

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

CITY OF UNION CITY
RANDOLPH COUNTY, INDIANA

January 1, 2011 to December 31, 2011



FILED
05/30/2012

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	2
Independent Auditor's Report	3-4
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statement Performed in Accordance With Government Auditing Standards	5-6
Financial Statement: Statement of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis	8
Notes to Financial Statement	9-14
Supplementary Information: Combining Schedule of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis	16-24
Other Report	25
Supplemental Audit of Federal Awards: Independent Auditor's Report on Compliance With Requirements That Could Have a Direct and Material Effect on Each Major Program and Internal Control Over Compliance in Accordance With OMB Circular A-133	28-29
Schedule of Expenditures of Federal Awards	32
Note to Schedule of Expenditures of Federal Awards.....	33
Schedule of Findings and Questioned Costs	34
Auditee Prepared Schedule: Summary Schedule of Prior Audit Findings	35
Exit Conference.....	36

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Anita M. Amspaugh	01-01-08 to 12-31-15
Mayor	Bryan K. Conklin	01-01-08 to 12-31-15
President of the Board of Public Works and Safety	Bryan K. Conklin	01-01-08 to 12-31-15
President of the Common Council	Timothy L. Heuss	01-01-11 to 12-31-12



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE CITY OF UNION CITY, RANDOLPH COUNTY, INDIANA

We have audited the accompanying financial statement of the City of Union City (City), for the year ended December 31, 2011. This financial statement is the responsibility of the City's management. Our responsibility is to express an opinion on this financial statement based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

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

In our opinion, the financial statement referred to above presents fairly, in all material respects, the financial position and results of operations of the City for the year ended December 31, 2011, on the basis of accounting described in Note 1.

In accordance with Government Auditing Standards, we have also issued a report dated April 19, 2012, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the City's financial statement. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is not a required part of the financial statement. Such information has been subjected to the auditing procedures applied in the audit of the financial statement and, in our opinion, is fairly stated, in all material respects, in relation to the financial statement taken as a whole.

INDEPENDENT AUDITOR'S REPORT
(Continued)

Our audit was conducted for the purpose of forming an opinion on the City's financial statement. The Combining Schedule of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis is presented for additional analysis and is not a required part of the financial statement. It has not been subjected to the auditing procedures applied by us in the audit of the financial statement and, accordingly, we express no opinion on it.

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

STATE BOARD OF ACCOUNTS

April 19, 2012



STATE OF INDIANA
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STATE BOARD OF ACCOUNTS
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REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF THE FINANCIAL STATEMENT
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

TO: THE OFFICIALS OF THE CITY OF UNION CITY, RANDOLPH COUNTY, INDIANA

We have audited the financial statement of the City of Union City (City), for the year ended December 31, 2011, and have issued our report thereon dated April 19, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statement will not be prevented or detected and corrected on a timely basis.

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

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF THE FINANCIAL STATEMENT
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS
(Continued)

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

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

STATE BOARD OF ACCOUNTS

April 19, 2012

FINANCIAL STATEMENT

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

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

Fund	Cash and Investments 01-01-11	Receipts	Disbursements	Cash and Investments 12-31-11
General Fund	\$ 703,276	\$ 1,507,456	\$ 1,528,769	\$ 681,963
MVH	102,867	336,874	272,595	167,146
Local Road & Street	22,756	11,641	23,000	11,397
Park Non Reverting	20,235	6,367	19,267	7,335
Animal Shelter/Regist	1,322	1,083	1,064	1,341
LECEF	6,606	8,296	5,000	9,902
Clerk's Record Perp.	4,637	926	817	4,746
Riverboat Fund	72,488	22,666	9,900	85,254
Park & Recreation	12,993	109,951	76,778	46,166
Rainy Day Fund	353,727	15,270	37,979	331,018
Police K9 Fund	50	-	-	50
CCI	19,834	10,402	12,247	17,989
CCD	47,171	22,459	-	69,630
CJ Equipment (LEBG)	176	-	-	176
Police Pension	56,541	42,220	36,263	62,498
Firemen's Pension	51,653	35,125	32,674	54,104
Cemetery	36,585	16,828	21,283	32,130
Fitness Center	-	1,065	422	643
EMT Training & Facilities	1	4,313	3,263	1,051
Stormwater Project	-	771,098	719,936	51,162
City Court Cash Fund	18,714	1,704	7,589	12,829
Union City Court	14,502	37,193	37,342	14,353
Housing Rehab Grant	-	523,239	523,239	-
Harry Loy Jr. Donations	10,619	-	-	10,619
DT Revitalization Project	35,318	53,087	88,405	-
Ambulance-Non Reverting	114,254	274,848	267,808	121,294
CEDIT	523,531	347,530	150,461	720,600
Utilities	57,111	229,706	247,361	39,456
Revolving Loan Fund	153,757	128	-	153,885
Operation Pullover	-	4,137	4,137	-
NSP Grant	48,480	767,594	766,274	49,800
Police Donations	1,023	5,786	6,168	641
Cemetery Non Reverting	145,968	5,600	4,896	146,672
Payroll - Net Payroll	-	1,000,341	1,000,341	-
Payroll - Deferred Comp.	-	1,600	1,600	-
Payroll - Pre-Paid Legal	-	2,520	2,520	-
Payroll - P E R F	4,087	17,085	17,263	3,909
Payroll - Federal W/H	-	123,896	123,896	-
Payroll - State W/H	3,659	44,867	44,861	3,665
Payroll - Social Security	-	71,336	71,336	-
Payroll - CAGIT W/H	1,424	17,860	17,874	1,410
Payroll - P&F Ins Assn	-	7,361	7,361	-
Payroll - Health Ins.	-	35,873	35,783	90
Payroll - Dental & Vision	-	11,105	11,030	75
Payroll - Colonial Ins.	16	192	192	16
Payroll - American Life	49	252	301	-
Payroll - Medicare	-	35,749	35,749	-
Payroll - Miscellaneous	-	7,433	7,433	-
Payroll - Police Pen '77	3,675	14,847	14,899	3,623
Payroll - Fire Pen '77	4,286	16,207	16,614	3,879
Sewage - Operating Fund	96,748	822,532	813,233	106,047
Sewage - Bond & Interest	-	216,234	214,074	2,160
Sewage - Depreciation	481,403	186,161	31,395	636,169
Sewage - BoNY Debt Res	284,995	1,704	20,340	266,359
Sewage - BoNY Bond & Int	69,086	11,149	73,966	6,269
Water Tower Project	-	659,968	620,886	39,082
Water Tower Replacement	264,416	72,599	34,089	302,926
Water - BoNY Bond & Int	19,895	16,150	35,097	948
Water - Operating Fund	77,144	765,111	752,284	89,971
Water - Depreciation	104,071	175,711	73,233	206,549
Water - Meter Fund	68,887	23,854	18,552	74,189
Water - BoNY Debt Reserve	5,877	4,117	-	9,994
Totals	\$ 4,125,913	\$ 9,538,406	\$ 9,001,139	\$ 4,663,180

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

CITY OF UNION CITY
NOTES TO FINANCIAL STATEMENT

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

The City was established under the laws of the State of Indiana. The City operates under a Council-Mayor form of government and provides some or all of the following services: public safety (police and fire), highways and streets, health and social services, culture and recreation, public improvements, planning and zoning, general administrative services, water, wastewater, storm water, trash, and urban redevelopment and housing.

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

B. Basis of Accounting

The financial statement is 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 statement. The aggregate receipts may include, but are not limited to, the following sources:

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

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

CITY OF UNION CITY
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

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

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

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

E. Disbursements

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

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

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

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

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

CITY OF UNION CITY
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

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

F. Interfund Transfers

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

G. Fund Accounting

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

Note 2. Budgets

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

Note 3. Property Taxes

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

CITY OF UNION CITY
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 4. Deposits and Investments

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

State statutes authorize the City to invest in securities including, but not limited to, federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local governmental units.

Note 5. Risk Management

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

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

Note 6. Pension Plans

A. Indiana Public Retirement System

Plan Description

The Indiana Public Retirement System (INPRS) is a defined benefit pension plan. INPRS 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 INPRS Board, most requirements of the system, and give the City authority to contribute to the plan. The INPRS 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.

INPRS 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:

Indiana Public Retirement System
One North Capitol, Suite 001
Indianapolis, IN 46204
Ph. (317) 232-3882

CITY OF UNION CITY
NOTES TO FINANCIAL STATEMENT
(Continued)

Funding Policy and Annual Pension Cost

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

B. 1925 Police Officers' Pension Plan

Plan Description

The 1925 Police Officers' Pension Plan is a single-employer defined benefit pension plan. The plan is administered by the local pension board as authorized by state statute (IC 36-8-6). The plan provides retirement, disability, and death benefits to plan members and beneficiaries. The plan was established by the plan administrator, as provided by state statute. The plan administrator does not issue a publicly available financial report that includes financial statements and required supplementary information of the plan.

Funding Policy

The contribution requirements of plan members for the 1925 Police Officers' Pension Plan are established by state statute.

On Behalf Payments

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

C. 1937 Firefighters' Pension Plan

Plan Description

The 1937 Firefighters' Pension Plan is a single-employer defined benefit pension plan. The plan is administered by the local pension board as authorized by state statute (IC 36-8-7). The plan provides retirement, disability, and death benefits to plan members and beneficiaries. The plan was established by the plan administrator, as provided by state statute. The plan administrator does not issue a publicly available financial report that includes financial statements and required supplementary information of the plan.

Funding Policy

The contribution requirements of plan members for the 1937 Firefighters' Pension Plan are established by state statute.

On Behalf Payments

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

CITY OF UNION CITY
NOTES TO FINANCIAL STATEMENT
(Continued)

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

Plan Description

The 1977 Police Officers' and Firefighters' Pension and Disability Fund is a cost-sharing multiple-employer defined benefit pension plan administered by the Indiana Public Employees' Retirement Plan (INPRS) for all police officers and firefighters hired after April 30, 1977.

State statute (IC 36-8-8) regulates the operations of the system, including benefits, vesting, and requirements for contributions by employers and by employees. Covered employees may retire at age 52 with 20 years of service. An employee with 20 years of service may leave service, but will not receive benefits until reaching age 52. The plan also provides for death and disability benefits.

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

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

Funding Policy

The contribution requirements of plan members and the City are established by the Board of Trustees of INPRS.

SUPPLEMENTARY INFORMATION – UNAUDITED

For additional financial information, the City's 2011 Annual Report information can be found on the Gateway website: <https://gateway.ifionline.org/>.

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

The supplementary information presented was approved by management of the City. It is presented as intended by the City.

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

	General Fund	MVH	Local Road & Street	Park Non Reverting	Animal Shelter/Regist	LECEF	Clerk's Record Perp.
Cash and investments - beginning	\$ 703,276	\$ 102,867	\$ 22,756	\$ 20,235	\$ 1,322	\$ 6,606	\$ 4,637
Receipts:							
Taxes	1,446,173	218,108	-	-	-	-	-
Intergovernmental	4,734	106,247	11,641	-	-	-	-
Charges for services	-	-	-	6,367	-	1,583	-
Fines and forfeits	5,736	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	50,813	12,519	-	-	1,083	6,713	926
Total receipts	<u>1,507,456</u>	<u>336,874</u>	<u>11,641</u>	<u>6,367</u>	<u>1,083</u>	<u>8,296</u>	<u>926</u>
Disbursements:							
Personal services	1,091,839	159,149	-	-	-	-	-
Supplies	73,866	49,425	-	-	1,064	-	817
Other services and charges	263,589	25,993	-	-	-	5,000	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	76,385	38,028	23,000	19,267	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	23,090	-	-	-	-	-	-
Total disbursements	<u>1,528,769</u>	<u>272,595</u>	<u>23,000</u>	<u>19,267</u>	<u>1,064</u>	<u>5,000</u>	<u>817</u>
Excess (deficiency) of receipts over (under) disbursements	<u>(21,313)</u>	<u>64,279</u>	<u>(11,359)</u>	<u>(12,900)</u>	<u>19</u>	<u>3,296</u>	<u>109</u>
Cash and investments - ending	<u>\$ 681,963</u>	<u>\$ 167,146</u>	<u>\$ 11,397</u>	<u>\$ 7,335</u>	<u>\$ 1,341</u>	<u>\$ 9,902</u>	<u>\$ 4,746</u>

CITY OF UNION CITY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	Riverboat Fund	Park & Recreation	Rainy Day Fund	Police K9 Fund	CCI	CCD	CJ Equipment (LEBG)
Cash and investments - beginning	\$ 72,488	\$ 12,993	\$ 353,727	\$ 50	\$ 19,834	\$ 47,171	\$ 176
Receipts:							
Taxes	-	84,129	15,270	-	-	20,791	-
Intergovernmental	22,666	4,746	-	-	10,402	1,668	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	21,076	-	-	-	-	-
Total receipts	<u>22,666</u>	<u>109,951</u>	<u>15,270</u>	<u>-</u>	<u>10,402</u>	<u>22,459</u>	<u>-</u>
Disbursements:							
Personal services	-	38,850	-	-	-	-	-
Supplies	-	23,939	-	-	-	-	-
Other services and charges	-	13,989	-	-	11,253	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	9,900	-	37,979	-	994	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>9,900</u>	<u>76,778</u>	<u>37,979</u>	<u>-</u>	<u>12,247</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over (under) disbursements	<u>12,766</u>	<u>33,173</u>	<u>(22,709)</u>	<u>-</u>	<u>(1,845)</u>	<u>22,459</u>	<u>-</u>
Cash and investments - ending	<u>\$ 85,254</u>	<u>\$ 46,166</u>	<u>\$ 331,018</u>	<u>\$ 50</u>	<u>\$ 17,989</u>	<u>\$ 69,630</u>	<u>\$ 176</u>

CITY OF UNION CITY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	Police Pension	Firemen's Pension	Cemetery	Fitness Center	EMT Training & Facilities	Stormwater Project	City Court Cash Fund
Cash and investments - beginning	\$ 56,541	\$ 51,653	\$ 36,585	\$ -	\$ 1	\$ -	\$ 18,714
Receipts:							
Taxes	41,746	34,938	1,456	-	-	-	-
Intergovernmental	474	187	117	-	-	771,098	-
Charges for services	-	-	15,215	1,035	4,307	-	-
Fines and forfeits	-	-	-	-	-	-	1,704
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	40	30	6	-	-
Total receipts	<u>42,220</u>	<u>35,125</u>	<u>16,828</u>	<u>1,065</u>	<u>4,313</u>	<u>771,098</u>	<u>1,704</u>
Disbursements:							
Personal services	36,263	32,674	19,373	275	-	-	-
Supplies	-	-	492	147	63	-	-
Other services and charges	-	-	1,418	-	3,200	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	719,936	7,589
Total disbursements	<u>36,263</u>	<u>32,674</u>	<u>21,283</u>	<u>422</u>	<u>3,263</u>	<u>719,936</u>	<u>7,589</u>
Excess (deficiency) of receipts over (under) disbursements	<u>5,957</u>	<u>2,451</u>	<u>(4,455)</u>	<u>643</u>	<u>1,050</u>	<u>51,162</u>	<u>(5,885)</u>
Cash and investments - ending	<u>\$ 62,498</u>	<u>\$ 54,104</u>	<u>\$ 32,130</u>	<u>\$ 643</u>	<u>\$ 1,051</u>	<u>\$ 51,162</u>	<u>\$ 12,829</u>

CITY OF UNION CITY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	Union City Court	Housing Rehab Grant	Harry Loy Jr. Donations	DT Revitalization Project	Ambulance-Non Reverting	CEDIT	Utilities
Cash and investments - beginning	\$ 14,502	\$ -	\$ 10,619	\$ 35,318	\$ 114,254	\$ 523,531	\$ 57,111
Receipts:							
Taxes	-	-	-	-	-	-	65,035
Intergovernmental	-	523,239	-	53,087	-	346,637	5,219
Charges for services	-	-	-	-	274,828	-	159,452
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	37,193	-	-	-	20	893	-
Total receipts	<u>37,193</u>	<u>523,239</u>	<u>-</u>	<u>53,087</u>	<u>274,848</u>	<u>347,530</u>	<u>229,706</u>
Disbursements:							
Personal services	-	-	-	-	83,936	-	-
Supplies	-	-	-	-	43,103	-	-
Other services and charges	-	-	-	-	48,568	-	247,361
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	523,239	-	-	92,201	150,461	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	37,342	-	-	88,405	-	-	-
Total disbursements	<u>37,342</u>	<u>523,239</u>	<u>-</u>	<u>88,405</u>	<u>267,808</u>	<u>150,461</u>	<u>247,361</u>
Excess (deficiency) of receipts over (under) disbursements	<u>(149)</u>	<u>-</u>	<u>-</u>	<u>(35,318)</u>	<u>7,040</u>	<u>197,069</u>	<u>(17,655)</u>
Cash and investments - ending	<u>\$ 14,353</u>	<u>\$ -</u>	<u>\$ 10,619</u>	<u>\$ -</u>	<u>\$ 121,294</u>	<u>\$ 720,600</u>	<u>\$ 39,456</u>

CITY OF UNION CITY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	Revolving Loan Fund	Operation Pullover	NSP Grant	Police Donations	Cemetery Non Reverting	Payroll - Net Payroll	Payroll - Deferred Comp.
Cash and investments - beginning	\$ 153,757	\$ -	\$ 48,480	\$ 1,023	\$ 145,968	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Intergovernmental	-	4,137	767,594	-	-	-	-
Charges for services	-	-	-	-	5,600	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	128	-	-	5,786	-	1,000,341	1,600
Total receipts	<u>128</u>	<u>4,137</u>	<u>767,594</u>	<u>5,786</u>	<u>5,600</u>	<u>1,000,341</u>	<u>1,600</u>
Disbursements:							
Personal services	-	4,137	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	6,168	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	4,896	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	766,274	-	-	1,000,341	1,600
Total disbursements	<u>-</u>	<u>4,137</u>	<u>766,274</u>	<u>6,168</u>	<u>4,896</u>	<u>1,000,341</u>	<u>1,600</u>
Excess (deficiency) of receipts over (under) disbursements	<u>128</u>	<u>-</u>	<u>1,320</u>	<u>(382)</u>	<u>704</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 153,885</u>	<u>\$ -</u>	<u>\$ 49,800</u>	<u>\$ 641</u>	<u>\$ 146,672</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF UNION CITY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	Payroll - Pre-Paid Legal	Payroll - PERF	Payroll - Federal W/H	Payroll - State W/H	Payroll - Social Security	Payroll - CAGIT W/H	Payroll - P&F Ins Assn
Cash and investments - beginning	\$ -	\$ 4,087	\$ -	\$ 3,659	\$ -	\$ 1,424	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	2,520	17,085	123,896	44,867	71,336	17,860	7,361
Total receipts	2,520	17,085	123,896	44,867	71,336	17,860	7,361
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	2,520	17,263	123,896	44,861	71,336	17,874	7,361
Total disbursements	2,520	17,263	123,896	44,861	71,336	17,874	7,361
Excess (deficiency) of receipts over (under) disbursements	-	(178)	-	6	-	(14)	-
Cash and investments - ending	\$ -	\$ 3,909	\$ -	\$ 3,665	\$ -	\$ 1,410	\$ -

CITY OF UNION CITY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	Payroll - Health Ins.	Payroll - Dental & Vision	Payroll - Colonial Ins.	Payroll - American Life	Payroll - Medicare	Payroll - Miscellaneous	Payroll - Police Pen '77
Cash and investments - beginning	\$ -	\$ -	\$ 16	\$ 49	\$ -	\$ -	\$ 3,675
Receipts:							
Taxes	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	35,873	11,105	192	252	35,749	7,433	14,847
Total receipts	<u>35,873</u>	<u>11,105</u>	<u>192</u>	<u>252</u>	<u>35,749</u>	<u>7,433</u>	<u>14,847</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	35,783	11,030	192	301	35,749	7,433	14,899
Total disbursements	<u>35,783</u>	<u>11,030</u>	<u>192</u>	<u>301</u>	<u>35,749</u>	<u>7,433</u>	<u>14,899</u>
Excess (deficiency) of receipts over (under) disbursements	<u>90</u>	<u>75</u>	<u>-</u>	<u>(49)</u>	<u>-</u>	<u>-</u>	<u>(52)</u>
Cash and investments - ending	<u>\$ 90</u>	<u>\$ 75</u>	<u>\$ 16</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,623</u>

CITY OF UNION CITY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	Payroll - Fire Pen '77	Sewage - Operating Fund	Sewage - Bond & Interest	Sewage - Depreciation	Sewage - BoNY Debt Res	Sewage - BoNY Bond & Interest	Water Tower Project
Cash and investments - beginning	\$ 4,286	\$ 96,748	\$ -	\$ 481,403	\$ 284,995	\$ 69,086	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	659,968
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	821,497	-	-	-	-	-
Other receipts	16,207	1,035	216,234	186,161	1,704	11,149	-
Total receipts	16,207	822,532	216,234	186,161	1,704	11,149	659,968
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	214,074	-	20,340	73,966	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	400,541	-	31,395	-	-	-
Other disbursements	16,614	412,692	-	-	-	-	620,886
Total disbursements	16,614	813,233	214,074	31,395	20,340	73,966	620,886
Excess (deficiency) of receipts over (under) disbursements	(407)	9,299	2,160	154,766	(18,636)	(62,817)	39,082
Cash and investments - ending	\$ 3,879	\$ 106,047	\$ 2,160	\$ 636,169	\$ 266,359	\$ 6,269	\$ 39,082

CITY OF UNION CITY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	Water Tower Replacement	Water - BoNY Bond & Interest	Water - Operating Fund	Water - Depreciation	Water - Meter Fund	Water - BoNY Debt Reserve	Totals
Cash and investments - beginning	\$ 264,416	\$ 19,895	\$ 77,144	\$ 104,071	\$ 68,887	\$ 5,877	\$ 4,125,913
Receipts:							
Taxes	-	-	-	-	-	-	1,927,646
Intergovernmental	-	-	-	-	-	-	3,293,861
Charges for services	-	-	-	-	-	-	468,387
Fines and forfeits	-	-	-	-	-	-	7,440
Utility fees	62,399	-	745,876	-	23,854	-	1,653,626
Other receipts	10,200	16,150	19,235	175,711	-	4,117	2,187,446
Total receipts	<u>72,599</u>	<u>16,150</u>	<u>765,111</u>	<u>175,711</u>	<u>23,854</u>	<u>4,117</u>	<u>9,538,406</u>
Disbursements:							
Personal services	-	-	-	-	-	-	1,466,496
Supplies	-	-	-	-	-	-	192,916
Other services and charges	-	-	-	-	-	-	626,539
Debt service - principal and interest	-	35,097	-	-	-	-	343,477
Capital outlay	34,089	-	-	-	-	-	1,010,439
Utility operating expenses	-	-	371,855	73,233	-	-	877,024
Other disbursements	-	-	380,429	-	18,552	-	4,484,248
Total disbursements	<u>34,089</u>	<u>35,097</u>	<u>752,284</u>	<u>73,233</u>	<u>18,552</u>	<u>-</u>	<u>9,001,139</u>
Excess (deficiency) of receipts over (under) disbursements	<u>38,510</u>	<u>(18,947)</u>	<u>12,827</u>	<u>102,478</u>	<u>5,302</u>	<u>4,117</u>	<u>537,267</u>
Cash and investments - ending	<u>\$ 302,926</u>	<u>\$ 948</u>	<u>\$ 89,971</u>	<u>\$ 206,549</u>	<u>\$ 74,189</u>	<u>\$ 9,994</u>	<u>\$ 4,663,180</u>

CITY OF UNION CITY
OTHER REPORT

The annual audit report presented herein was prepared in addition to the other official report prepared
for:

City of Union City Court

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
302 WEST WASHINGTON STREET
ROOM E418
INDIANAPOLIS, INDIANA 46204-2769

Telephone: (317) 232-2513
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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS THAT
COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND INTERNAL
CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

TO: THE OFFICIALS OF THE CITY OF UNION CITY, RANDOLPH COUNTY, INDIANA

Compliance

We have audited the compliance of the City of Union City (City) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to its major federal programs for the year ended December 31, 2011. The City's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to its major federal programs are the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the City's compliance with those requirements.

In our opinion, the City complied, in all material respects, with the requirements referred to above that are applicable to its major federal programs for the year ended December 31, 2011.

Internal Control Over Compliance

Management of the City is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the City's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS THAT
COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND INTERNAL
CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133
(Continued)

A deficiency in internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

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

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

STATE BOARD OF ACCOUNTS

April 19, 2012

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

The Schedule of Expenditures of Federal Awards and accompanying note presented were prepared by management of the City. The schedule and note are presented as intended by the City.

CITY OF UNION CITY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended December 31, 2011

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>			
Pass-Through Indiana Office of Community and Rural Affairs CDBG - State Administered CDBG Cluster Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	14.228	CF-09-220 DR2-09-117 DR2-09-172	\$ 88,405 719,936 620,886
Pass-Through Indiana Housing and Community Development Authority CDBG - State Administered CDBG Cluster Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	14.228	SCP-010-011 NSP1-009-027	10,000 <u>766,274</u>
Total for cluster			<u>2,205,501</u>
Pass-Through Indiana Housing and Community Development Authority Home Investment Partnerships Program	14.239	HM-009-004	<u>523,239</u>
Total federal awards expended			<u>\$ 2,728,740</u>

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

CITY OF UNION CITY
NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the City of Union City and is presented in accordance with the cash and investment basis of accounting used in the preparation of the financial statement. Accordingly, the amount of federal awards expended is based on when the disbursement related to the award occurs except when the federal award is received on a reimbursement basis. In these instances the federal awards are considered expended when the reimbursement is received.

CITY OF UNION CITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statement:

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

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	no
Significant deficiency identified?	none reported
Type of auditor's report issued on compliance for major programs:	Unqualified
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?	no

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
14.239	CDBG – State Administered CDBG Cluster Home Investment Partnerships Program

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

Auditee qualified as low-risk auditee? no

Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

CITY OF UNION CITY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

CITY OF UNION CITY
EXIT CONFERENCE

The contents of this report were discussed on April 19, 2012, with Anita M. Amspaugh, Clerk-Treasurer; Bryan K. Conklin, Mayor; Monte G. Poling, City Manager; and Timothy L. Heuss, President of the Common Council. Our audit disclosed no material items that warrant comment at this time.