

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

FINANCIAL STATEMENT EXAMINATION REPORT

OF

TOWN OF ROACHDALE

PUTNAM COUNTY, INDIANA

January 1, 2009 to December 31, 2010



FILED
11/28/2011

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OFFICIALS

Office

Official

Term

Clerk-Treasurer

Martha Louk

11-19-07 to 12-31-11

President of the Town Council

William R. Long

01-01-09 to 12-31-11



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE TOWN OF ROACHDALE, PUTNAM COUNTY, INDIANA

We have examined the financial statements of the Town of Roachdale (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, Schedule of Capital Assets, 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 the 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

October 11, 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 ROACHDALE
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	\$ 76,754	\$ 355,094	\$ 207,043	\$ 224,805
Rainy Day Cagit	12,157	3,523	-	15,680
Rainy Day Edit	4,078	-	-	4,078
Mvh	198,138	216,444	247,574	167,008
Lrs	57,781	3,972	36,093	25,660
Lece	3,800	1,086	50	4,836
Criminal Law Institute Grant	261	-	-	261
Edit	153,427	-	-	153,427
Ccd	73,140	11,771	40,000	44,911
Cci	29,784	17,192	17,767	29,209
Park And Recreation	1,798	10	-	1,808
Payroll	8,763	257,358	254,074	12,047
Gas Operating	(25)	569,187	545,895	23,267
Gas Customer Deposit Checking	7,559	6,063	4,120	9,502
Gas Operating Savings	46,887	2,060	-	48,947
Gas Reserve Checking	27,153	252	-	27,405
Gas Reserve Savings	85,171	-	42,903	42,268
Gas Replacement Checking	28,427	-	18,427	10,000
Gas Replacement Savings	57,097	-	57,097	-
Gas Customer Deposit Savings	20,579	-	-	20,579
Wastewater Operating	6,869	216,317	204,143	19,043
Wastewater Debt Service Reserve	44,556	498	-	45,054
Wastewater Savings	64,987	725	-	65,712
Water Operating	7,180	177,637	160,670	24,147
Water Customer Deposit	10,850	1,775	1,220	11,405
Totals	<u>\$ 1,027,171</u>	<u>\$ 1,840,964</u>	<u>\$ 1,837,076</u>	<u>\$ 1,031,059</u>

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

TOWN OF ROACHDALE
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 Checking	\$ 224,805	\$ 326,030	\$ 217,025	\$ 333,810
Mvh Operating	167,008	45,144	30,577	181,575
Lr&S Operating	25,660	4,061	-	29,721
Edit Fund Operating	153,427	-	-	153,427
Lece Operating Fund	4,836	500	727	4,609
Rainy Day Cagit	15,680	6,818	5	22,493
Cjig Operating Fund	261	-	-	261
Rainy Day Fund Edit	4,078	-	-	4,078
Ccd Checking	44,911	9,071	-	53,982
Cci Checking	29,209	2,854	-	32,063
Park Fund	1,808	536	-	2,344
Payroll Operating Cash Acct	12,047	348,135	335,638	24,544
Gas Cash Operating	54,110	447,257	445,908	55,459
Gas Meter Deposits	9,502	3,900	3,181	10,221
Gas Savings	48,947	7,966	25,000	31,913
Ach Clearing Acct	-	200	-	200
Gas Reserve Checking	6,562	-	6,562	-
Gas Reserve Savings	42,268	-	42,268	-
Gas Meter Deposit Savings	20,579	-	-	20,579
Sewer Cash Operating	19,043	214,747	204,125	29,665
Sewage Savings 702013	65,712	509	-	66,221
Sewer Reserve/Debt 737682	45,054	348	-	45,402
Water Cash Operating	24,147	220,959	196,327	48,779
Water Meter Deposits	11,405	1,150	1,000	11,555
Totals	<u>\$ 1,031,059</u>	<u>\$ 1,640,185</u>	<u>\$ 1,508,343</u>	<u>\$ 1,162,901</u>

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

TOWN OF ROACHDALE
NOTES TO FINANCIAL INFORMATION

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 the following services: public safety (police), highways and streets, culture and recreation, public improvements and general administrative services, water, wastewater, and gas.

The accompanying financial statements present the financial information for 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.

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

TOWN OF ROACHDALE
NOTES TO FINANCIAL INFORMATION
(Continued)

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.

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

TOWN OF ROACHDALE
NOTES TO FINANCIAL INFORMATION
(Continued)

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 ROACHDALE
NOTES TO FINANCIAL INFORMATION
(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

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:

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

TOWN OF ROACHDALE
NOTES TO FINANCIAL INFORMATION
(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.

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/.

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

	General	Rainy Day Cagit	Rainy Day Edit	Mvh	Lrs	Lece	Criminal Law Institute Grant
Cash and investments - beginning	\$ 76,754	\$ 12,157	\$ 4,078	\$ 198,138	\$ 57,781	\$ 3,800	\$ 261
Receipts:							
Taxes	221,525	-	-	-	-	-	-
Licenses and permits	480	-	-	-	-	850	-
Intergovernmental	93,117	3,523	-	29,600	3,972	-	-
Charges for services	4	-	-	-	-	236	-
Fines and forfeits	409	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	39,559	-	-	186,844	-	-	-
Total receipts	<u>355,094</u>	<u>3,523</u>	<u>-</u>	<u>216,444</u>	<u>3,972</u>	<u>1,086</u>	<u>-</u>
Disbursements:							
Personal services	104,286	-	-	-	-	-	-
Supplies	31,029	-	-	-	-	-	-
Other services and charges	43,881	-	-	9,098	-	-	-
Capital outlay	6,564	-	-	238,476	36,093	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	21,283	-	-	-	-	50	-
Total disbursements	<u>207,043</u>	<u>-</u>	<u>-</u>	<u>247,574</u>	<u>36,093</u>	<u>50</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>148,051</u>	<u>3,523</u>	<u>-</u>	<u>(31,130)</u>	<u>(32,121)</u>	<u>1,036</u>	<u>-</u>
Cash and investments - ending	<u>\$ 224,805</u>	<u>\$ 15,680</u>	<u>\$ 4,078</u>	<u>\$ 167,008</u>	<u>\$ 25,660</u>	<u>\$ 4,836</u>	<u>\$ 261</u>

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

	Edit	Ccd	Cci	Park And Recreation	Payroll	Gas Operating	Gas Customer Deposit Checking
Cash and investments - beginning	\$ 153,427	\$ 73,140	\$ 29,784	\$ 1,798	\$ 8,763	\$ (25)	\$ 7,559
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	950	2,990	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	442,716	-
Other receipts	-	10,821	14,202	10	257,358	126,471	6,063
Total receipts	-	11,771	17,192	10	257,358	569,187	6,063
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	40,000	17,767	-	-	-	-
Capital outlay	-	-	-	-	-	1,923	-
Utility operating expenses	-	-	-	-	-	507,090	4,120
Other disbursements	-	-	-	-	254,074	36,882	-
Total disbursements	-	40,000	17,767	-	254,074	545,895	4,120
Excess (deficiency) of receipts over disbursements	-	(28,229)	(575)	10	3,284	23,292	1,943
Cash and investments - ending	<u>\$ 153,427</u>	<u>\$ 44,911</u>	<u>\$ 29,209</u>	<u>\$ 1,808</u>	<u>\$ 12,047</u>	<u>\$ 23,267</u>	<u>\$ 9,502</u>

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

	Gas Operating Savings	Gas Reserve Checking	Gas Reserve Savings	Gas Replacement Checking	Gas Replacement Savings	Gas Customer Deposit Savings
Cash and investments - beginning	\$ 46,887	\$ 27,153	\$ 85,171	\$ 28,427	\$ 57,097	\$ 20,579
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	2,060	252	-	-	-	-
Total receipts	<u>2,060</u>	<u>252</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	42,903	18,427	57,097	-
Total disbursements	<u>-</u>	<u>-</u>	<u>42,903</u>	<u>18,427</u>	<u>57,097</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>2,060</u>	<u>252</u>	<u>(42,903)</u>	<u>(18,427)</u>	<u>(57,097)</u>	<u>-</u>
Cash and investments - ending	<u>\$ 48,947</u>	<u>\$ 27,405</u>	<u>\$ 42,268</u>	<u>\$ 10,000</u>	<u>\$ -</u>	<u>\$ 20,579</u>

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

	Wastewater Operating	Wastewater Debt Service Reserve	Wastewater Savings	Water Operating	Water Customer Deposit	Totals
Cash and investments - beginning	\$ 6,869	\$ 44,556	\$ 64,987	\$ 7,180	\$ 10,850	\$ 1,027,171
Receipts:						
Taxes	-	-	-	-	-	221,525
Licenses and permits	-	-	-	-	-	1,330
Intergovernmental	-	-	-	-	-	134,152
Charges for services	-	-	-	-	-	240
Fines and forfeits	-	-	-	-	-	409
Utility fees	212,188	-	-	164,444	-	819,348
Other receipts	4,129	498	725	13,193	1,775	663,960
Total receipts	<u>216,317</u>	<u>498</u>	<u>725</u>	<u>177,637</u>	<u>1,775</u>	<u>1,840,964</u>
Disbursements:						
Personal services	-	-	-	-	-	104,286
Supplies	-	-	-	-	-	31,029
Other services and charges	-	-	-	-	-	110,746
Capital outlay	-	-	-	1,923	-	284,979
Utility operating expenses	155,185	-	-	123,943	1,220	791,558
Other disbursements	48,958	-	-	34,804	-	514,478
Total disbursements	<u>204,143</u>	<u>-</u>	<u>-</u>	<u>160,670</u>	<u>1,220</u>	<u>1,837,076</u>
Excess (deficiency) of receipts over disbursements	<u>12,174</u>	<u>498</u>	<u>725</u>	<u>16,967</u>	<u>555</u>	<u>3,888</u>
Cash and investments - ending	<u>\$ 19,043</u>	<u>\$ 45,054</u>	<u>\$ 65,712</u>	<u>\$ 24,147</u>	<u>\$ 11,405</u>	<u>\$ 1,031,059</u>

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

	General Fund Checking	Mvh Operating	Lr&S Operating	Edit Fund Operating	Lece Operating Fund	Rainy Day Cagit	Cjig Operating Fund
Cash and investments - beginning	\$ 224,805	\$ 167,008	\$ 25,660	\$ 153,427	\$ 4,836	\$ 15,680	\$ 261
Receipts:							
Taxes	224,863	-	-	-	-	-	-
Licenses and permits	494	-	-	-	450	-	-
Intergovernmental	80,283	38,856	4,061	-	-	-	-
Charges for services	1	-	-	-	50	6,818	-
Fines and forfeits	650	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	19,739	6,288	-	-	-	-	-
Total receipts	<u>326,030</u>	<u>45,144</u>	<u>4,061</u>	<u>-</u>	<u>500</u>	<u>6,818</u>	<u>-</u>
Disbursements:							
Personal services	100,648	-	-	-	-	-	-
Supplies	20,741	-	-	-	727	-	-
Other services and charges	77,756	5,268	-	-	-	-	-
Capital outlay	17,880	25,309	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	5	-
Total disbursements	<u>217,025</u>	<u>30,577</u>	<u>-</u>	<u>-</u>	<u>727</u>	<u>5</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>109,005</u>	<u>14,567</u>	<u>4,061</u>	<u>-</u>	<u>(227)</u>	<u>6,813</u>	<u>-</u>
Cash and investments - ending	<u>\$ 333,810</u>	<u>\$ 181,575</u>	<u>\$ 29,721</u>	<u>\$ 153,427</u>	<u>\$ 4,609</u>	<u>\$ 22,493</u>	<u>\$ 261</u>

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

	Rainy Day Fund Edit	Ccd Checking	Cci Checking	Park Fund	Payroll Operating Cash Acct	Gas Cash Operating
Cash and investments - beginning	\$ 4,078	\$ 44,911	\$ 29,209	\$ 1,808	\$ 12,047	\$ 54,110
Receipts:						
Taxes	-	9,071	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	2,854	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	375,064
Other receipts	-	-	-	536	348,135	72,193
Total receipts	-	9,071	2,854	536	348,135	447,257
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	1,923
Utility operating expenses	-	-	-	-	-	391,162
Other disbursements	-	-	-	-	335,638	52,823
Total disbursements	-	-	-	-	335,638	445,908
Excess (deficiency) of receipts over disbursements	-	9,071	2,854	536	12,497	1,349
Cash and investments - ending	<u>\$ 4,078</u>	<u>\$ 53,982</u>	<u>\$ 32,063</u>	<u>\$ 2,344</u>	<u>\$ 24,544</u>	<u>\$ 55,459</u>

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

	Gas Meter Deposits	Gas Savings	Ach Clearing Acct	Gas Reserve Checking	Gas Reserve Savings	Gas Meter Deposit Savings
Cash and investments - beginning	\$ 9,502	\$ 48,947	\$ -	\$ 6,562	\$ 42,268	\$ 20,579
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	3,900	7,966	200	-	-	-
Total receipts	<u>3,900</u>	<u>7,966</u>	<u>200</u>	<u>-</u>	<u>-</u>	<u>-</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	3,181	-	-	-	-	-
Other disbursements	-	25,000	-	6,562	42,268	-
Total disbursements	<u>3,181</u>	<u>25,000</u>	<u>-</u>	<u>6,562</u>	<u>42,268</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>719</u>	<u>(17,034)</u>	<u>200</u>	<u>(6,562)</u>	<u>(42,268)</u>	<u>-</u>
Cash and investments - ending	<u>\$ 10,221</u>	<u>\$ 31,913</u>	<u>\$ 200</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,579</u>

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

	Sewer Cash Operating	Sewage Savings 702013	Sewer Reserve/Debt 737682	Water Cash Operating	Water Meter Deposits	Totals
Cash and investments - beginning	\$ 19,043	\$ 65,712	\$ 45,054	\$ 24,147	\$ 11,405	\$ 1,031,059
Receipts:						
Taxes	-	-	-	-	-	233,934
Licenses and permits	-	-	-	-	-	944
Intergovernmental	-	-	-	-	-	126,054
Charges for services	-	-	-	-	-	6,869
Fines and forfeits	-	-	-	-	-	650
Utility fees	214,264	-	-	-	-	589,328
Other receipts	483	509	348	220,959	1,150	682,406
Total receipts	214,747	509	348	220,959	1,150	1,640,185
Disbursements:						
Personal services	-	-	-	-	-	100,648
Supplies	-	-	-	-	-	21,468
Other services and charges	-	-	-	-	-	83,024
Capital outlay	1,923	-	-	1,923	-	48,958
Utility operating expenses	155,654	-	-	135,619	1,000	686,616
Other disbursements	46,548	-	-	58,785	-	567,629
Total disbursements	204,125	-	-	196,327	1,000	1,508,343
Excess (deficiency) of receipts over disbursements	10,622	509	348	24,632	150	131,842
Cash and investments - ending	<u>\$ 29,665</u>	<u>\$ 66,221</u>	<u>\$ 45,402</u>	<u>\$ 48,779</u>	<u>\$ 11,555</u>	<u>\$ 1,162,901</u>

TOWN OF ROACHDALE
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS
 For The Year Ended December 31, 2010

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed or donated assets are reported at estimated fair value at the time received.

General infrastructure assets (those reported by governmental activities) are included regardless of their acquisition date or amount. The government was able to estimate the historical cost for the initial reporting of these assets through backtrending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). As the government constructs or acquires additional capital assets each period, including infrastructure assets, they are reported at historical cost.

<u>Primary Government</u>	<u>Ending Balance</u>
Governmental activities:	
Capital assets, not being depreciated:	
Infrastructure	\$ 131,610
Buildings	92,180
Improvements other than buildings	69,803
Machinery and equipment	114,327
Transportation	<u>138,530</u>
 Total governmental activities, capital assets not being depreciated	 <u>\$ 546,450</u>

<u>Primary Government</u>	<u>Ending Balance</u>
Business-type activities:	
Water Utility:	
Capital assets, not being depreciated:	
Buildings	\$ 64,739
Improvements other than buildings	203,294
Transportation	11,846
Machinery and equipment	<u>268,033</u>
 Total Water Utility capital assets	 <u>547,912</u>
 Wastewater Utility:	
Capital assets, not being depreciated:	
Buildings	4,405
Improvements other than buildings	649,045
Transportation	9,546
Machinery and equipment	<u>21,667</u>
 Total Wastewater Utility capital assets	 <u>684,663</u>
 Gas Utility:	
Capital assets, not being depreciated:	
Buildings	1,908
Improvements other than buildings	411,080
Transportation	26,768
Machinery and equipment	<u>46,070</u>
 Total Gas Utility capital assets	 <u>485,826</u>
 Total business-type activities capital assets	 <u>\$ 2,264,851</u>

TOWN OF ROACHDALE
 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
Governmental activities:		
Notes and loans payable		
Town Truck (1/4th Ownership)	\$ 3,599	\$ 1,923
Police Car	<u>21,890</u>	<u>6,045</u>
Total governmental activities debt	<u>\$ 25,489</u>	<u>\$ 7,968</u>
Business-type activities:		
Water Utility:		
Notes and loans payable:		
Town Truck (1/4th Ownership)	<u>\$ 3,599</u>	<u>\$ 1,923</u>
Total Water Utility	<u>3,599</u>	<u>1,923</u>
Wastewater Utility:		
Notes and loans payable:		
Town Truck (1/4th Ownership)	3,599	1,923
Revenue bonds:		
Sewage Plant Improvements	<u>265,000</u>	<u>3,843</u>
Total Wastewater Utility	<u>268,599</u>	<u>5,766</u>
Gas Utility:		
Notes and loans payable:		
Town Truck (1/4th Ownership)	3,599	1,923
Total Gas Utility	<u>3,599</u>	<u>1,923</u>
Total business-type activities debt	<u>\$ 275,797</u>	<u>\$ 9,612</u>

TOWN OF ROACHDALE
EXAMINATION RESULT AND COMMENT

CUSTOMER DEPOSIT REGISTER (Applies to Gas and Water Utilities)

As reported in the prior three reports, the detailed customer deposit register does not reconcile with the customer deposit amount recorded on the general ledger.

At all times, the manual and 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)

TOWN OF ROACHDALE
EXIT CONFERENCE

The contents of this report were discussed on October 11, 2011, with Martha Louk, Clerk-Treasurer; and William R. Long, President of the Town Council. The officials concurred with our finding.