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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

CITY OF GREENSBURG
DECATUR COUNTY, INDIANA

January 1, 2011 to December 31, 2011



FILED

07/13/2012

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	L. June Ryle Bridgett C. Weber	01-01-08 to 12-31-11 01-01-12 to 12-31-15
Mayor	Gary L. Herbert	01-01-08 to 12-31-15
President of the Board of Public Works and Safety	Gary L. Herbert	01-01-08 to 12-31-15
President of the Common Council	Helen Gardner Darrell Poling	01-01-11 to 12-31-11 01-01-12 to 12-31-12
Superintendent of Water Utility	Richard Denney	01-01-11 to 12-31-12
Superintendent of Wastewater Utility	Jeffrey H. Smith	01-01-11 to 12-31-12
Utilities Office Manager	Donna M. Lecher	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 GREENSBURG, DECATUR COUNTY, INDIANA

We have audited the accompanying financial statement of the City of Greensburg (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 June 14, 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.

INDEPENDENT AUDITOR'S REPORT
(Continued)

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.

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, Schedule of Leases and Debt, and Schedule of Capital Assets are presented for additional analysis and are not required parts of the financial statement. They have not been subjected to the auditing procedures applied by us in the audit of the financial statement and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of the City's management, Common 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

June 14, 2012



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 GREENSBURG, DECATUR COUNTY, INDIANA

We have audited the financial statement of the City of Greensburg (City), for the year ended December 31, 2011, and have issued our report thereon dated June 14, 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.

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 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 statement 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 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 instances of noncompliance or other matters that are required to be reported under Government Auditing Standards and which are described in the accompanying Schedule of Findings and Questioned Costs as item Finding 2011-1.

The City's response to the finding identified in our audit is described in the accompanying section of the report entitled Corrective Action Plan. We did not audit the City's response 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, 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

June 14, 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 GREENSBURG
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	\$ 789,623	\$ 4,908,672	\$ 4,982,813	\$ 715,482
Motor Vehicle Highway	398,014	365,118	278,573	484,559
Local Road and Street	89,594	44,380	50,000	83,974
Airport Improvement	215,990	346,377	424,971	137,396
EDIT	1,172,495	342,907	1,317,596	197,806
Police Equitable Sharing	11,726	-	-	11,726
Trash Tipping Fee	152,329	167,828	142,852	177,305
Law Enforcement Continuing Education	18,485	6,552	4,994	20,043
Unsafe Building Fees	45,489	36,414	55,000	26,903
Riverboat	353,544	64,207	30,307	387,444
911 Dispatch/County	64,181	31,515	45,239	50,457
Honda/Fire	268,767	452,219	387,509	333,477
Hazmat Emergency	27,718	-	-	27,718
Rainy Day	596,301	2,000	76,165	522,136
Levy Excess Fund	10,513	-	10,513	-
TIF	603,102	698,523	507,994	793,631
Cumulative Capital Development	35,375	121,554	92,714	64,215
Redevelopment Commission Construction	886,070	247,676	1,036,997	96,749
Cumulative Fire	499,301	80,576	15,654	564,223
Cumulative Capital Improvement	65,792	29,464	30,784	64,472
Police Pension	338,268	205,912	152,800	391,380
Fire Pension	301,730	216,876	159,637	358,969
Federal Tax Withheld	-	389,439	389,439	-
State Tax Withheld	-	108,964	97,286	11,678
Option Tax Withheld	-	40,806	36,451	4,355
Pension Payroll Claims	-	1,200	1,200	-
YMCA & Anytime Fitness Withheld	-	862	402	460
United Fund	-	102	-	102
FEMA	582	-	1	581
Fire Contribution	40,593	13,402	13,624	40,371
Brownfield Grant	5,052	-	5,052	-
Senior Center Project	2,907	-	2,907	-
Hottcity/Downtown Grant	53,500	474,183	527,683	-
Housing Rehab Loan	3,547	-	3,500	47
OWI- Overtime	6,609	7,443	3,854	10,198
Police Donations	4,606	1,000	287	5,319
Aviation Rotary Fuel	69,690	184,905	179,173	75,422
Airport Operations	153,984	68,833	48,429	174,388
EDLP	69,532	444	-	69,976
ILR	45,354	-	-	45,354
Bond-General Sinking	42,924	449,653	309,885	182,692
2005 Renovation	72	-	-	72
PERF Withheld	-	31,053	31,053	-
Federal Tax - Fp&Pp	-	23,861	23,861	-
State Tax - Fp&Pp	-	8,935	8,213	722
FICA Tax Withheld	-	46,794	46,794	-
County Tax - Fp&Pp	-	1,616	1,482	134

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

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

Fund	Cash and Investments 01-01-11	Receipts	Disbursements	Cash and Investments 12-31-11
Health Care Plan	332,498	1,585,003	1,390,099	527,402
Medicare Withheld	-	43,507	43,507	-
Direct Deposit Payroll Clearing	-	1,385,713	1,385,683	30
77 Pension Police Assessment W/H	-	43,474	43,391	83
77 Pension Fire Assessment W/H	-	74,384	74,243	141
Indiana State W/H: D.S.	-	12,247	12,247	-
Ind State W/H: C.Bridges	-	2,600	2,600	-
Ind State W/H: T. Harmon	-	6,260	6,170	90
Ind State W/H: R. Zapfe	-	4,888	4,888	-
Tax & Miscellaneous Clearing Fund	-	1,251,771	1,046,160	205,611
Airport Clearing	-	24,641	24,641	-
Conseco Insurance W/H	-	24,177	21,839	2,338
Pre-Paid Legal	-	1,244	1,140	104
American General W/H	-	1,352	1,252	100
AFLAC	-	2,350	2,154	196
Health Insurance - Employee W/H	-	81	-	81
Worksite Solutions	-	1,287	1,171	116
Brokers National/Vision	-	19,638	17,802	1,836
Indiana State W/H - D. Wilson	-	6,240	6,240	-
Indiana State W/H - J. Tressler	-	4,836	4,836	-
Indiana State W/H - A. Allen	-	9,984	9,984	-
Indiana State W/H - R. Perez	-	5,200	5,200	-
Indiana State W/H - S. Barnes	-	7,280	7,280	-
Garnishment/Brothers	-	1,715	1,715	-
Wastewater Sinking - NY	409,082	213,790	12,136	610,736
Wastewater General	306,745	2,948,412	2,991,217	263,940
Wastewater Computer Reserve	428,313	2,259	114	430,458
Wastewater Depreciation	263,799	181,363	59,720	385,442
Wastewater Electronic Map	8	-	-	8
Wastewater Construction - NY	7,018	-	-	7,018
Wastewater Capital Improvement	1,441,171	-	35,507	1,405,664
Wastewater Sinking - NY	230,368	1,281,400	1,236,766	275,002
Wastewater Plant Service	2,265	-	-	2,265
Wastewater Debt Service Reserve - NY	1,212,611	51,866	2	1,264,475
Water General	310,290	2,365,156	2,414,693	260,753
Water Bond & Interest	88,717	290,222	288,123	90,816
Water Depreciation Account	102,809	122,653	86,055	139,407
Water Meter Deposit	138,461	90,738	73,678	155,521
Water Capital Improvement	600,310	44,000	6,450	637,860
Water Computer Reserve	203,556	117,688	734	320,510
Water Debt Reserve Account	369,892	-	-	369,892
Water Bond And Interest - NY	39,250	275,400	241,550	73,100
Water Debt Reserve - NY	414,120	89,005	1	503,124
Water Bond Reserve/From TIF	433,695	69,010	12,866	489,839
Utilities Clearing	31,102	5,467,238	5,471,606	26,734
	<u>\$ 14,809,439</u>	<u>\$ 28,352,337</u>	<u>\$ 28,579,148</u>	<u>\$ 14,582,628</u>

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

CITY OF GREENSBURG
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, aviation, and urban redevelopment and housing.

The accompanying financial statement presents the financial information for the City.

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 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 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.

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

CITY OF GREENSBURG
NOTES TO FINANCIAL STATEMENT
(Continued)

state, local road and street distribution received from the state, financial institution tax received from the state, auto excise surtax received from the state, commercial vehicle excise tax received from the state, major moves distributions received from the state, and riverboat receipts received from the county.

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

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

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

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 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.

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

CITY OF GREENSBURG
NOTES TO FINANCIAL STATEMENT
(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 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 GREENSBURG
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 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 City by recording as a disbursement any replacement items purchased.

Note 6. Pension Plans

A. Public Employees' Retirement Fund

Plan Description

The Indiana Public Employees' Retirement Fund (PERF) is a defined benefit pension plan. PERF is an agent multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All full-time employees are eligible to participate in this defined benefit plan. State statutes (IC 5-10.2 and 5-10.3) govern, through the Indiana Public Retirement System (INPRS) Board, most requirements of the system, and give the City 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.

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
1 North Capital Street, Suite 001
Indianapolis, IN 46204
Ph. (888) 526-1687

CITY OF GREENSBURG
NOTES TO FINANCIAL STATEMENT
(Continued)

Funding Policy and Annual Pension Cost

The contribution requirements of the plan members for PERF 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 Indiana Public Retirement System 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 Indiana Public Retirement System as provided under Indiana Code 5-10.3-11.

CITY OF GREENSBURG
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 Retirement System (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:

Indiana Public Retirement System
1 North Capital Street, Suite 001
Indianapolis, IN 46204
Ph. (888) 526-1687

Funding Policy

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

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

	General Fund	Motor Vehicle Highway	Local Road and Street	Airport Improvement	EDIT	Police Equitable Sharing	Trash Tipping Fee	Law Enforcement Continuing Education
Cash and investments - beginning	\$ 789,623	\$ 398,014	\$ 89,594	\$ 215,990	\$ 1,172,495	\$ 11,726	\$ 152,329	\$ 18,485
Receipts:								
Taxes	3,205,943	118,373	-	-	-	-	-	-
Licenses and permits	26,235	-	-	-	-	-	-	-
Intergovernmental	1,303,051	246,745	44,380	-	336,839	-	-	-
Charges for services	172,475	-	-	-	-	-	167,828	-
Fines and forfeits	25,517	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-	-
Other receipts	175,451	-	-	346,377	6,068	-	-	6,552
Total receipts	<u>4,908,672</u>	<u>365,118</u>	<u>44,380</u>	<u>346,377</u>	<u>342,907</u>	<u>-</u>	<u>167,828</u>	<u>6,552</u>
Disbursements:								
Personal services	3,954,528	106,179	-	-	-	-	-	-
Supplies	293,581	33,493	50,000	-	-	-	-	4,994
Other services and charges	563,560	112,933	-	-	-	-	142,852	-
Debt service - principal and interest	-	-	-	-	-	-	-	-
Capital outlay	171,144	25,968	-	424,971	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	1,317,596	-	-	-
Total disbursements	<u>4,982,813</u>	<u>278,573</u>	<u>50,000</u>	<u>424,971</u>	<u>1,317,596</u>	<u>-</u>	<u>142,852</u>	<u>4,994</u>
Excess (deficiency) of receipts over disbursements	<u>(74,141)</u>	<u>86,545</u>	<u>(5,620)</u>	<u>(78,594)</u>	<u>(974,689)</u>	<u>-</u>	<u>24,976</u>	<u>1,558</u>
Cash and investments - ending	<u>\$ 715,482</u>	<u>\$ 484,559</u>	<u>\$ 83,974</u>	<u>\$ 137,396</u>	<u>\$ 197,806</u>	<u>\$ 11,726</u>	<u>\$ 177,305</u>	<u>\$ 20,043</u>

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

	Unsafe Building Fees	Riverboat	911 Dispatch County	Honda/Fire	Hazmat Emergency	Rainy Day	Levy Excess Fund	TIF
Cash and investments - beginning	\$ 45,489	\$ 353,544	\$ 64,181	\$ 268,767	\$ 27,718	\$ 596,301	\$ 10,513	\$ 603,102
Receipts:								
Taxes	-	-	-	-	-	-	-	694,368
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental	-	64,207	-	-	-	2,000	-	-
Charges for services	-	-	31,515	452,219	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-	-
Other receipts	36,414	-	-	-	-	-	-	4,155
Total receipts	36,414	64,207	31,515	452,219	-	2,000	-	698,523
Disbursements:								
Personal services	-	-	45,239	342,609	-	-	-	-
Supplies	-	-	-	44,900	-	-	-	-
Other services and charges	55,000	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-	14,000
Capital outlay	-	-	-	-	-	1,165	-	493,994
Utility operating expenses	-	-	-	-	-	-	-	-
Other disbursements	-	30,307	-	-	-	75,000	10,513	-
Total disbursements	55,000	30,307	45,239	387,509	-	76,165	10,513	507,994
Excess (deficiency) of receipts over disbursements	(18,586)	33,900	(13,724)	64,710	-	(74,165)	(10,513)	190,529
Cash and investments - ending	\$ 26,903	\$ 387,444	\$ 50,457	\$ 333,477	\$ 27,718	\$ 522,136	\$ -	\$ 793,631

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

	Cumulative Capital Development	Redevelopment Commission Construction	Cumulative Fire	Cumulative Capital Improvement	Police Pension	Fire Pension	Federal Tax Withheld
Cash and investments - beginning	\$ 35,375	\$ 886,070	\$ 499,301	\$ 65,792	\$ 338,268	\$ 301,730	\$ -
Receipts:							
Taxes	113,845	-	75,466	-	47,436	47,436	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	7,709	-	5,110	29,464	3,212	3,212	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	247,676	-	-	155,264	166,228	389,439
Total receipts	121,554	247,676	80,576	29,464	205,912	216,876	389,439
Disbursements:							
Personal services	-	-	-	-	152,765	159,537	-
Supplies	-	-	15,654	-	-	-	-
Other services and charges	-	1,036,997	-	30,784	35	100	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	92,714	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	389,439
Total disbursements	92,714	1,036,997	15,654	30,784	152,800	159,637	389,439
Excess (deficiency) of receipts over disbursements	28,840	(789,321)	64,922	(1,320)	53,112	57,239	-
Cash and investments - ending	\$ 64,215	\$ 96,749	\$ 564,223	\$ 64,472	\$ 391,380	\$ 358,969	\$ -

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

	State Tax Withheld	Option Tax Withheld	Pension Payroll Claims	YMCA & Anytime Fitness Withheld	United Fund	FEMA	Fire Contribution
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 582	\$ 40,593
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	108,964	40,806	1,200	862	102	-	13,402
Total receipts	<u>108,964</u>	<u>40,806</u>	<u>1,200</u>	<u>862</u>	<u>102</u>	<u>-</u>	<u>13,402</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	13,624
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	97,286	36,451	1,200	402	-	1	-
Total disbursements	<u>97,286</u>	<u>36,451</u>	<u>1,200</u>	<u>402</u>	<u>-</u>	<u>1</u>	<u>13,624</u>
Excess (deficiency) of receipts over disbursements	<u>11,678</u>	<u>4,355</u>	<u>-</u>	<u>460</u>	<u>102</u>	<u>(1)</u>	<u>(222)</u>
Cash and investments - ending	<u>\$ 11,678</u>	<u>\$ 4,355</u>	<u>\$ -</u>	<u>\$ 460</u>	<u>\$ 102</u>	<u>\$ 581</u>	<u>\$ 40,371</u>

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

	Brownfield Grant	Senior Center Project	Hottcity/ Downtown Grant	Housing Rehab Loan	OWI - Overtime	Police Donations	Aviation Rotary Fuel
Cash and investments - beginning	\$ 5,052	\$ 2,907	\$ 53,500	\$ 3,547	\$ 6,609	\$ 4,606	\$ 69,690
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	474,183	-	-	-	184,905
Fines and forfeits	-	-	-	-	3,943	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	-	-	3,500	1,000	-
Total receipts	-	-	474,183	-	7,443	1,000	184,905
Disbursements:							
Personal services	-	-	-	-	2,104	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	5,052	-	527,683	3,500	-	-	179,173
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	2,907	-	-	1,750	287	-
Total disbursements	5,052	2,907	527,683	3,500	3,854	287	179,173
Excess (deficiency) of receipts over disbursements	(5,052)	(2,907)	(53,500)	(3,500)	3,589	713	5,732
Cash and investments - ending	\$ -	\$ -	\$ -	\$ 47	\$ 10,198	\$ 5,319	\$ 75,422

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

	Airport Operations	EDLP	ILR	Bond- General Sinking	2005 Renovation	PERF Withheld	Federal Tax - Fp & Pp
Cash and investments - beginning	\$ 153,984	\$ 69,532	\$ 45,354	\$ 42,924	\$ 72	\$ -	\$ -
Receipts:							
Taxes	-	-	-	420,883	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	28,501	-	-	-
Charges for services	68,833	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	444	-	269	-	31,053	23,861
Total receipts	<u>68,833</u>	<u>444</u>	<u>-</u>	<u>449,653</u>	<u>-</u>	<u>31,053</u>	<u>23,861</u>
Disbursements:							
Personal services	12,520	-	-	-	-	-	-
Supplies	1,248	-	-	-	-	-	-
Other services and charges	30,690	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	104,885	-	-	-
Capital outlay	3,971	-	-	205,000	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	31,053	23,861
Total disbursements	<u>48,429</u>	<u>-</u>	<u>-</u>	<u>309,885</u>	<u>-</u>	<u>31,053</u>	<u>23,861</u>
Excess (deficiency) of receipts over disbursements	<u>20,404</u>	<u>444</u>	<u>-</u>	<u>139,768</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 174,388</u>	<u>\$ 69,976</u>	<u>\$ 45,354</u>	<u>\$ 182,692</u>	<u>\$ 72</u>	<u>\$ -</u>	<u>\$ -</u>

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

	State Tax Fp & Pp	FICA Tax Withheld	County Tax Fp & Pp	Health Care Plan	Medicare Withheld	Direct Deposit Payroll Clearing	77 Pension Police Assessment W/H
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ 332,498	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	8,935	46,794	1,616	1,585,003	43,507	1,385,713	43,474
Total receipts	<u>8,935</u>	<u>46,794</u>	<u>1,616</u>	<u>1,585,003</u>	<u>43,507</u>	<u>1,385,713</u>	<u>43,474</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	1,390,099	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	8,213	46,794	1,482	-	43,507	1,385,683	43,391
Total disbursements	<u>8,213</u>	<u>46,794</u>	<u>1,482</u>	<u>1,390,099</u>	<u>43,507</u>	<u>1,385,683</u>	<u>43,391</u>
Excess (deficiency) of receipts over disbursements	<u>722</u>	<u>-</u>	<u>134</u>	<u>194,904</u>	<u>-</u>	<u>30</u>	<u>83</u>
Cash and investments - ending	<u>\$ 722</u>	<u>\$ -</u>	<u>\$ 134</u>	<u>\$ 527,402</u>	<u>\$ -</u>	<u>\$ 30</u>	<u>\$ 83</u>

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

	77 Pension Fire Assessment W/H	Indiana State W/H: D.S.	Indiana State W/H: C. Bridges	Indiana State W/H: T. Harmon	Indiana State W/H: R. Zapfe	Tax & Miscellaneous Clearing Fund	Airport Clearing
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	1,251,771	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	24,641
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	74,384	12,247	2,600	6,260	4,888	-	-
Total receipts	<u>74,384</u>	<u>12,247</u>	<u>2,600</u>	<u>6,260</u>	<u>4,888</u>	<u>1,251,771</u>	<u>24,641</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	74,243	12,247	2,600	6,170	4,888	1,046,160	24,641
Total disbursements	<u>74,243</u>	<u>12,247</u>	<u>2,600</u>	<u>6,170</u>	<u>4,888</u>	<u>1,046,160</u>	<u>24,641</u>
Excess (deficiency) of receipts over disbursements	141	-	-	90	-	205,611	-
Cash and investments - ending	<u>\$ 141</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 90</u>	<u>\$ -</u>	<u>\$ 205,611</u>	<u>\$ -</u>

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

	Conseco Insurance W/H	Pre-Paid Legal	American General W/H	AFLAC	Health Insurance Employee W/H	Wroksite Solutions	Brokers National Vision
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	24,177	1,244	1,352	2,350	81	1,287	19,638
Total receipts	24,177	1,244	1,352	2,350	81	1,287	19,638
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	21,839	1,140	1,252	2,154	-	1,171	17,802
Total disbursements	21,839	1,140	1,252	2,154	-	1,171	17,802
Excess (deficiency) of receipts over disbursements	2,338	104	100	196	81	116	1,836
Cash and investments - ending	\$ 2,338	\$ 104	\$ 100	\$ 196	\$ 81	\$ 116	\$ 1,836

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

	Indiana State W/H: D. Wilson	Indiana State W/H: J. Tressler	Indiana State W/H: A. Allen	Indiana State W/H: R. Perez	Indiana State W/H: S. Barnes	Garnishment/ Brothers	Wastewater Sinking - NY
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 409,082
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	6,240	4,836	9,984	5,200	7,280	1,715	213,790
Total receipts	6,240	4,836	9,984	5,200	7,280	1,715	213,790
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	12,136
Other disbursements	6,240	4,836	9,984	5,200	7,280	1,715	-
Total disbursements	6,240	4,836	9,984	5,200	7,280	1,715	12,136
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	-	201,654
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 610,736

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

	Wastewater General	Wastewater Computer Reserve	Wastewater Depreciation	Wastewater Electronic Map	Wastewater Construction - NY	Wastewater Capital Improvement	Wastewater Sinking - NY
Cash and investments - beginning	\$ 306,745	\$ 428,313	\$ 263,799	\$ 8	\$ 7,018	\$ 1,441,171	\$ 230,368
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	<u>2,948,412</u>	<u>2,259</u>	<u>181,363</u>	-	-	-	<u>1,281,400</u>
Total receipts	<u>2,948,412</u>	<u>2,259</u>	<u>181,363</u>	-	-	-	<u>1,281,400</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	2,991,217	114	59,720	-	-	-	1,236,766
Other disbursements	-	-	-	-	-	35,507	-
Total disbursements	<u>2,991,217</u>	<u>114</u>	<u>59,720</u>	-	-	<u>35,507</u>	<u>1,236,766</u>
Excess (deficiency) of receipts over disbursements	<u>(42,805)</u>	<u>2,145</u>	<u>121,643</u>	-	-	<u>(35,507)</u>	<u>44,634</u>
Cash and investments - ending	<u>\$ 263,940</u>	<u>\$ 430,458</u>	<u>\$ 385,442</u>	<u>\$ 8</u>	<u>\$ 7,018</u>	<u>\$ 1,405,664</u>	<u>\$ 275,002</u>

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

	Wastewater Plant Service	Wastewater Debt Service Reserve - NY	Water General	Water Bond & Interest	Water Depreciation Account	Water Meter Deposit	Water Capital Improvement
Cash and investments - beginning	\$ 2,265	\$ 1,212,611	\$ 310,290	\$ 88,717	\$ 102,809	\$ 138,461	\$ 600,310
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	2,356,324	-	-	-	-
Other receipts	-	51,866	8,832	290,222	122,653	90,738	44,000
Total receipts	-	51,866	2,365,156	290,222	122,653	90,738	44,000
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	286,673	-	-	-
Capital outlay	-	-	-	-	-	-	6,450
Utility operating expenses	-	2	2,414,693	1,450	-	72,666	-
Other disbursements	-	-	-	-	86,055	1,012	-
Total disbursements	-	2	2,414,693	288,123	86,055	73,678	6,450
Excess (deficiency) of receipts over disbursements	-	51,864	(49,537)	2,099	36,598	17,060	37,550
Cash and investments - ending	\$ 2,265	\$ 1,264,475	\$ 260,753	\$ 90,816	\$ 139,407	\$ 155,521	\$ 637,860

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

	Water Computer Reserve	Water Debt Reserve Account	Water Bond and Interest - NY	Water Debt Reserve - NY	Water Bond Reserve/ From TIF	Utilities Clearing	Totals
Cash and investments - beginning	\$ 203,556	\$ 369,892	\$ 39,250	\$ 414,120	\$ 433,695	\$ 31,102	\$ 14,809,439
Receipts:							
Taxes	-	-	-	-	-	-	5,975,521
Licenses and permits	-	-	-	-	-	-	26,235
Intergovernmental	-	-	-	-	-	-	2,074,430
Charges for services	-	-	-	-	-	-	1,576,599
Fines and forfeits	-	-	-	-	-	-	29,460
Utility fees	-	-	-	-	-	-	2,356,324
Other receipts	117,688	-	275,400	89,005	69,010	5,467,238	16,313,768
Total receipts	117,688	-	275,400	89,005	69,010	5,467,238	28,352,337
Disbursements:							
Personal services	-	-	-	-	-	-	4,775,481
Supplies	-	-	-	-	-	-	457,494
Other services and charges	-	-	-	-	-	-	4,078,458
Debt service - principal and interest	-	-	-	-	-	-	405,558
Capital outlay	-	-	-	-	-	-	1,425,377
Utility operating expenses	-	-	241,550	-	12,866	5,471,606	12,514,786
Other disbursements	734	-	-	1	-	-	4,921,994
Total disbursements	734	-	241,550	1	12,866	5,471,606	28,579,148
Excess (deficiency) of receipts over disbursements	116,954	-	33,850	89,004	56,144	(4,368)	(226,811)
Cash and investments - ending	\$ 320,510	\$ 369,892	\$ 73,100	\$ 503,124	\$ 489,839	\$ 26,734	\$ 14,582,628

CITY OF GREENSBURG
SCHEDULE OF LEASES AND DEBT
December 31, 2011

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
Greensburg Public Safety Facilities Building Corporation	Police Station	\$ 203,000	06-30-10	12-31-22
First Federal S & L	Police Cars	29,619	02-24-11	02-24-15
First Federal S & L	Street Dept 2010 International 4400	25,968	06-09-10	06-09-12
First Federal S & L	Police Cars	24,284	11-25-09	11-25-12
First Federal S & L	Police Cars	30,346	02-08-11	02-08-14
First Federal S & L	Fire Emergency Vehicles	7,667	01-23-09	01-23-12
Toshiba	Copier Lease	<u>1,774</u>	01-01-10	12-31-13
Total governmental activities		<u>119,658</u>		
Water:				
Toshiba	Copier Lease	<u>4,370</u>	02-25-10	02-25-14
Total of annual lease payments		<u>\$ 124,028</u>		

Description of Debt	Type	Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:				
General obligation bonds		Renovation Bond 2005 Billings School/City Hall	\$ 910,000	\$ 103,475
Notes and loans payable		Aviation Facilities Loan	<u>560,194</u>	<u>573,639</u>
Total governmental activities			<u>1,470,194</u>	<u>677,114</u>
Wastewater:				
Revenue bonds		Sewage Works Revenue Bonds 2000	5,281,000	724,093
Revenue bonds		Sewage Works Revenue Bonds 2007A	8,390,000	407,882
Revenue bonds		Sewage Works Revenue Bonds 2007B	<u>9,779,100</u>	<u>184,550</u>
Total Wastewater			<u>\$ 23,450,100</u>	<u>\$ 1,316,525</u>
Water:				
Revenue bonds		Waterworks Revenue Bonds 1998B	\$ 810,000	\$ 286,995
Revenue bonds		Waterworks Revenue Bonds 2007A	6,640,000	160,000
Revenue bonds		Waterworks Revenue Bonds 2007B	<u>7,705,900</u>	<u>145,450</u>
Total Water			<u>15,155,900</u>	<u>592,445</u>
Totals			<u>\$ 40,076,194</u>	<u>\$ 2,586,084</u>

CITY OF GREENSBURG
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:	
Land	\$ 120,144
Infrastructure	330,500
Buildings	2,522,547
Improvements other than buildings	62,062
Machinery, equipment and vehicles	7,293,329
Total governmental activities	10,328,582
Wastewater:	
Land	294,058
Buildings	33,572,612
Improvements other than buildings	18,950,619
Machinery, equipment and vehicles	1,440,284
Total Wastewater	54,257,573
Water:	
Land	1,398,704
Buildings	10,765,766
Improvements other than buildings	13,747,465
Machinery, equipment and vehicles	618,087
Total Water	26,530,022
Total capital assets	\$ 91,116,177

CITY OF GREENSBURG
AUDIT RESULTS AND COMMENTS

ANNUAL REPORT OMISSION

The 2011 annual financial report filed with the Indiana State Board of Accounts on February 29, 2012, did not include a schedule of federal grant awards activity for the year.

Each reporting entity shall be required to report information related to activity involving federal awards on this schedule. (Accounting and Financial Reporting Regulation Manual, Part III)

CREDIT CARD POLICY

The City has adopted a formal credit card policy for fuel cards in Section 5.18 of the City's Personnel Policies Handbook. The City has not adopted a formal policy for other credit cards.

The State Board of Accounts will not take exception to the use of credit cards by a governmental unit provided the following criteria are observed:

1. The governing board must authorize credit card use through an ordinance or resolution, which has been approved in the minutes.
2. Issuance and use should be handled by an official or employee designated by the board.
3. The purposes for which the credit card may be used must be specifically stated in the ordinance or resolution.
4. When the purpose for which the credit card has been issued has been accomplished, the card should be returned to the custody of the responsible person.
5. The designated responsible official or employee should maintain an accounting system or log which would include the names of individuals requesting usage of the cards, their position, estimated amounts to be charged, fund and account numbers to be charged, date the card is issued and returned, etc.
6. Credit cards should not be used to bypass the accounting system. One reason that purchase orders are issued is to provide the fiscal officer with the means to encumber and track appropriations to provide the governing board and other officials with timely and accurate accounting information and monitoring of the accounting system.
7. Payment should not be made on the basis of a statement or a credit card slip only. Procedures for payments should be no different than for any other claim. Supporting documents such as paid bills and receipts must be available. Additionally, any interest or penalty incurred due to late filing or furnishing of documentation by an officer or employee should be the responsibility of that officer or employee.
8. If properly authorized, an annual fee may be paid.

(Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

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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
Fax: (317) 232-4711
Web Site: 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 CITY OF GREENSBURG, DECATUR COUNTY, INDIANA

Compliance

We have audited the compliance of the City of Greensburg (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 each of 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 each of its major federal programs is 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 each of 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, 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

June 14, 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 City. The schedule and notes are presented as intended by the City.

CITY OF GREENSBURG
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 AGRICULTURE</u>			
Pass-Through Indiana Department of Natural Resources Cooperative Forestry Assistance	10.664	FY 2011	\$ <u>5,000</u>
<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-10-108 PL-05-081	500,000 <u>29,160</u>
Total for program			<u>529,160</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Pass-Through Indiana Criminal Justice Institute Highway Safety Cluster Occupant Protection Incentive Grants	20.602	FY 2011	1,097
Direct Grant Airport Improvement Program	20.106	AIP 3-18-0031-008	<u>343,466</u>
Total for federal grantor agency			<u>344,563</u>
Total federal awards expended			<u>\$ <u>878,723</u></u>

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

CITY OF GREENSBURG
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 Greensburg 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 GREENSBURG
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?	yes
Significant deficiency identified?	none reported
Noncompliance material to financial statement noted?	yes

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
20.106	CDBG- State-Administered CDBG Cluster Airport Improvement 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

FINDING 2011-1 - INTERNAL CONTROLS OVER SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

The City is required to complete and file an annual financial report with the State Board of Accounts, per Indiana Code 5-11-1-4. As part of the annual financial reporting package, the City is required to identify grant monies received directly from the federal government and any federal funds passed through to the City from other entities.

CITY OF GREENSBURG
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

The City did not have controls in place to ensure the accuracy and completeness of the financial reporting package filed. The City did not complete the grants section of the annual financial report as required.

Accurate reporting of financial information is necessary in order to present a complete and accurate account of the financial activity of the City. Failure to do so reduces the transparency of the financial activity of the City.

Officials stated they did not report the federal awards because they did not access any section of the electronic annual report where they could enter the grant information.

We recommended controls and procedures be implemented to ensure accuracy and completeness in financial reporting.

Indiana Code 5-1-1-4(a):

"The state examiner shall require from every municipality and every state or local governmental unit, entity, or instrumentality financial reports covering the full period of each fiscal year. These reports shall be prepared, verified, and filed with the state examiner not later than sixty (60) days after the close of each fiscal year. The reports must be in the form and content prescribed by the state examiner and filed electronically in the manner prescribed under IC 5-14-3.8-7."

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 objectives, 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. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

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.

CITY OF GREENSBURG
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.



Greensburg Clerk-Treasurer

Bridgett Weber, Clerk-Treasurer
Devan Sieg, Deputy Clerk-Treasurer
Stacie Martin, Account Specialist

CORRECTIVE ACTION PLAN
FINDING NO. 2010-1, INTERNAL CONTROLS OVER SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Contact Person: Bridgett Weber
Title: Clerk-Treasurer
Phone Number: 812-663-8582

We will verify that all portions of the electronic annual report have been completed prior to submitting the final version.

Bridgett Weber
(Name)

Clerk-Treasurer
(Title)

5-22-2012
(Date)

Greensburg Clerk-Treasurer
314 W Washington Street
Greensburg, IN 47240

812.663.8582 office
812.663.6314 fax
bweber@cityofgreensburg.com

CITY OF GREENSBURG
EXIT CONFERENCE

The contents of this report were discussed on June 14, 2012, with Bridgett C. Weber, Clerk-Treasurer; Gary L. Herbert, Mayor; Darrell Poling, President of the Common Council; and Donna M. Lecher, Utilities Office Manager.