

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

FINANCIAL STATEMENT EXAMINATION REPORT

OF

TOWN OF TROY

PERRY COUNTY, INDIANA

January 1, 2010 to December 31, 2011



FILED
02/21/2012

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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Elizabeth S. Linne	01-01-08 to 12-31-15
President of the Town Council	Edward Sweeney Gary Palmer	01-01-10 to 12-31-10 01-01-11 to 12-31-12
President of the Utility Board	Roger Fella	01-01-10 to 12-31-12



STATE OF INDIANA
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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE TOWN OF TROY, PERRY COUNTY, INDIANA

We have examined the financial statements of the Town of Troy (Town), for the period of January 1, 2010 to December 31, 2011. 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 statement 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, 2010 and 2011, 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 Capital Assets, 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

February 6, 2012

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FINANCIAL STATEMENT

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 TROY
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	\$ 8,852	\$ 90,490	\$ 80,412	\$ 18,930
Economic Dev Income Tax	5,639	4,700	4,170	6,169
Motor Vehicle Highway	13,669	12,857	5,951	20,575
Local Road & Street	4,705	1,634	6,000	339
Building Standard Fund	189	-	-	189
Refuse Collection Fund	11,287	32,031	26,748	16,570
Local Law	266	10,085	8,177	2,174
Riverboat Gambling Rev	5,323	2,453	-	7,776
Park & Recreation Oper	201	-	-	201
Boat Ramp Maintenance	16,311	2,550	264	18,597
Special Projects	4,086	1,220	-	5,306
Payroll	2,382	165,781	165,727	2,436
Electric Operating	1,069,828	1,371,367	1,050,338	1,390,857
Electric Depreciation	106,483	613	-	107,096
Electric Meter Deposit	33,241	6,600	6,016	33,825
Sewer Operating Fund	306,027	136,087	135,677	306,437
Sewage Depreciation Fund	33,633	-	-	33,633
Sewage Works Improvement	34,309	527	-	34,836
Water Operating Fund	54,355	137,426	185,256	6,525
Water Depreciation Fund	37,391	525	1,985	35,931
Water Meter Deposit Fund	18,726	2,300	2,133	18,893
Totals	<u>\$ 1,766,903</u>	<u>\$ 1,979,246</u>	<u>\$ 1,678,854</u>	<u>\$ 2,067,295</u>

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

TOWN OF TROY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For The Year Ended December 31, 2011

	Cash and Investments 01-01-11	Receipts	Disbursements	Cash and Investments 12-31-11
General Fund	\$ 18,930	\$ 68,833	\$ 51,608	\$ 36,155
Motor Vehicle Highway	20,575	12,110	5,376	27,309
Local Road & Street	339	1,443	-	1,782
Building Standard Fund	189	-	-	189
Refuse Collection Fund	16,570	31,666	25,569	22,667
Local Law	2,174	510	2,556	128
Riverboat Gambling Rev	7,776	2,453	-	10,229
Park & Recreation Oper	200	-	-	200
Economic Dev Income Tax	6,169	4,242	2,676	7,735
Boat Ramp Maintenance	18,597	-	985	17,612
Special Projects	5,306	-	4,219	1,087
Payroll	2,436	192,565	192,165	2,836
Electric Cash Reserve	-	20,000	20,000	-
Electric Operating	1,390,858	1,180,580	1,057,707	1,513,731
Electric Depreciation	107,096	315	-	107,411
Electric Meter Deposit	33,825	7,792	6,442	35,175
Sewage Cash Reserve	-	7,500	7,500	-
Sewer Operating Fund	306,437	135,367	163,637	278,167
Sewage Depreciation Fund	33,633	-	-	33,633
Sewage Works Improvement	34,836	251	-	35,087
Water Operating Fund	6,525	128,781	94,597	40,709
Water Depreciation Fund	35,931	270	4,631	31,570
Water Meter Deposit Fund	18,893	2,871	2,221	19,543
Totals	<u>\$ 2,067,295</u>	<u>\$ 1,797,549</u>	<u>\$ 1,641,889</u>	<u>\$ 2,222,955</u>

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

TOWN OF TROY
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 storm water.

The accompanying financial statements present 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 TROY
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.

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.

TOWN OF TROY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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 TROY
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.

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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 approved by management of the Town. It is presented as intended by the Town.

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

	General Fund	Economic Dev Income Tax	Motor Vehicle Highway	Local Road & Street	Building Standard Fund	Refuse Collection Fund	Local Law	Riverboat Gambling Rev
Cash and investments - beginning	\$ 8,852	\$ 5,639	\$ 13,669	\$ 4,705	\$ 189	\$ 11,287	\$ 266	\$ 5,323
Receipts:								
Taxes	18,860	4,700	-	-	-	-	-	-
Licenses and permits	200	-	-	-	-	-	190	-
Intergovernmental	10,964	-	12,590	1,634	-	-	-	2,453
Charges for services	600	-	-	-	-	32,031	-	-
Fines and forfeits	4,050	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-	-
Other receipts	55,816	-	267	-	-	-	9,895	-
Total receipts	90,490	4,700	12,857	1,634	-	32,031	10,085	2,453
Disbursements:								
Personal services	13,997	-	2,890	-	-	12,021	-	-
Supplies	425	-	694	-	-	12,791	7,677	-
Other services and charges	22,822	-	367	-	-	-	-	-
Capital outlay	-	4,170	2,000	6,000	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-	-
Other disbursements	43,168	-	-	-	-	1,936	500	-
Total disbursements	80,412	4,170	5,951	6,000	-	26,748	8,177	-
Excess (deficiency) of receipts over disbursements	10,078	530	6,906	(4,366)	-	5,283	1,908	2,453
Cash and investments - ending	\$ 18,930	\$ 6,169	\$ 20,575	\$ 339	\$ 189	\$ 16,570	\$ 2,174	\$ 7,776

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

	Park & Recreation Oper	Boat Ramp Maintenance	Special Projects	Payroll	Electric Operating	Electric Depreciation	Electric Meter Deposit
Cash and investments - beginning	\$ 201	\$ 16,311	\$ 4,086	\$ 2,382	\$ 1,069,828	\$ 106,483	\$ 33,241
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	1,287,939	-	-
Penalties	-	-	-	-	2,775	-	-
Other receipts	-	2,550	1,220	165,781	80,653	613	6,600
Total receipts	-	2,550	1,220	165,781	1,371,367	613	6,600
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	264	-	-	-	-	-
Capital outlay	-	-	-	-	5,300	-	-
Utility operating expenses	-	-	-	-	975,272	-	6,016
Other disbursements	-	-	-	165,727	69,766	-	-
Total disbursements	-	264	-	165,727	1,050,338	-	6,016
Excess (deficiency) of receipts over disbursements	-	2,286	1,220	54	321,029	613	584
Cash and investments - ending	\$ 201	\$ 18,597	\$ 5,306	\$ 2,436	\$ 1,390,857	\$ 107,096	\$ 33,825

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

	Sewer Operating Fund	Sewage Depreciation Fund	Sewage Works Improvement	Water Operating Fund	Water Depreciation Fund	Water Meter Deposit Fund	Totals
Cash and investments - beginning	\$ 306,027	\$ 33,633	\$ 34,309	\$ 54,355	\$ 37,391	\$ 18,726	\$ 1,766,903
Receipts:							
Taxes	-	-	-	-	-	-	23,560
Licenses and permits	-	-	-	-	-	-	390
Intergovernmental	-	-	-	-	-	-	27,641
Charges for services	-	-	-	-	-	-	32,631
Fines and forfeits	-	-	-	-	-	-	4,050
Utility fees	131,687	-	-	129,419	-	-	1,549,045
Penalties	1,386	-	-	522	-	-	4,683
Other receipts	3,014	-	527	7,485	525	2,300	337,246
Total receipts	<u>136,087</u>	<u>-</u>	<u>527</u>	<u>137,426</u>	<u>525</u>	<u>2,300</u>	<u>1,979,246</u>
Disbursements:							
Personal services	-	-	-	-	-	-	28,908
Supplies	-	-	-	-	-	-	21,587
Other services and charges	-	-	-	-	-	-	23,453
Capital outlay	35,082	-	-	29,186	1,985	-	83,723
Utility operating expenses	93,652	-	-	123,500	-	2,133	1,200,573
Other disbursements	6,943	-	-	32,570	-	-	320,610
Total disbursements	<u>135,677</u>	<u>-</u>	<u>-</u>	<u>185,256</u>	<u>1,985</u>	<u>2,133</u>	<u>1,678,854</u>
Excess (deficiency) of receipts over disbursements	<u>410</u>	<u>-</u>	<u>527</u>	<u>(47,830)</u>	<u>(1,460)</u>	<u>167</u>	<u>300,392</u>
Cash and investments - ending	<u>\$ 306,437</u>	<u>\$ 33,633</u>	<u>\$ 34,836</u>	<u>\$ 6,525</u>	<u>\$ 35,931</u>	<u>\$ 18,893</u>	<u>\$ 2,067,295</u>

TOWN OF TROY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011

	General Fund	Motor Vehicle Highway	Local Road & Street	Building Standard Fund	Refuse Collection Fund	Local Law
Cash and investments - beginning	\$ 18,930	\$ 20,575	\$ 339	\$ 189	\$ 16,570	\$ 2,174
Receipts:						
Taxes	17,757	2,481	-	-	-	-
Licenses and permits	10	-	-	-	-	-
Intergovernmental	11,671	9,491	1,443	-	-	-
Charges for services	646	-	-	-	31,666	-
Fines and forfeits	3,390	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Penalties	-	-	-	-	-	-
Other receipts	35,359	138	-	-	-	510
Total receipts	<u>68,833</u>	<u>12,110</u>	<u>1,443</u>	<u>-</u>	<u>31,666</u>	<u>510</u>
Disbursements:						
Personal services	20,739	3,371	-	-	11,331	-
Supplies	1,091	2,005	-	-	7,085	-
Other services and charges	29,778	-	-	-	7,153	2,556
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	<u>51,608</u>	<u>5,376</u>	<u>-</u>	<u>-</u>	<u>25,569</u>	<u>2,556</u>
Excess (deficiency) of receipts over disbursements	<u>17,225</u>	<u>6,734</u>	<u>1,443</u>	<u>-</u>	<u>6,097</u>	<u>(2,046)</u>
Cash and investments - ending	<u>\$ 36,155</u>	<u>\$ 27,309</u>	<u>\$ 1,782</u>	<u>\$ 189</u>	<u>\$ 22,667</u>	<u>\$ 128</u>

TOWN OF TROY
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For The Year Ended December 31, 2001
(Continued)

	Riverboat Gambling Rev	Park & Recreation Oper	Economic Dev Income Tax	Boat Ramp Maintenance	Special Projects	Payroll
Cash and investments - beginning	\$ 7,776	\$ 200	\$ 6,169	\$ 18,597	\$ 5,306	\$ 2,436
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	2,453	-	4,242	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Penalties	-	-	-	-	-	-
Other receipts	-	-	-	-	-	192,565
Total receipts	<u>2,453</u>	<u>-</u>	<u>4,242</u>	<u>-</u>	<u>-</u>	<u>192,565</u>
Disbursements:						
Personal services	-	-	2,676	-	-	192,165
Supplies	-	-	-	685	4,219	-
Other services and charges	-	-	-	300	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>-</u>	<u>2,676</u>	<u>985</u>	<u>4,219</u>	<u>192,165</u>
Excess (deficiency) of receipts over disbursements	<u>2,453</u>	<u>-</u>	<u>1,566</u>	<u>(985)</u>	<u>(4,219)</u>	<u>400</u>
Cash and investments - ending	<u>\$ 10,229</u>	<u>\$ 200</u>	<u>\$ 7,735</u>	<u>\$ 17,612</u>	<u>\$ 1,087</u>	<u>\$ 2,836</u>

TOWN OF TROY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2001
 (Continued)

	Electric Cash Reserve	Electric Operating	Electric Depreciation	Electric Meter Deposit	Sewage Cash Reserve	Sewer Operating Fund
Cash and investments - beginning	\$ -	\$ 1,390,858	\$ 107,096	\$ 33,825	\$ -	\$ 306,437
Receipts:						
Taxes	-	35,666	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	1,122,042	-	-	-	131,500
Penalties	-	2,616	-	-	-	1,242
Other receipts	20,000	20,256	315	7,792	7,500	2,625
Total receipts	<u>20,000</u>	<u>1,180,580</u>	<u>315</u>	<u>7,792</u>	<u>7,500</u>	<u>135,367</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Utility operating expenses	-	1,001,413	-	6,442	-	147,471
Other disbursements	20,000	56,294	-	-	7,500	16,166
Total disbursements	<u>20,000</u>	<u>1,057,707</u>	<u>-</u>	<u>6,442</u>	<u>7,500</u>	<u>163,637</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>122,873</u>	<u>315</u>	<u>1,350</u>	<u>-</u>	<u>(28,270)</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 1,513,731</u>	<u>\$ 107,411</u>	<u>\$ 35,175</u>	<u>\$ -</u>	<u>\$ 278,167</u>

TOWN OF TROY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2001
 (Continued)

	Sewage Depreciation Fund	Sewage Works Improvement	Water Operating Fund	Water Depreciation Fund	Water Meter Deposit Fund	Totals
Cash and investments - beginning	\$ 33,633	\$ 34,836	\$ 6,525	\$ 35,931	\$ 18,893	\$ 2,067,295
Receipts:						
Taxes	-	-	4,663	-	-	60,567
Licenses and permits	-	-	-	-	-	10
Intergovernmental	-	-	-	-	-	29,300
Charges for services	-	-	-	-	-	32,312
Fines and forfeits	-	-	-	-	-	3,390
Utility fees	-	-	109,417	-	-	1,362,959
Penalties	-	-	478	-	-	4,336
Other receipts	-	251	14,223	270	2,871	304,675
Total receipts	-	251	128,781	270	2,871	1,797,549
Disbursements:						
Personal services	-	-	-	-	-	230,282
Supplies	-	-	-	-	-	15,085
Other services and charges	-	-	-	-	-	39,787
Utility operating expenses	-	-	94,597	4,631	-	1,254,554
Other disbursements	-	-	-	-	2,221	102,181
Total disbursements	-	-	94,597	4,631	2,221	1,641,889
Excess (deficiency) of receipts over disbursements	-	251	34,184	(4,361)	650	155,660
Cash and investments - ending	<u>\$ 33,633</u>	<u>\$ 35,087</u>	<u>\$ 40,709</u>	<u>\$ 31,570</u>	<u>\$ 19,543</u>	<u>\$ 2,222,955</u>

TOWN OF TROY
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS
 Decemeber 31, 2011

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost.

	<u>Ending Balance</u>
Town:	
Capital assets, not being depreciated:	
Machinery and equipment	\$ <u>17,850</u>
Water Utility:	
Capital assets, not being depreciated:	
Land	4,000
Buildings	114,709
Improvements other than buildings	1,321,196
Machinery and equipment	<u>95,832</u>
Total Water Utility capital assets	<u>1,535,737</u>
Wastewater Utility:	
Capital assets, not being depreciated:	
Land	67,515
Buildings	11,863
Improvements other than buildings	403,531
Machinery and equipment	<u>96,892</u>
Total Wastewater Utility capital assets	<u>579,801</u>
Electric Utility:	
Capital assets, not being depreciated:	
Land	64,612
Buildings	78,313
Improvements other than buildings	966,226
Machinery and equipment	<u>488,535</u>
Total Electric Utility capital assets	<u>1,597,686</u>
Total capital assets not being depreciated	<u><u>\$ 3,731,074</u></u>

TOWN OF TROY
EXIT CONFERENCE

The contents of this report were discussed on February 6, 2012, with Elizabeth S. Linne, Clerk-Treasurer, and Gary Palmer, President of the Town Council. Our examination disclosed no material items that warrant comment at this time.