	897	30,405	2,500	-	22,092
Other services and charges	-	-	1,745	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	4,325	-	-	188,369	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	<u>521</u>	<u>5,222</u>	<u>32,150</u>	<u>2,500</u>	<u>188,369</u>	<u>22,092</u>
Excess (deficiency) of receipts over disbursements	<u>4,143</u>	<u>(1,472)</u>	<u>21,691</u>	<u>(2,213)</u>	<u>(3,107)</u>	<u>6,680</u>
Cash and investments - ending	<u>\$ 47,476</u>	<u>\$ 16,024</u>	<u>\$ 26,234</u>	<u>\$ 1,046</u>	<u>\$ 116,429</u>	<u>\$ 7,040</u>

TOWN OF EDINBURGH  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2009  
 (Continued)

	NRO Pool Misc	NRO Promotions	NRO Era Timbergate	Badger	Perpetual Care	Cumulative Capital Development
Cash and investments - beginning	\$ 1,195	\$ -	\$ 609,698	\$ 201,223	\$ 73,147	\$ 2,499
Receipts:						
Taxes	-	-	-	-	-	33,549
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	2,641
Charges for services	-	-	860,919	-	6,230	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	4,740	7,438	-	187,098	710	-
Total receipts	<u>4,740</u>	<u>7,438</u>	<u>860,919</u>	<u>187,098</u>	<u>6,940</u>	<u>36,190</u>
Disbursements:						
Personal services	-	-	213	-	-	-
Supplies	4,098	6,627	328,490	20,868	-	-
Other services and charges	-	-	229,127	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	472,200	114,975	-	2,500
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	<u>4,098</u>	<u>6,627</u>	<u>1,030,030</u>	<u>135,843</u>	<u>-</u>	<u>2,500</u>
Excess (deficiency) of receipts over disbursements	<u>642</u>	<u>811</u>	<u>(169,111)</u>	<u>51,255</u>	<u>6,940</u>	<u>33,690</u>
Cash and investments - ending	<u>\$ 1,837</u>	<u>\$ 811</u>	<u>\$ 440,587</u>	<u>\$ 252,478</u>	<u>\$ 80,087</u>	<u>\$ 36,189</u>

TOWN OF EDINBURGH  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2009  
 (Continued)

	Co Economic Development Income Tax	Cumulative Capital Improvement	CDBG Program	Cemetery Breeding	Cemetery Conover	Cemetery Flower
Cash and investments - beginning	\$ 23,750	\$ 4,795	\$ 5,394	\$ 19,205	\$ 42,739	\$ 35,279
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	14,251	13,814	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	-	-	454	-	1,975
Total receipts	<u>14,251</u>	<u>13,814</u>	<u>-</u>	<u>454</u>	<u>-</u>	<u>1,975</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	41,650	2,273
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	5,999	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>5,999</u>	<u>-</u>	<u>-</u>	<u>41,650</u>	<u>2,273</u>
Excess (deficiency) of receipts over disbursements	<u>14,251</u>	<u>7,815</u>	<u>-</u>	<u>454</u>	<u>(41,650)</u>	<u>(298)</u>
Cash and investments - ending	<u>\$ 38,001</u>	<u>\$ 12,610</u>	<u>\$ 5,394</u>	<u>\$ 19,659</u>	<u>\$ 1,089</u>	<u>\$ 34,981</u>

TOWN OF EDINBURGH  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2009  
 (Continued)

	Cemetery Graham Trust	Cemetery Dorsey Trust	Cemetery Christie Trust	Cemetery Amos	Cemetery Jordan Trust	Cemetery Mooney Trust
Cash and investments - beginning	\$ 4,725	\$ 2,098	\$ 2,054	\$ 3,055	\$ 173	\$ 24,996
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	<u>82</u>	<u>33</u>	<u>32</u>	<u>-</u>	<u>-</u>	<u>456</u>
Total receipts	<u>82</u>	<u>33</u>	<u>32</u>	<u>-</u>	<u>-</u>	<u>456</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	73	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total disbursements	<u>-</u>	<u>-</u>	<u>-</u>	<u>73</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>82</u>	<u>33</u>	<u>32</u>	<u>(73)</u>	<u>-</u>	<u>456</u>
Cash and investments - ending	<u>\$ 4,807</u>	<u>\$ 2,131</u>	<u>\$ 2,086</u>	<u>\$ 2,982</u>	<u>\$ 173</u>	<u>\$ 25,452</u>

TOWN OF EDINBURGH  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2009  
 (Continued)

	Payroll	Electric Utility-Operating	Electric Utility-Depreciation/Improve	Electric Utility-Customer Deposit	Electric Utility-Cash Reserve	Wastewater Utility-Operating
Cash and investments - beginning	\$ 46,933	\$ 525,035	\$ 586,843	\$ 253,000	\$ 5,257	\$ 357,641
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	6,575,450	-	-	-	1,177,647
Other receipts	2,929,754	576,604	12,469	40,127	-	46,245
Total receipts	2,929,754	7,152,054	12,469	40,127	-	1,223,892
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	53,553	-	-	-	2,086
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	5,576,029	-	-	-	752,598
Other disbursements	2,922,971	1,797,788	-	40,400	-	622,837
Total disbursements	2,922,971	7,427,370	-	40,400	-	1,377,521
Excess (deficiency) of receipts over disbursements	6,783	(275,316)	12,469	(273)	-	(153,629)
Cash and investments - ending	\$ 53,716	\$ 249,719	\$ 599,312	\$ 252,727	\$ 5,257	\$ 204,012

TOWN OF EDINBURGH  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2009  
 (Continued)

	Wastewater Utility-Bond & Interest	Wastewater Utility-Depreciation/Improve	Wastewater Utility-Customer Deposit	Wastewater Utility-Construction	Wastewater Utility-Debt Reserve	Water Utility-Operating
Cash and investments - beginning	\$ 372,329	\$ 11,546	\$ 27,165	\$ 17,970	\$ 558,637	\$ 264,397
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	1,046,486
Other receipts	558,120	-	7,440	-	4,766	42,231
Total receipts	558,120	-	7,440	-	4,766	1,088,717
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	537,095	-	-	-	-	6,163
Capital outlay	-	11,546	-	-	-	-
Utility operating expenses	-	-	-	-	-	573,384
Other disbursements	-	-	6,860	17,970	-	576,934
Total disbursements	537,095	11,546	6,860	17,970	-	1,156,481
Excess (deficiency) of receipts over disbursements	21,025	(11,546)	580	(17,970)	4,766	(67,764)
Cash and investments - ending	\$ 393,354	\$ -	\$ 27,745	\$ -	\$ 563,403	\$ 196,633

TOWN OF EDINBURGH  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2009  
 (Continued)

	Water Utility-Bond And Interest	Water Utility-Depreciation/Improve	Water Utility-Customer Deposit	Water Utility-Bond Sales	Water Utility-Debt Reserve	Totals
Cash and investments - beginning	\$ 209,644	\$ 7,306	\$ 44,691	\$ 1,332,679	\$ 417,660	\$ 7,771,738
Receipts:						
Taxes	-	-	-	-	-	2,383,108
Licenses and permits	-	-	-	-	-	3,323
Intergovernmental	-	-	-	-	-	1,829,012
Charges for services	-	-	-	-	-	1,114,835
Fines and forfeits	-	-	-	-	-	345
Utility fees	-	-	-	-	-	8,799,583
Other receipts	398,652	-	3,820	-	-	4,901,834
Total receipts	398,652	-	3,820	-	-	19,032,040
Disbursements:						
Personal services	-	-	-	-	-	2,096,308
Supplies	-	-	-	-	-	967,381
Other services and charges	-	-	-	-	-	1,668,865
Debt service - principal and interest	397,365	-	-	-	-	996,262
Capital outlay	-	-	-	-	-	1,484,916
Utility operating expenses	-	-	4,290	32,021	-	6,938,322
Other disbursements	350	-	-	174,223	-	6,160,333
Total disbursements	397,715	-	4,290	206,244	-	20,312,387
Excess (deficiency) of receipts over disbursements	937	-	(470)	(206,244)	-	(1,280,347)
Cash and investments - ending	\$ 210,581	\$ 7,306	\$ 44,221	\$ 1,126,435	\$ 417,660	\$ 6,491,391

TOWN OF EDINBURGH  
 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	Riverboat Fund	Perpetual Care Cemetery	Rainy Day	Levy Excess Fund
Cash and investments - beginning	\$ 337,967	\$ 218,370	\$ 36,344	\$ 56,527	\$ 80,087	\$ 250,255	\$ -
Receipts:							
Taxes	1,762,585	398,609	-	-	-	-	7,410
Licenses and permits	7,537	-	-	-	-	-	-
Intergovernmental	1,267,804	251,558	52,703	28,192	-	-	-
Charges for services	190,247	-	-	-	5,900	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	260,963	35,974	-	-	332	140,539	-
Total receipts	<u>3,489,136</u>	<u>686,141</u>	<u>52,703</u>	<u>28,192</u>	<u>6,232</u>	<u>140,539</u>	<u>7,410</u>
Disbursements:							
Personal services	1,801,230	304,462	-	-	-	-	-
Supplies	355,164	125,701	-	-	-	-	-
Other services and charges	1,210,395	134,300	-	-	-	-	-
Capital outlay	167,389	229,074	68,611	-	-	-	-
Other disbursements	9,406	-	-	-	-	-	-
Total disbursements	<u>3,543,584</u>	<u>793,537</u>	<u>68,611</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(54,448)</u>	<u>(107,396)</u>	<u>(15,908)</u>	<u>28,192</u>	<u>6,232</u>	<u>140,539</u>	<u>7,410</u>
Cash and investments - ending	<u>\$ 283,519</u>	<u>\$ 110,974</u>	<u>\$ 20,436</u>	<u>\$ 84,719</u>	<u>\$ 86,319</u>	<u>\$ 390,794</u>	<u>\$ 7,410</u>

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

	Police NRO	Fire/Ems NRO	Park & Rec NRO	NRO Police Buy Money	NRO Market Place	NRO Pool Concessions	NRO Promotions
Cash and investments - beginning	\$ 47,476	\$ 16,024	\$ 26,234	\$ 1,046	\$ 116,429	\$ 7,040	\$ 811
Receipts:							
Taxes	-	-	-	-	227,429	-	-
Licenses and permits	1,465	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	807	3,968	35,921	-	-	34,744	-
Fines and forfeits	2,250	-	32,846	-	-	-	-
Other receipts	1,425	-	3,082	1,925	500	-	7,151
Total receipts	<u>5,947</u>	<u>3,968</u>	<u>71,849</u>	<u>1,925</u>	<u>227,929</u>	<u>34,744</u>	<u>7,151</u>
Disbursements:							
Personal services	-	-	8,410	-	-	-	-
Supplies	2,735	278	77,881	1,000	-	22,387	7,499
Other services and charges	-	5,409	3,686	-	-	-	-
Capital outlay	-	-	-	-	343,472	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>2,735</u>	<u>5,687</u>	<u>89,977</u>	<u>1,000</u>	<u>343,472</u>	<u>22,387</u>	<u>7,499</u>
Excess (deficiency) of receipts over disbursements	<u>3,212</u>	<u>(1,719)</u>	<u>(18,128)</u>	<u>925</u>	<u>(115,543)</u>	<u>12,357</u>	<u>(348)</u>
Cash and investments - ending	<u>\$ 50,688</u>	<u>\$ 14,305</u>	<u>\$ 8,106</u>	<u>\$ 1,971</u>	<u>\$ 886</u>	<u>\$ 19,397</u>	<u>\$ 463</u>

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

	NRO Era Timbergate	NRO Park Gifts	NRO Pool Misc	Racino	Badger Escrow	Cumulative Capl Imp (Cigarette Tax)
Cash and investments - beginning	\$ 440,587	\$ -	\$ 1,837	\$ -	\$ 252,478	\$ 12,610
Receipts:						
Taxes	-	-	-	9,740	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	13,191
Charges for services	1,307,515	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	42	388	6,203	-	141,346	-
Total receipts	<u>1,307,557</u>	<u>388</u>	<u>6,203</u>	<u>9,740</u>	<u>141,346</u>	<u>13,191</u>
Disbursements:						
Personal services	35,297	-	-	-	-	-
Supplies	594,850	-	5,053	-	29,834	-
Other services and charges	232,790	-	-	-	-	-
Capital outlay	472,540	-	-	-	58,822	18,035
Other disbursements	-	-	-	-	-	-
Total disbursements	<u>1,335,477</u>	<u>-</u>	<u>5,053</u>	<u>-</u>	<u>88,656</u>	<u>18,035</u>
Excess (deficiency) of receipts over disbursements	<u>(27,920)</u>	<u>388</u>	<u>1,150</u>	<u>9,740</u>	<u>52,690</u>	<u>(4,844)</u>
Cash and investments - ending	<u>\$ 412,667</u>	<u>\$ 388</u>	<u>\$ 2,987</u>	<u>\$ 9,740</u>	<u>\$ 305,168</u>	<u>\$ 7,766</u>

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

	Cumulative Capital Development	Cedit (Shelby)	Parks And Recreation	CDBG Program	Cemetery Breeding Fund	Cemetery Conover
Cash and investments - beginning	\$ 36,189	\$ 38,001	\$ 64,244	\$ 5,394	\$ 19,659	\$ 1,089
Receipts:						
Taxes	30,636	-	279,039	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	2,382	13,932	21,526	-	-	-
Charges for services	-	-	11,290	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	-	-	12,267	-	204	-
Total receipts	<u>33,018</u>	<u>13,932</u>	<u>324,122</u>	<u>-</u>	<u>204</u>	<u>-</u>
Disbursements:						
Personal services	-	-	216,880	-	-	-
Supplies	-	-	38,581	-	-	-
Other services and charges	-	-	49,769	-	-	-
Capital outlay	40,204	-	55,937	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	<u>40,204</u>	<u>-</u>	<u>361,167</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(7,186)</u>	<u>13,932</u>	<u>(37,045)</u>	<u>-</u>	<u>204</u>	<u>-</u>
Cash and investments - ending	<u>\$ 29,003</u>	<u>\$ 51,933</u>	<u>\$ 27,199</u>	<u>\$ 5,394</u>	<u>\$ 19,863</u>	<u>\$ 1,089</u>

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

	Cemetery Graham Trust	Cemetery Dorsey Trust	Cemetery Christie Trust	Cemetery Amos Trust	Cemetery Jordan Trust	Cemetery Mooney Trust
Cash and investments - beginning	\$ 4,807	\$ 2,131	\$ 2,086	\$ 2,982	\$ 173	\$ 25,452
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	40	25	26	389	-	1,000
Total receipts	<u>40</u>	<u>25</u>	<u>26</u>	<u>389</u>	<u>-</u>	<u>1,000</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>40</u>	<u>25</u>	<u>26</u>	<u>389</u>	<u>-</u>	<u>1,000</u>
Cash and investments - ending	<u>\$ 4,847</u>	<u>\$ 2,156</u>	<u>\$ 2,112</u>	<u>\$ 3,371</u>	<u>\$ 173</u>	<u>\$ 26,452</u>

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

	Cemetery Gosch Trust	Cemetery Flower	Payroll	Electric Utility - Operating	Electric Utility - Depreciation/Improve	Electric Utility - Customer Deposits
Cash and investments - beginning	\$ -	\$ 34,981	\$ 53,716	\$ 249,719	\$ 599,312	\$ 252,727
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	179	15,303	2,964,896	7,573,146	7,674	68,968
Total receipts	<u>179</u>	<u>15,303</u>	<u>2,964,896</u>	<u>7,573,146</u>	<u>7,674</u>	<u>68,968</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	2,776	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	2,963,437	7,053,074	500,000	39,980
Total disbursements	<u>-</u>	<u>2,776</u>	<u>2,963,437</u>	<u>7,053,074</u>	<u>500,000</u>	<u>39,980</u>
Excess (deficiency) of receipts over disbursements	<u>179</u>	<u>12,527</u>	<u>1,459</u>	<u>520,072</u>	<u>(492,326)</u>	<u>28,988</u>
Cash and investments - ending	<u>\$ 179</u>	<u>\$ 47,508</u>	<u>\$ 55,175</u>	<u>\$ 769,791</u>	<u>\$ 106,986</u>	<u>\$ 281,715</u>

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

	Electric Utility-Cash Reserve	Wastewater Utility - Operating	Wastewater Utility- Bond & Interest	Wastewater Utility-Customer Deposit	Wastewater Utility - Debt Reserve	Water Utility - Operating
Cash and investments - beginning	\$ 5,257	\$ 204,012	\$ 393,354	\$ 27,745	\$ 563,403	\$ 196,633
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	200,000	1,343,348	557,925	7,200	130,401	1,142,527
Total receipts	<u>200,000</u>	<u>1,343,348</u>	<u>557,925</u>	<u>7,200</u>	<u>130,401</u>	<u>1,142,527</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	200,000	1,244,892	535,804	6,000	130,000	1,031,539
Total disbursements	<u>200,000</u>	<u>1,244,892</u>	<u>535,804</u>	<u>6,000</u>	<u>130,000</u>	<u>1,031,539</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>98,456</u>	<u>22,121</u>	<u>1,200</u>	<u>401</u>	<u>110,988</u>
Cash and investments - ending	<u>\$ 5,257</u>	<u>\$ 302,468</u>	<u>\$ 415,475</u>	<u>\$ 28,945</u>	<u>\$ 563,804</u>	<u>\$ 307,621</u>

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

	Water Utility-Depreciation /Improve	Water Utility - Customer Deposit	Water Utility-Bond & Interest	Water Utility - Bond Sale	Water Utility - Debt Reserve	Totals
Cash and investments - beginning	\$ 7,306	\$ 44,221	\$ 210,581	\$ 1,126,435	\$ 417,660	\$ 6,491,391
Receipts:						
Taxes	-	-	-	-	-	2,715,448
Licenses and permits	-	-	-	-	-	9,002
Intergovernmental	-	-	-	-	-	1,651,288
Charges for services	-	-	-	-	-	1,590,392
Fines and forfeits	-	-	-	-	-	35,096
Other receipts	-	3,600	401,003	-	130,401	15,160,392
Total receipts	-	3,600	401,003	-	130,401	21,161,618
Disbursements:						
Personal services	-	-	-	-	-	2,366,279
Supplies	-	-	-	-	-	1,260,963
Other services and charges	-	-	-	-	-	1,639,125
Capital outlay	-	-	-	-	-	1,454,084
Other disbursements	-	3,590	400,290	12,937	130,000	14,260,949
Total disbursements	-	3,590	400,290	12,937	130,000	20,981,400
Excess (deficiency) of receipts over disbursements	-	10	713	(12,937)	401	180,218
Cash and investments - ending	\$ 7,306	\$ 44,231	\$ 211,294	\$ 1,113,498	\$ 418,061	\$ 6,671,609

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

The Town has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
<b>Governmental Activities:</b>		
Capital leases:		
1997 swimming pool	\$ 321,508	\$ 60,968
Water playground	24,177	4,595
Water slide	69,412	13,190
Ambulance	96,650	24,000
Fire Department turnout gear	12,560	6,784
Fire truck	151,389	34,533
Street Sweeper	30,413	30,413
Street Dump truck	32,660	6,839
Street Department Truck	7,677	7,682
Street Backhoe	171,305	35,966
Electric, Water, Sewage Vactor	78,132	41,024
Cemetery/Electric CX-50 Mini Exc	44,047	14,051
New Park Building Loan	87,380	15,575
Park Kubota Tractor	13,507	6,123
New Park building Loan	112,000	21,262
Cemetery Dump Truck	31,031	13,677
Electric Golf Carts	<u>26,843</u>	<u>26,591</u>
<b>Total governmental activities debt</b>	<b><u>\$ 1,310,691</u></b>	<b><u>\$ 363,272</u></b>
<b>Business-type activities:</b>		
Wastewater Utility:		
Capital Lease:		
Vactor Truck	\$ 25,889	\$ 13,675
Loan:		
2003 SRF Loan	4,692,674	383,669
Revenue Bond:		
Sewage Biosolids	<u>794,000</u>	<u>155,685</u>
<b>Total Wastewater Utility</b>	<b><u>5,512,563</u></b>	<b><u>553,029</u></b>
Water Utility:		
Capitol Leases:		
Water Utility Truck	\$ 45,086	\$ 16,769
Vactor Truck	25,889	13,675
Revenue Bonds:		
Water refunding 1993 & 1997 plus water tower, hydrants and mains	<u>4,350,000</u>	<u>402,065</u>
<b>Total Water Utility</b>	<b><u>4,420,975</u></b>	<b><u>432,509</u></b>
Electric Utility:		
Capital leases:		
Electric Utility Truck	47,454	16,769
Electric Bucket Truck	56,729	30,034
Electric Utility Truck	80,519	25,248
Vactor Truck	25,889	13,675
Electric copier	<u>2,023</u>	<u>2,023</u>
<b>Total Electric Utility</b>	<b><u>212,614</u></b>	<b><u>87,749</u></b>
<b>Total business-type activities debt</b>	<b><u>\$ 10,146,152</u></b>	<b><u>\$ 1,073,287</u></b>

TOWN OF EDINBURGH  
EXAMINATION RESULTS AND COMMENTS

***RAINY DAY FUND – SUPPLEMENTAL CAGIT AND CEDIT DISTRIBUTIONS***

The excess CAGIT and CEDIT money for 2009 was deposited in the Town's General Fund, in lieu of the Rainy Day Fund.

Supplemental distributions of CAGIT money shall be deposited in accordance with Indiana Code 6-3.5-1.1-21.1 which states that the civil taxing unit receiving the money shall deposit the money in the civil taxing Town's Rainy Day Fund.

Supplemental distributions of CEDIT money shall be deposited in accordance with IC 6-3.5-7-17.3 which states that a supplemental distribution shall be made in January of an ensuing year and allocated in the same manner as certified distributions for deposit in a civil unit's rainy day fund. (Cities and Towns Bulletin and Uniform Compliance Guidelines, March 2007)

Public Law 267, Acts of 2003, changed the method of distributing CAGIT, COIT and CEDIT revenue. IC 6-3.5-1.1-21.1, IC 6-3.5-6-17.3 and IC 6-3.5-7-17.3 state that if the Department of Revenue determines that an excess of the amounts required to make distributions of CAGIT, COIT OR CEDIT exists, such excess shall be distributed in a supplemental distribution in January of the ensuing budget year. Any supplemental distributions received shall be deposited in the city or town's rainy day fund. (Cities and Towns Bulletin and Uniform Compliance Guidelines, December 2003)

***ANNUAL REPORT***

The City and Town Annual Reports (CTAR) for years 2009 and 2010 were filed in a timely manner; however, they were incomplete and not reflective of the beginning investment balances. The beginning investment balances were understated by \$100,000 and \$1,375,054 in 2009 and 2010, respectively. Management approved audit adjustments to the beginning cash and investment balances in the financial statements to reflect the actual cash and investment balances of the Town.

At all times, the manual and/or computerized records, subsidiary ledgers, control ledger, and reconciled bank balance should agree. If the reconciled bank balance is less than the subsidiary or control ledgers, then the responsible official or employee may be held personally responsible for the amount needed to balance the fund. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

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)

***HYDRANT RENTAL***

The Town of Edinburgh owes the Edinburgh Water Utility hydrant rental of \$5,570.50 for each of the years 2009 and 2010, pursuant to Rate Ordinance 2006-7 passed by the Council on November 27, 2006.

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)

TOWN OF EDINBURGH  
EXAMINATION RESULTS AND COMMENTS  
(Continued)

***PARK NONREVERTING OPERATING FUND***

The Park Nonreverting Operating Fund was not budgeted in accordance with Indiana Code 36-10-3-22.

Indiana Code 36-10-3-22 states in part:

"(b) the unit's fiscal body may establish by ordinance, upon request of the board:

- (1) a special nonreverting operating fund for park purposes from which expenditures may be made as provided by ordinance, either by appropriation by the board or by the unit's fiscal body; or
- (2) a special nonreverting capital fund for the purpose of acquiring land or making specific capital improvements from which expenditures may be made by appropriation by the unit's fiscal body. The unit's fiscal body shall designate the fund or funds into which the unit's fiscal officer (or county treasurer) shall deposit fees from golf courses, swimming pools, skating rinks, or other major facilities requiring major expenditures for management and maintenance. Money received from fees other than from major facilities or received from the sale of surplus property shall be deposited by the unit's fiscal officer (or county treasurer) either in the special non-reverting operating fund or in the nonreverting capital fund, as directed by the board."

***INTERNAL CONTROLS - GOLF COURSE***

As previously reported in audit reports of the Town, the Timbergate Golf Course was originally set up to be self-supporting. However, the expenditures have historically exceeded the revenues. From the review of the 2009 and 2010 receipts and disbursements, the golf course receipts are not sufficient to cover operating disbursements and debt service requirements. As a result, Town funds were needed to cover any expenditure which exceeded the golf course receipts, as well as debt service payments. The Town's general fund budget included \$517,000 in 2009 and \$517,000 in 2010 of which essentially all was expended to subsidize maintenance of the golf course; and, as in previous years, expenditures exceeded revenues in 2009 and 2010.

Controls over the receipting, disbursing, recording, and accounting for the financial activities are necessary to avoid substantial risk of invalid transactions, inaccurate records and financial statements and incorrect decision making. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

TOWN OF EDINBURGH  
EXIT CONFERENCE

The contents of this report were discussed on September 22, 2011, with Jackie Smith, Clerk-Treasurer; John Drybread, Superintendent of Utilities; Ron Hoffman, President of the Town Council; and Rhonda Barrett, Accounts Payable Clerk. The officials concurred with our findings.