

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

FINANCIAL STATEMENT AND  
FEDERAL SINGLE AUDIT REPORT  
OF

TOWN OF WINAMAC  
PULASKI COUNTY, INDIANA

January 1, 2010 to December 31, 2011



**FILED**  
06/01/2012



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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Judy Heater Melanie Berger	01-01-08 to 12-31-11 01-01-12 to 12-31-15
President of the Town Council	John Plowman	01-01-10 to 12-31-12
Town Manager	James Conner	01-01-10 to 12-31-12
Superintendent of Water Utility	Kevin Roe	01-01-10 to 12-31-12
Superintendent of Wastewater Utility	Brad Zellers	01-01-10 to 12-31-12
Superintendent of Electric Utility	Doug Shorter	01-01-10 to 12-31-12



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS  
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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE TOWN OF WINAMAC, PULASKI COUNTY, INDIANA

We have audited the accompanying financial statements of the Town of Winamac (Town), for the years ended December 31, 2010 and 2011. These financial statements are the responsibility of the Town's management. Our responsibility is to express opinions on these financial statements 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 statements are 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 Town'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 statements. 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 opinions.

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 of accounting 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.

In accordance with Government Auditing Standards, we have also issued a report dated May 3, 2012, on our consideration of the Town's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

INDEPENDENT AUDITOR'S REPORT  
(Continued)

Our audit was conducted for the purpose of forming an opinion on the Town's financial statements. 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 statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the financial statements taken as a whole.

Our audit was conducted for the purpose of forming an opinion on the Town's financial statements. The Combining Schedules of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis, Schedule of Payables and Receivables, Schedule of Debt, and Schedule of Capital Assets are presented for additional analysis and are not required parts of the financial statements. They have not been subjected to the auditing procedures applied by us in the audit of 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, Town Council, others within the entity, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. In accordance with Indiana Code 5-11-5-1, this report is a part of the public records of the State Board of Accounts and of the office examined.

STATE BOARD OF ACCOUNTS

May 3, 2012



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS  
302 WEST WASHINGTON STREET  
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REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON  
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

TO: THE OFFICIALS OF THE TOWN OF WINAMAC, PULASKI COUNTY, INDIANA

We have audited the financial statements of the Town of Winamac (Town), for the years ended December 31, 2010 and 2011, and have issued our report thereon dated May 3, 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 Town's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Town's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Town's internal control over financial reporting.

Our consideration of the internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying Schedule of Findings and Questioned Costs, we identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses.

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 statements will not be prevented or detected and corrected on a timely basis. We consider the deficiency described in the accompanying Schedule of Findings and Questioned Costs as item 2011-1 to be a material weakness.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Town's financial statements are 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.

The Town's response to the findings identified in our audit is described in the accompanying section of the report entitled Corrective Action Plan. We did not audit the Town's response and, accordingly, we express no opinion on it.

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

STATE BOARD OF ACCOUNTS

May 3, 2012

## FINANCIAL STATEMENTS

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

TOWN OF WINAMAC  
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -  
REGULATORY BASIS  
For The Year Ended December 31, 2010

Fund	Cash and Investments 01-01-10	Receipts	Disbursements	Cash and Investments 12-31-10
General Fund	\$ 172,244	\$ 1,006,147	\$ 793,821	\$ 384,570
Petty Cash	50	-	-	50
Change Fund	100	-	-	100
Motor Vehicle Street	176,024	169,995	172,554	173,465
Local Roads & Streets	26,687	8,862	19,928	15,621
Special Cemetery	14,189	450	-	14,639
Parking Violations Fund	808	-	-	808
Law Enf Cont Education	10,385	1,735	-	12,120
Riverboat Revenue Sharing	96,796	15,132	-	111,928
Storm Sewer Building Fund	33,326	325	608	33,043
Park Fund	84,718	98,611	81,374	101,955
Rainy Day Fund	72,043	44,121	-	116,164
Operation Pull Over Grant	-	250	200	50
Winamac Econ Develop Comm	4,751	91	-	4,842
Park Sales Tax	4	204	205	3
Recreation	45,138	53,148	42,257	56,029
Cuml Capital Development	152,016	27,971	-	179,987
Cuml Capital Improvement	68,199	7,080	-	75,279
Econ Develop Income Tax	208,631	52,853	12,616	248,868
Neilbert Cemetery Trust	565	20	25	560
Carper Cemetery Trust	3,809	114	50	3,873
Payroll	9,291	1,068,145	1,068,023	9,413
Levy Excess	-	1,601	-	1,601
Park Gift Fund	18,691	14,957	1,850	31,798
Electric Cash Operating	2,253,490	6,134,470	6,167,594	2,220,366
Elec Cash Reserve Bond & Int	618,734	121,559	-	740,293
Electric Depreciation	1,067,754	380,652	676,394	772,012
Electric Meter	164,870	28,984	27,359	166,495
Sewage Cash Operating	368,441	823,286	1,121,656	70,071
W/Water Bond & Interest	373,635	529,354	679,849	223,140
Sewage Cash Depreciat	3,980	40,425	23,734	20,671
Wastewater Construction	7,298	344,611	351,909	-
W/Water Debt Serv Reserve	-	238,876	238,876	-
Water Cash Operating	16,225	697,591	646,052	67,764
Water Bond And Interest	-	167,281	166,805	476
Water Depreciation	267,275	141,685	12,561	396,399
Water Meter Fund	53,673	10,367	9,590	54,450
Water Debt Service Res	306,036	69,654	157,277	218,413
<b>Totals</b>	<b>\$ 6,699,876</b>	<b>\$ 12,300,607</b>	<b>\$ 12,473,167</b>	<b>\$ 6,527,316</b>

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

TOWN OF WINAMAC  
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	\$ 384,570	\$ 805,287	\$ 808,649	\$ 381,208
Levy Excess	1,601	-	1,601	-
Neilbert Cemetery Trust	560	2	25	537
Carper Cemetery Trust	3,873	12	40	3,845
Special Cemetery	14,639	1,350	-	15,989
Winamac Economic Develop Commission	4,842	53	-	4,895
Parking Violations	808	-	-	808
Law Enforcement Continuing Education	12,120	1,025	350	12,795
Safe Routes To School Grant	-	75,000	7,500	67,500
Fire Truck Grant 2010	-	150,000	150,000	-
Operation Pull Over Grant	50	864	1,123	(209)
Home Owners Grant 2010	-	66,501	66,501	-
Park Gift	31,798	11,559	5,623	37,734
Riverboat Revenue Sharing	111,928	15,132	60,500	66,560
Rainy Day	116,164	28,882	36,512	108,534
Park	101,955	86,562	77,207	111,310
Park Sales Tax	3	189	191	1
Recreation	56,029	34,594	43,105	47,518
Economic Development Income Tax	248,868	42,976	1,273	290,571
Cumulative Capital Improvement	75,279	6,944	-	82,223
Cumulative Capital Development	179,987	16,677	20,000	176,664
Storm Sewer Building Fund	33,043	478	433	33,088
Change Fund	100	-	-	100
Petty Cash	50	-	-	50
Payroll	9,413	1,081,934	1,081,556	9,791
Local Roads & Streets	15,621	8,607	17,590	6,638
Motor Vehicle Street	173,465	137,109	180,222	130,352
Sidewalk Replacement	-	8,414	8,414	-
Electric Cash Operating	2,220,366	6,287,966	6,267,462	2,240,870
Electric Meter	166,495	37,575	28,950	175,120
Electric Depreciation	772,012	486,980	189,096	1,069,896
Elec Cash Reserve Bond & Interest	740,293	141,527	140,000	741,820
Sewage Cash Operating	70,071	1,050,972	1,082,769	38,274
Sewage Cash Depreciation	20,671	51,220	8,378	63,513
Wastewater Bond & Interest	223,140	472,972	467,835	228,277
Wastewater Construction	-	3,813,251	3,763,781	49,470
W/Water Debt Service Reserve	-	317,785	-	317,785
Wastewater Bond & Interest Bank Of New York	-	130,621	66,672	63,949
Water Cash Operating	67,764	734,717	707,937	94,544
Water Meter	54,450	13,725	10,490	57,685
Water Depreciation	396,399	63,163	5,959	453,603
Water Bond And Interest	476	209,558	209,548	486
Water Debt Service Reserve	218,413	-	200	218,213
Totals	<u>\$ 6,527,316</u>	<u>\$ 16,392,183</u>	<u>\$ 15,517,492</u>	<u>\$ 7,402,007</u>

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

TOWN OF WINAMAC  
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, gas, storm water, trash, aviation, and urban redevelopment and housing.

The accompanying financial statements present the financial information for the Town.

*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 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 state,

TOWN OF WINAMAC  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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.

Penalties which include fees received for late payments.

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 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 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 WINAMAC  
NOTES TO FINANCIAL STATEMENTS  
(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 WINAMAC  
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 any replacement items purchased.

**Note 6. Pension Plan**

Public Employees' Retirement Fund

Plan Description

The Town contributes to the Indiana Public Employees' Retirement Fund (PERF), a defined benefit pension plan. PERF is an agent multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All full-time employees are eligible to participate in this defined benefit plan. State statutes (IC 5-10.2 and 5-10.3) govern, through the PERF Board, most requirements of the system, and give the Town authority to contribute to the plan. The PERF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of members' contributions, set by state statute at 3 percent of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

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

TOWN OF WINAMAC  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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

Funding Policy and Annual Pension Cost

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

**Note 7. Retainage**

The Town has a Retainage account related to its Combined Sewer Overflow project that will be released to the contractor upon satisfactory completion of the project. This account had an \$185,360 cash balance as of December 31, 2011. This account is not reflected in the Town's financial statements.

**Note 8. Economic Development Receivable**

During 2008, the Town of Winamac Electric Utility paid all costs related to a new substation at Plymouth Tube Company. An agreement related to repayment of a portion of this project was entered into between the Town and Plymouth Tube. The agreement states Plymouth Tube will repay the Town \$300,000 plus interest at 5 percent. Repayments, which are quarterly and began on October 15, 2008, are scheduled to end on April 15, 2014. At December 31, 2011, the outstanding balance on this note was \$148,212.

### SUPPLEMENTARY INFORMATION – UNAUDITED

For additional financial information, the Town's 2010 Annual Report can be found on the Indiana Transparency Portal website: [www.in.gov/itp/annual\\_reports/](http://www.in.gov/itp/annual_reports/).

For additional financial information, the Town'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 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 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 Town. It is presented as intended by the Town.

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

	General Fund	Petty Cash	Change Fund	Motor Vehicle Street	Local Roads & Streets	Special Cemetery	Parking Violations Fund
Cash and investments - beginning	\$ 172,244	\$ 50	\$ 100	\$ 176,024	\$ 26,687	\$ 14,189	\$ 808
Receipts:							
Taxes	444,138	-	-	91,162	-	-	-
Licenses and permits	295	-	-	-	-	-	-
Intergovernmental	331,677	-	-	75,458	7,452	-	-
Charges for services	80,533	-	-	410	1,410	450	-
Fines and forfeits	3,622	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	145,882	-	-	2,965	-	-	-
Total receipts	<u>1,006,147</u>	<u>-</u>	<u>-</u>	<u>169,995</u>	<u>8,862</u>	<u>450</u>	<u>-</u>
Disbursements:							
Personal services	451,313	-	-	61,434	-	-	-
Supplies	30,599	-	-	25,785	-	-	-
Other services and charges	292,553	-	-	6,818	19,928	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	19,356	-	-	78,517	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>793,821</u>	<u>-</u>	<u>-</u>	<u>172,554</u>	<u>19,928</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>212,326</u>	<u>-</u>	<u>-</u>	<u>(2,559)</u>	<u>(11,066)</u>	<u>450</u>	<u>-</u>
Cash and investments - ending	<u>\$ 384,570</u>	<u>\$ 50</u>	<u>\$ 100</u>	<u>\$ 173,465</u>	<u>\$ 15,621</u>	<u>\$ 14,639</u>	<u>\$ 808</u>

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

	Law Enf Cont Education	Riverboat Revenue Sharing	Storm Sewer Building Fund	Park Fund	Rainy Day Fund	Operation Pull Over Grant	Winamac Econ Develop Comm
Cash and investments - beginning	\$ 10,385	\$ 96,796	\$ 33,326	\$ 84,718	\$ 72,043	\$ -	\$ 4,751
Receipts:							
Taxes	-	-	-	82,878	44,121	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	15,132	-	12,636	-	250	-
Charges for services	1,696	-	-	2,920	-	-	-
Fines and forfeits	39	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	325	177	-	-	91
Total receipts	<u>1,735</u>	<u>15,132</u>	<u>325</u>	<u>98,611</u>	<u>44,121</u>	<u>250</u>	<u>91</u>
Disbursements:							
Personal services	-	-	-	60,255	-	200	-
Supplies	-	-	-	5,194	-	-	-
Other services and charges	-	-	608	13,706	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	2,219	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>-</u>	<u>608</u>	<u>81,374</u>	<u>-</u>	<u>200</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>1,735</u>	<u>15,132</u>	<u>(283)</u>	<u>17,237</u>	<u>44,121</u>	<u>50</u>	<u>91</u>
Cash and investments - ending	<u>\$ 12,120</u>	<u>\$ 111,928</u>	<u>\$ 33,043</u>	<u>\$ 101,955</u>	<u>\$ 116,164</u>	<u>\$ 50</u>	<u>\$ 4,842</u>

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

	Park Sales Tax	Recreation	Cuml Capital Development	Cuml Capital Improvement	Econ Develop Income Tax	Neilbert Cemetery Trust	Carper Cemetery Trust
Cash and investments - beginning	\$ 4	\$ 45,138	\$ 152,016	\$ 68,199	\$ 208,631	\$ 565	\$ 3,809
Receipts:							
Taxes	204	38,883	24,275	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	5,799	3,696	7,080	52,853	-	-
Charges for services	-	8,466	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	20	114
Total receipts	<u>204</u>	<u>53,148</u>	<u>27,971</u>	<u>7,080</u>	<u>52,853</u>	<u>20</u>	<u>114</u>
Disbursements:							
Personal services	-	26,758	-	-	-	-	-
Supplies	-	7,004	-	-	-	-	-
Other services and charges	205	8,495	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	12,616	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	25	50
Total disbursements	<u>205</u>	<u>42,257</u>	<u>-</u>	<u>-</u>	<u>12,616</u>	<u>25</u>	<u>50</u>
Excess (deficiency) of receipts over disbursements	<u>(1)</u>	<u>10,891</u>	<u>27,971</u>	<u>7,080</u>	<u>40,237</u>	<u>(5)</u>	<u>64</u>
Cash and investments - ending	<u>\$ 3</u>	<u>\$ 56,029</u>	<u>\$ 179,987</u>	<u>\$ 75,279</u>	<u>\$ 248,868</u>	<u>\$ 560</u>	<u>\$ 3,873</u>

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

	Payroll	Levy Excess	Park Gift Fund	Electric Cash Operating	Elec Cash Reserve Bond & Int	Electric Depreciation
Cash and investments - beginning	\$ 9,291	\$ -	\$ 18,691	\$ 2,253,490	\$ 618,734	\$ 1,067,754
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	5,976,274	-	-
Other receipts	1,068,145	1,601	14,957	158,196	121,559	380,652
Total receipts	1,068,145	1,601	14,957	6,134,470	121,559	380,652
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	1,850	-	-	676,394
Utility operating expenses	-	-	-	5,595,035	-	-
Other disbursements	1,068,023	-	-	572,559	-	-
Total disbursements	1,068,023	-	1,850	6,167,594	-	676,394
Excess (deficiency) of receipts over disbursements	122	1,601	13,107	(33,124)	121,559	(295,742)
Cash and investments - ending	\$ 9,413	\$ 1,601	\$ 31,798	\$ 2,220,366	\$ 740,293	\$ 772,012

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

	Electric Meter	Sewage Cash Operating	W/Water Bond & Interest	Sewage Cash Depreciat	Wastewater Construction	W/Water Debt Serv Reserve
Cash and investments - beginning	\$ 164,870	\$ 368,441	\$ 373,635	\$ 3,980	\$ 7,298	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	806,453	-	-	-	-
Other receipts	28,984	16,833	529,354	40,425	344,611	238,876
Total receipts	<u>28,984</u>	<u>823,286</u>	<u>529,354</u>	<u>40,425</u>	<u>344,611</u>	<u>238,876</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	679,849	-	-	-
Capital outlay	-	10,637	-	23,734	40,185	-
Utility operating expenses	27,359	391,834	-	-	311,724	-
Other disbursements	-	719,185	-	-	-	238,876
Total disbursements	<u>27,359</u>	<u>1,121,656</u>	<u>679,849</u>	<u>23,734</u>	<u>351,909</u>	<u>238,876</u>
Excess (deficiency) of receipts over disbursements	<u>1,625</u>	<u>(298,370)</u>	<u>(150,495)</u>	<u>16,691</u>	<u>(7,298)</u>	<u>-</u>
Cash and investments - ending	<u>\$ 166,495</u>	<u>\$ 70,071</u>	<u>\$ 223,140</u>	<u>\$ 20,671</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Water Cash Operating	Water Bond And Interest	Water Depreciation	Water Meter Fund	Water Debt Service Res	Totals
Cash and investments - beginning	\$ 16,225	\$ -	\$ 267,275	\$ 53,673	\$ 306,036	\$ 6,699,876
Receipts:						
Taxes	-	-	-	-	-	725,661
Licenses and permits	-	-	-	-	-	295
Intergovernmental	-	-	-	-	-	512,033
Charges for services	-	-	-	-	-	95,885
Fines and forfeits	-	-	-	-	-	3,661
Utility fees	625,671	-	-	-	-	7,408,398
Other receipts	<u>71,920</u>	<u>167,281</u>	<u>141,685</u>	<u>10,367</u>	<u>69,654</u>	<u>3,554,674</u>
Total receipts	<u>697,591</u>	<u>167,281</u>	<u>141,685</u>	<u>10,367</u>	<u>69,654</u>	<u>12,300,607</u>
Disbursements:						
Personal services	-	-	-	-	-	599,960
Supplies	-	-	-	-	-	68,582
Other services and charges	-	-	-	-	-	342,313
Debt service - principal and interest	-	166,805	-	-	41,805	888,459
Capital outlay	11,492	-	12,561	-	-	889,561
Utility operating expenses	319,038	-	-	9,590	48	6,654,628
Other disbursements	<u>315,522</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>115,424</u>	<u>3,029,664</u>
Total disbursements	<u>646,052</u>	<u>166,805</u>	<u>12,561</u>	<u>9,590</u>	<u>157,277</u>	<u>12,473,167</u>
Excess (deficiency) of receipts over disbursements	<u>51,539</u>	<u>476</u>	<u>129,124</u>	<u>777</u>	<u>(87,623)</u>	<u>(172,560)</u>
Cash and investments - ending	<u>\$ 67,764</u>	<u>\$ 476</u>	<u>\$ 396,399</u>	<u>\$ 54,450</u>	<u>\$ 218,413</u>	<u>\$ 6,527,316</u>

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

	GENERAL FUND	LEVY EXCESS	NEILBERT CEMETERY TRUST	CARPER CEMETERY TRUST	SPECIAL CEMETERY	WINAMAC ECONOMIC DEVELOP COMMISSION	PARKING VIOLATIONS
Cash and investments - beginning	\$ 384,570	\$ 1,601	\$ 560	\$ 3,873	\$ 14,639	\$ 4,842	\$ 808
Receipts:							
Taxes	311,167	-	-	-	-	-	-
Licenses and permits	710	-	-	-	-	-	-
Intergovernmental	265,252	-	-	-	-	-	-
Charges for services	82,164	-	-	-	1,350	-	-
Fines and forfeits	2,525	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	143,469	-	2	12	-	53	-
Total receipts	<u>805,287</u>	<u>-</u>	<u>2</u>	<u>12</u>	<u>1,350</u>	<u>53</u>	<u>-</u>
Disbursements:							
Personal services	491,731	-	-	-	-	-	-
Supplies	22,144	-	-	40	-	-	-
Other services and charges	274,221	-	25	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	14,269	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	6,284	1,601	-	-	-	-	-
Total disbursements	<u>808,649</u>	<u>1,601</u>	<u>25</u>	<u>40</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(3,362)</u>	<u>(1,601)</u>	<u>(23)</u>	<u>(28)</u>	<u>1,350</u>	<u>53</u>	<u>-</u>
Cash and investments - ending	<u>\$ 381,208</u>	<u>\$ -</u>	<u>\$ 537</u>	<u>\$ 3,845</u>	<u>\$ 15,989</u>	<u>\$ 4,895</u>	<u>\$ 808</u>

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

	LAW ENFORCEMENT CONTINUING EDUCATION	SAFE ROUTES TO SCHOOL GRANT	FIRE TRUCK GRANT 2010	OPERATION PULL OVER GRANT	HOME OWNERS GRANT 2010	PARK GIFT	RIVERBOAT REVENUE SHARING
Cash and investments - beginning	\$ 12,120	\$ -	\$ -	\$ 50	\$ -	\$ 31,798	\$ 111,928
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	654	-	-	-	-	-	-
Intergovernmental	-	75,000	150,000	864	66,501	-	15,132
Charges for services	371	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	11,559	-
Total receipts	<u>1,025</u>	<u>75,000</u>	<u>150,000</u>	<u>864</u>	<u>66,501</u>	<u>11,559</u>	<u>15,132</u>
Disbursements:							
Personal services	45	-	-	-	66,501	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	1,123	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	305	7,500	150,000	-	-	5,623	60,500
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>350</u>	<u>7,500</u>	<u>150,000</u>	<u>1,123</u>	<u>66,501</u>	<u>5,623</u>	<u>60,500</u>
Excess (deficiency) of receipts over disbursements	<u>675</u>	<u>67,500</u>	<u>-</u>	<u>(259)</u>	<u>-</u>	<u>5,936</u>	<u>(45,368)</u>
Cash and investments - ending	<u>\$ 12,795</u>	<u>\$ 67,500</u>	<u>\$ -</u>	<u>\$ (209)</u>	<u>\$ -</u>	<u>\$ 37,734</u>	<u>\$ 66,560</u>

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

	RAINY DAY	PARK	PARK SALES TAX	RECREATION	ECONOMIC DEVELOPMENT INCOME TAX	CUMULATIVE CAPITAL IMPROVEMENT
Cash and investments - beginning	\$ 116,164	\$ 101,955	\$ 3	\$ 56,029	\$ 248,868	\$ 75,279
Receipts:						
Taxes	-	73,905	189	22,839	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	9,677	-	2,640	42,976	6,944
Charges for services	-	2,693	-	9,115	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	28,882	287	-	-	-	-
Total receipts	<u>28,882</u>	<u>86,562</u>	<u>189</u>	<u>34,594</u>	<u>42,976</u>	<u>6,944</u>
Disbursements:						
Personal services	-	59,110	-	26,631	-	-
Supplies	-	3,743	-	5,585	-	-
Other services and charges	-	9,999	191	10,889	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	36,512	3,743	-	-	1,273	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	612	-	-	-	-
Total disbursements	<u>36,512</u>	<u>77,207</u>	<u>191</u>	<u>43,105</u>	<u>1,273</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(7,630)</u>	<u>9,355</u>	<u>(2)</u>	<u>(8,511)</u>	<u>41,703</u>	<u>6,944</u>
Cash and investments - ending	<u>\$ 108,534</u>	<u>\$ 111,310</u>	<u>\$ 1</u>	<u>\$ 47,518</u>	<u>\$ 290,571</u>	<u>\$ 82,223</u>

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

	CUMULATIVE CAPITAL DEVELOPMENT	STORM SEWER BUILDING FUND	CHANGE FUND	PETTY CASH	PAYROLL	LOCAL ROADS & STREETS
Cash and investments - beginning	\$ 179,987	\$ 33,043	\$ 100	\$ 50	\$ 9,413	\$ 15,621
Receipts:						
Taxes	14,950	-	-	-	-	1,410
Licenses and permits	-	-	-	-	-	-
Intergovernmental	1,727	-	-	-	-	7,197
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	478	-	-	1,081,934	-
Total receipts	<u>16,677</u>	<u>478</u>	<u>-</u>	<u>-</u>	<u>1,081,934</u>	<u>8,607</u>
Disbursements:						
Personal services	-	-	-	-	1,019,740	-
Supplies	-	-	-	-	-	-
Other services and charges	-	433	-	-	1	17,590
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	20,000	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	61,815	-
Total disbursements	<u>20,000</u>	<u>433</u>	<u>-</u>	<u>-</u>	<u>1,081,556</u>	<u>17,590</u>
Excess (deficiency) of receipts over disbursements	<u>(3,323)</u>	<u>45</u>	<u>-</u>	<u>-</u>	<u>378</u>	<u>(8,983)</u>
Cash and investments - ending	<u>\$ 176,664</u>	<u>\$ 33,088</u>	<u>\$ 100</u>	<u>\$ 50</u>	<u>\$ 9,791</u>	<u>\$ 6,638</u>

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

	MOTOR VEHICLE STREET	SIDEWALK REPLACEMENT	ELECTRIC CASH OPERATING	ELECTRIC METER	ELECTRIC DEPRECIATION	ELEC CASH RESERVE BOND & INTEREST
Cash and investments - beginning	\$ 173,465	\$ -	\$ 2,220,366	\$ 166,495	\$ 772,012	\$ 740,293
Receipts:						
Taxes	66,086	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	69,988	-	-	-	-	-
Charges for services	829	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	6,214,969	37,575	-	-
Other receipts	206	8,414	72,997	-	486,980	141,527
Total receipts	<u>137,109</u>	<u>8,414</u>	<u>6,287,966</u>	<u>37,575</u>	<u>486,980</u>	<u>141,527</u>
Disbursements:						
Personal services	74,062	-	-	-	-	-
Supplies	29,617	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	76,543	8,414	-	-	114,096	-
Utility operating expenses	-	-	5,807,105	-	-	-
Other disbursements	-	-	460,357	28,950	75,000	140,000
Total disbursements	<u>180,222</u>	<u>8,414</u>	<u>6,267,462</u>	<u>28,950</u>	<u>189,096</u>	<u>140,000</u>
Excess (deficiency) of receipts over disbursements	<u>(43,113)</u>	<u>-</u>	<u>20,504</u>	<u>8,625</u>	<u>297,884</u>	<u>1,527</u>
Cash and investments - ending	<u>\$ 130,352</u>	<u>\$ -</u>	<u>\$ 2,240,870</u>	<u>\$ 175,120</u>	<u>\$ 1,069,896</u>	<u>\$ 741,820</u>

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

	SEWAGE CASH OPERATING	SEWAGE CASH DEPRECIATION	WASTEWATER BOND & INTEREST	WASTEWATER CONSTRUCTION	W/WATER DEBT SERVICE RESERVE	WASTEWATER BOND & INTEREST BANK OF NEW YORK
Cash and investments - beginning	\$ 70,071	\$ 20,671	\$ 223,140	\$ -	\$ -	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	3,330,000	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	1,049,478	-	-	-	-	-
Other receipts	1,494	51,220	472,972	483,251	317,785	130,621
Total receipts	<u>1,050,972</u>	<u>51,220</u>	<u>472,972</u>	<u>3,813,251</u>	<u>317,785</u>	<u>130,621</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	467,835	-	-	66,672
Capital outlay	-	5,069	-	3,450,508	-	-
Utility operating expenses	436,528	3,309	-	313,273	-	-
Other disbursements	646,241	-	-	-	-	-
Total disbursements	<u>1,082,769</u>	<u>8,378</u>	<u>467,835</u>	<u>3,763,781</u>	<u>-</u>	<u>66,672</u>
Excess (deficiency) of receipts over disbursements	<u>(31,797)</u>	<u>42,842</u>	<u>5,137</u>	<u>49,470</u>	<u>317,785</u>	<u>63,949</u>
Cash and investments - ending	<u>\$ 38,274</u>	<u>\$ 63,513</u>	<u>\$ 228,277</u>	<u>\$ 49,470</u>	<u>\$ 317,785</u>	<u>\$ 63,949</u>

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

	WATER CASH OPERATING	WATER METER	WATER DEPRECIATION	WATER BOND AND INTEREST	WATER DEBT SERVICE RESERVE	Totals
Cash and investments - beginning	\$ 67,764	\$ 54,450	\$ 396,399	\$ 476	\$ 218,413	\$ 6,527,316
Receipts:						
Taxes	-	-	-	-	-	490,546
Licenses and permits	-	-	-	-	-	1,364
Intergovernmental	-	-	-	-	-	4,043,898
Charges for services	-	-	-	-	-	96,522
Fines and forfeits	-	-	-	-	-	2,525
Utility fees	732,440	13,725	-	-	-	8,048,187
Other receipts	<u>2,277</u>	<u>-</u>	<u>63,163</u>	<u>209,558</u>	<u>-</u>	<u>3,709,141</u>
Total receipts	<u>734,717</u>	<u>13,725</u>	<u>63,163</u>	<u>209,558</u>	<u>-</u>	<u>16,392,183</u>
Disbursements:						
Personal services	-	-	-	-	-	1,737,820
Supplies	-	-	-	-	-	61,129
Other services and charges	-	-	-	-	-	314,472
Debt service - principal and interest	-	-	-	209,548	-	744,055
Capital outlay	-	-	3,655	-	-	3,958,010
Utility operating expenses	435,178	10,490	2,304	-	200	7,008,387
Other disbursements	<u>272,759</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,693,619</u>
Total disbursements	<u>707,937</u>	<u>10,490</u>	<u>5,959</u>	<u>209,548</u>	<u>200</u>	<u>15,517,492</u>
Excess (deficiency) of receipts over disbursements	<u>26,780</u>	<u>3,235</u>	<u>57,204</u>	<u>10</u>	<u>(200)</u>	<u>874,691</u>
Cash and investments - ending	<u>\$ 94,544</u>	<u>\$ 57,685</u>	<u>\$ 453,603</u>	<u>\$ 486</u>	<u>\$ 218,213</u>	<u>\$ 7,402,007</u>

TOWN OF WINAMAC  
 SCHEDULE OF PAYABLES AND RECEIVABLES  
 December 31, 2011

Government or Enterprise	Accounts Payable	Accounts Receivable
Governmental activities	\$ 28,501	\$ -
Electric	12,069	512,612
Wastewater	6,987	94,708
Water	5,248	50,856
Totals	\$ 52,805	\$ 658,176

TOWN OF WINAMAC  
SCHEDULE OF DEBT  
December 31, 2011

Description of Debt		Ending Principal Balance	Principal and Interest Due Within One Year
Type	Purpose		
Wastewater:			
Revenue bonds	2008 Sewage Works Revenue Bonds	\$ 5,380,000	\$ 468,160
Notes and loans payable	2010 Sewage Works SRF Loan	<u>985,649</u>	<u>91,070</u> *
Total Wastewater		<u>6,365,649</u>	<u>6,924,879</u>
Water:			
Revenue bonds	2004 Water Revenue Bonds	<u>1,825,000</u>	<u>210,128</u>
Totals		<u>\$ 8,190,649</u>	<u>\$ 769,358</u>

\* - Estimated amount, this loan is still in the drawdown phase as of December 31, 2011.

TOWN OF WINAMAC  
SCHEDULE OF CAPITAL ASSETS  
December 31, 2011

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.

	Ending Balance
Governmental activities:	
Buildings	\$ 1,111,428
Improvements other than buildings	636,938
Machinery, equipment and vehicles	1,587,520
Total governmental activities	3,335,886
Electric:	
Land	31,500
Buildings	516,120
Improvements other than buildings	5,633,350
Machinery, equipment and vehicles	675,052
Total Electric	6,856,022
Wastewater:	
Land	47,612
Infrastructure	6,367,870
Buildings	142,368
Improvements other than buildings	4,480,181
Machinery, equipment and vehicles	489,559
Construction in progress	4,094,056
Total Wastewater	15,621,646
Water:	
Land	4,499
Infrastructure	1,221,180
Buildings	1,686,241
Improvements other than buildings	1,658,995
Machinery, equipment and vehicles	86,010
Total Water	4,656,925
Total capital assets	\$ 30,470,479

TOWN OF WINAMAC  
AUDIT RESULTS AND COMMENTS

***INTERNAL CONTROLS OVER FINANCIAL TRANSACTIONS AND REPORTING***

We noted the following deficiency in the internal control system of the Town of Winamac related to financial transactions and reporting. We believe the following deficiency constitutes a material weakness:

Lack of Segregation of Duties: Control activities should be selected and developed at various levels of the Town to reduce risks to achievement of financial reporting objectives. The Town has not separated incompatible activities related to receipts, utility billings and collections, disbursements and related liabilities, and cash and investment balances. The failure to establish these controls could enable material misstatements or irregularities to occur and not be detected.

Governmental units should have internal controls in effect which provide reasonable assurance regarding the reliability of financial information and records, effectiveness and efficiency of operations, proper execution of management's objections, and compliance with laws and regulations. Among other things, segregation of duties, safeguarding controls over cash and all other assets and all forms of information processing are necessary for proper internal control.

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

***ORDINANCES AND RESOLUTIONS***

The Town of Winamac has an ordinance from 1982 concerning its sewer rates for out-of-town customers. However, the Town did not bill according to this ordinance. On April 11, 2011, the Town Council approved Resolution 4, 2011 that corrected a typographical error contained in the 1982 rate ordinance.

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

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

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Web Site: [www.in.gov/sboa](http://www.in.gov/sboa)

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 TOWN OF WINAMAC, PULASKI COUNTY, INDIANA

Compliance

We have audited the compliance of the Town of Winamac (Town) 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 each of its major federal programs for the years ended December 31, 2010 and 2011. The Town'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 each of its major federal programs is the responsibility of the Town's management. Our responsibility is to express an opinion on the Town'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 Town'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 Town's compliance with those requirements.

In our opinion, the Town complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the years ended December 31, 2010 and 2011.

Internal Control Over Compliance

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

STATE BOARD OF ACCOUNTS

May 3, 2012

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## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

The Schedule of Expenditures of Federal Awards and accompanying notes presented were approved by management of the Town. The schedule and notes are presented as intended by the Town.

TOWN OF WINAMAC  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For The Years Ended December 31, 2010 and 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 12-31-10	Total Federal Awards Expended 12-31-11
<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 Community Focus Fund Grant	14.228	CF-10-122	\$ -	\$ 148,975
Wastewater (Combined Sewer Separation) Project		DR2-09-072	-	3,330,000
Pass-Through Indiana Housing and Community Development Authority Housing Grant		DR10R-009-011	-	66,500
Total for federal grantor agency			-	3,545,475
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>				
Pass-Through Indiana Criminal Justice Institute Highway Safety Cluster Alcohol Impaired Driving Countermeasures Incentive Grants I Operation Pullover	20.601	OP-11-02-01-35	200	914
<u>U.S. ENVIRONMENTAL PROTECTION AGENCY</u>				
Pass-Through Indiana Finance Authority Capitalization Grants for Clean Water State Revolving Funds State Revolving Fund Program	66.458	WW09-41-66-01	105,375	183,288
<u>U.S. DEPARTMENT OF ENERGY</u>				
Pass-Through Indiana Lieutenant Governor's Office - Office of Energy Development Energy Efficiency and Conservation Block Grant Program (EECBG) Energy Efficiency Grant	81.128	A302-10-EECBG-2/3-010	38,186	82,315
Total federal awards expended			\$ 143,761	\$ 3,811,992

The accompanying notes are an integral part of the Schedule of Expenditures of Federal Awards.

TOWN OF WINAMAC  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

**Note 1. Basis of Presentation**

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

Circular A-133 requires an annual audit of nonfederal entities expending a total amount of federal awards equal to or in excess of \$500,000 in any fiscal year unless by constitution or statute a less frequent audit is required. In accordance with Indiana Code (IC 5-11-1 et seq.), audits of Towns with populations fewer than 5,000 shall be conducted biennially. Such audits shall include both years within the biennial period.

**Note 2. Loans Outstanding**

The Town had the following loan balance, with continuing federal compliance requirements, outstanding at December 31, 2011. This loan balance outstanding is also included in the federal expenditures presented in the schedule.

Program Title	2011
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	<u>\$ 3,330,000</u>



TOWN OF WINAMAC  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)

**Section II – Financial Statement Findings**

**FINDING 2011-1 - INTERNAL CONTROLS OVER FINANCIAL TRANSACTIONS AND REPORTING**

We noted the following deficiency in the internal control system of the Town of Winamac related to financial transactions and reporting. We believe the following deficiency constitutes a material weakness:

Lack of Segregation of Duties: Control activities should be selected and developed at various levels of the Town to reduce risks to achievement of financial reporting objectives. The Town has not separated incompatible activities related to receipts, utility billings and collections, disbursements and related liabilities, and cash and investment balances. The failure to establish these controls could enable material misstatements or irregularities to occur and not be detected.

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

**Section III – Federal Award Findings and Questioned Costs**

No matters are reportable.

TOWN OF WINAMAC  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

# Town of Winamac

120 West Main Street  
Winamac, Indiana 46996  
Phone: [574] 946-3451  
Fax: [574] 946-3436

TOWN MANAGER:  
James Conner

CLERK-TREASURER:  
Melanie A. Berger

BOARD OF TRUSTEES:  
James DeArmond  
Richard Denney  
Tom J. Murray  
John Plowman  
Dan Vanaman

May 3, 2012

## CORRECTIVE ACTION PLAN

### Section II – Financial Statement Findings

#### FEDERAL FINDING 2011-1, INTERNAL CONTROLS OVER FINANCIAL TRANSACTIONS AND REPORTING

The Clerk-Treasurer will review the office procedures with the two deputies. In the future, all duties involving the Clerk-Treasurer and both deputies will be performed by all three personnel. The financial statements, including bank reconciliations, will be reviewed on a rotating schedule with no one performing said duties two (2) consecutive months.

Respectfully submitted,



Melanie A. Berger  
Clerk-Treasurer

TOWN OF WINAMAC  
EXIT CONFERENCE

The contents of this report were discussed on May 3, 2012, with John Plowman, President of the Town Council; Melanie Berger, Clerk-Treasurer; and James Conner, Town Manager. The officials concurred with our audit findings.