

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

TOWN OF WORTHINGTON
GREENE COUNTY, INDIANA

January 1, 2010 to December 31, 2011



FILED
07/31/2012

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Gloria Klass	01-01-10 to 12-31-15
President of the Town Council	William H. Harp Gregg Roudebush	01-01-10 to 12-31-10 01-01-11 to 12-31-12
Superintendent of Wastewater Utility	David Dyer	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 WORTHINGTON, GREENE COUNTY, INDIANA

We have audited the accompanying financial statements of the Town of Worthington (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 July 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.

Our audit was conducted for the purpose of forming opinions 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.

INDEPENDENT AUDITOR'S REPORT
(Continued)

Our audit was conducted for the purpose of forming opinions on the Town's financial statements. The Combining Schedules of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis and Schedule of Leases and Debt 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

July 3, 2012



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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 WORTHINGTON, GREENE COUNTY, INDIANA

We have audited the financial statements of the Town of Worthington (Town), for the years ended December 31, 2010 and 2011, and have issued our report thereon dated July 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.

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.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over financial reporting, which are described in the accompanying Schedule of Findings and Questioned Costs as item 2011-1, that we consider to be significant deficiencies in internal control over financial reporting. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

July 3, 2012

FINANCIAL STATEMENTS

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

TOWN OF WORTHINGTON
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	\$ 69,950	\$ 264,793	\$ 259,778	\$ 74,965
Motor Vehicle Highway	16,634	66,226	57,450	25,410
Local Road And Street	7,971	6,841	5,836	8,976
Law Enforcement Continuing Ed	4,461	868	300	5,029
Parks And Recreation	12,212	19,347	16,664	14,895
Fire Donation	55	-	-	55
Community Building/Center	7,627	4,350	3,766	8,211
Rainy Day	1,162	-	-	1,162
Police Donation	17,468	5,582	9,024	14,026
Housing Rehab	2,656	125,792	128,448	-
Fire Protection Territory	4,223	359,218	290,266	73,175
Municipal Building	(46)	54	-	8
Ordinance Violation	1,614	-	-	1,614
Riverboat Fund	-	9,268	-	9,268
Cumulative Capital Development	2,919	-	-	2,919
Cumulative Capital Improvement	8,182	4,336	-	12,518
Stormwater Construction	-	767,630	767,630	-
Payroll	-	171,049	190,767	(19,718)
Wastewater Utility-Operating	310,857	1,011,554	1,018,782	303,629
Wastewater Util-Bond And Interest	37,561	222,321	219,988	39,894
Wastewater Utility-Deprec/Improve	184,762	20,141	-	204,903
Wastewater Utility-Debt Reserve	215,908	2,430	-	218,338
Totals	<u>\$ 906,176</u>	<u>\$ 3,061,800</u>	<u>\$ 2,968,699</u>	<u>\$ 999,277</u>

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

TOWN OF WORTHINGTON
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	\$ 74,965	\$ 287,281	\$ 294,009	\$ 68,237
Motor Vehicle Highway	25,410	72,041	64,780	32,671
Local Road And Street	8,976	6,663	13,395	2,244
Law Enforcement Continuing Ed	5,029	2,128	1,828	5,329
Parks And Recreation	14,895	21,437	28,009	8,323
Rainy Day	1,161	-	1,161	-
Fire Protection Territory	73,175	62,724	58,460	77,439
Cumulative Capital Development	2,919	-	-	2,919
Cumulative Capital Improvement	12,518	4,253	8,094	8,677
Fire Donation	55	-	-	55
Community Building/Center	8,211	5,500	2,509	11,202
Police Donation	14,026	2,255	10,757	5,524
Municipal Building	8	125	-	133
Ordinance Violation	1,614	-	-	1,614
Riverboat Fund	9,268	-	-	9,268
Payroll	(19,718)	209,737	190,018	1
Wastewater Utility-Operating	303,629	763,305	762,107	304,827
Wastewater Util-Bond And Interest	39,894	222,206	220,908	41,192
Wastewater Utility-Deprec/Improve	204,902	21,455	-	226,357
Wastewater Utility-Debt Reserve	218,338	3,726	-	222,064
Totals	<u>\$ 999,275</u>	<u>\$ 1,684,836</u>	<u>\$ 1,656,035</u>	<u>\$ 1,028,076</u>

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

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

B. Basis of Accounting

The financial statements are reported on a regulatory basis of accounting prescribed by the State Board of Accounts in accordance with state statute (IC 5-11-1-6), which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Receipts are recorded when received and disbursements are recorded when paid.

The regulatory basis of accounting differs from accounting principles generally accepted in the United States of America in that receipts are recognized when received in cash, rather than when earned, and disbursements are recognized when paid, rather than when a liability is incurred.

C. Cash and Investments

Investments are stated at cost. Any changes in fair value of the investments are reported as receipts in the year of the sale of the investment.

D. Receipts

Receipts are presented in the aggregate on the face of the financial statements. The aggregate receipts may include, but are not limited to, the following sources:

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

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

TOWN OF WORTHINGTON
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

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

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

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

E. Disbursements

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

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

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

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

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.

TOWN OF WORTHINGTON
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

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

F. Interfund Transfers

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

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

TOWN OF WORTHINGTON
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.

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/.

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

	General	Motor Vehicle Highway	Local Road And Street	Law Enforcement Continuing Ed	Parks And Recreation	Fire Donation	Community Building/Center	Rainy Day
Cash and investments - beginning	\$ 69,950	\$ 16,634	\$ 7,971	\$ 4,461	\$ 12,212	\$ 55	\$ 7,627	\$ 1,162
Receipts:								
Taxes	131,870	9,637	-	-	17,039	-	-	-
Licenses and permits	20	-	-	-	-	-	-	-
Intergovernmental	96,094	56,589	6,841	-	238	-	-	-
Charges for services	-	-	-	868	-	-	-	-
Utility fees	-	-	-	-	-	-	-	-
Other receipts	36,809	-	-	-	2,070	-	4,350	-
Total receipts	<u>264,793</u>	<u>66,226</u>	<u>6,841</u>	<u>868</u>	<u>19,347</u>	<u>-</u>	<u>4,350</u>	<u>-</u>
Disbursements:								
Personal services	110,888	41,359	-	-	9,960	-	-	-
Supplies	3,224	635	5,836	-	1,665	-	979	-
Other services and charges	55,782	5,583	-	300	3,313	-	1,367	-
Debt service - principal and interest	-	-	-	-	-	-	-	-
Capital outlay	46,943	6,767	-	-	1,726	-	1,420	-
Utility operating expenses	-	-	-	-	-	-	-	-
Other disbursements	42,941	3,106	-	-	-	-	-	-
Total disbursements	<u>259,778</u>	<u>57,450</u>	<u>5,836</u>	<u>300</u>	<u>16,664</u>	<u>-</u>	<u>3,766</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>5,015</u>	<u>8,776</u>	<u>1,005</u>	<u>568</u>	<u>2,683</u>	<u>-</u>	<u>584</u>	<u>-</u>
Cash and investments - ending	<u>\$ 74,965</u>	<u>\$ 25,410</u>	<u>\$ 8,976</u>	<u>\$ 5,029</u>	<u>\$ 14,895</u>	<u>\$ 55</u>	<u>\$ 8,211</u>	<u>\$ 1,162</u>

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

	Police Donation	Housing Rehab	Fire Protection Territory	Municipal Building	Ordinance Violation	Riverboat Fund	Cumulative Capital Development	Cumulative Capital Improvement
Cash and investments - beginning	\$ 17,468	\$ 2,656	\$ 4,223	\$ (46)	\$ 1,614	\$ -	\$ 2,919	\$ 8,182
Receipts:								
Taxes	-	-	-	-	-	9,268	-	-
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental	-	-	130	-	-	-	-	4,336
Charges for services	-	-	249,820	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-	-
Other receipts	5,582	125,792	109,268	54	-	-	-	-
Total receipts	<u>5,582</u>	<u>125,792</u>	<u>359,218</u>	<u>54</u>	<u>-</u>	<u>9,268</u>	<u>-</u>	<u>4,336</u>
Disbursements:								
Personal services	-	-	3,645	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	286,621	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-	-
Capital outlay	9,024	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-	-
Other disbursements	-	128,448	-	-	-	-	-	-
Total disbursements	<u>9,024</u>	<u>128,448</u>	<u>290,266</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(3,442)</u>	<u>(2,656)</u>	<u>68,952</u>	<u>54</u>	<u>-</u>	<u>9,268</u>	<u>-</u>	<u>4,336</u>
Cash and investments - ending	<u>\$ 14,026</u>	<u>\$ -</u>	<u>\$ 73,175</u>	<u>\$ 8</u>	<u>\$ 1,614</u>	<u>\$ 9,268</u>	<u>\$ 2,919</u>	<u>\$ 12,518</u>

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

	Stormwater Construction	Payroll	Wastewater Utility-Operating	Wastewater Util-Bond And Interest	Wastewater Utility-Deprec/Improve	Wastewater Utility-Debt Reserve	Totals
Cash and investments - beginning	\$ -	\$ -	\$ 310,857	\$ 37,561	\$ 184,762	\$ 215,908	\$ 906,176
Receipts:							
Taxes	-	-	-	-	-	-	167,814
Licenses and permits	-	-	-	-	-	-	20
Intergovernmental	-	-	-	-	-	-	164,228
Charges for services	-	-	-	-	-	-	250,688
Utility fees	-	-	354,677	-	-	-	354,677
Other receipts	767,630	171,049	656,877	222,321	20,141	2,430	2,124,373
Total receipts	767,630	171,049	1,011,554	222,321	20,141	2,430	3,061,800
Disbursements:							
Personal services	-	-	-	-	-	-	165,852
Supplies	-	-	-	-	-	-	12,339
Other services and charges	-	-	-	-	-	-	352,966
Debt service - principal and interest	-	-	-	152,988	-	-	152,988
Capital outlay	-	-	-	-	-	-	65,880
Utility operating expenses	-	-	252,867	-	-	-	252,867
Other disbursements	767,630	190,767	765,915	67,000	-	-	1,965,807
Total disbursements	767,630	190,767	1,018,782	219,988	-	-	2,968,699
Excess (deficiency) of receipts over disbursements	-	(19,718)	(7,228)	2,333	20,141	2,430	93,101
Cash and investments - ending	\$ -	\$ (19,718)	\$ 303,629	\$ 39,894	\$ 204,903	\$ 218,338	\$ 999,277

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

	General	Motor Vehicle Highway	Local Road And Street	Law Enforcement Continuing Ed	Parks And Recreation	Rainy Day	Fire Protection Territory
Cash and investments - beginning	\$ 74,965	\$ 25,410	\$ 8,976	\$ 5,029	\$ 14,895	\$ 1,161	\$ 73,175
Receipts:							
Taxes	153,445	18,270	-	-	15,614	-	-
Licenses and permits	20	-	-	420	-	-	-
Intergovernmental	84,793	53,771	6,663	-	222	-	34
Charges for services	-	-	-	1,708	1,625	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	49,023	-	-	-	3,976	-	62,690
Total receipts	<u>287,281</u>	<u>72,041</u>	<u>6,663</u>	<u>2,128</u>	<u>21,437</u>	<u>-</u>	<u>62,724</u>
Disbursements:							
Personal services	150,606	54,988	-	-	24,215	-	58,460
Supplies	3,336	1,305	-	-	1,848	-	-
Other services and charges	58,387	-	-	1,828	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	37,212	-	13,395	-	1,946	1,161	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	44,468	8,487	-	-	-	-	-
Total disbursements	<u>294,009</u>	<u>64,780</u>	<u>13,395</u>	<u>1,828</u>	<u>28,009</u>	<u>1,161</u>	<u>58,460</u>
Excess (deficiency) of receipts over disbursements	<u>(6,728)</u>	<u>7,261</u>	<u>(6,732)</u>	<u>300</u>	<u>(6,572)</u>	<u>(1,161)</u>	<u>4,264</u>
Cash and investments - ending	<u>\$ 68,237</u>	<u>\$ 32,671</u>	<u>\$ 2,244</u>	<u>\$ 5,329</u>	<u>\$ 8,323</u>	<u>\$ -</u>	<u>\$ 77,439</u>

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

	Cumulative Capital Development	Cumulative Capital Improvement	Fire Donation	Community Building/Center	Police Donation	Municipal Building	Ordinance Violation
Cash and investments - beginning	\$ 2,919	\$ 12,518	\$ 55	\$ 8,211	\$ 14,026	\$ 8	\$ 1,614
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	4,253	-	-	-	-	-
Charges for services	-	-	-	5,500	-	125	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	-	-	2,255	-	-
Total receipts	-	4,253	-	5,500	2,255	125	-
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	34	-	-	-
Other services and charges	-	-	-	2,475	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	8,094	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	10,757	-	-
Total disbursements	-	8,094	-	2,509	10,757	-	-
Excess (deficiency) of receipts over disbursements	-	(3,841)	-	2,991	(8,502)	125	-
Cash and investments - ending	\$ 2,919	\$ 8,677	\$ 55	\$ 11,202	\$ 5,524	\$ 133	\$ 1,614

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

	Riverboat Fund	Payroll	Wastewater Utility-Operating	Wastewater Util-Bond And Interest	Wastewater Utility Deprec/Improve	Wastewater Utility-Debt Reserve	Totals
Cash and investments - beginning	\$ 9,268	\$ (19,718)	\$ 303,629	\$ 39,894	\$ 204,902	\$ 218,338	\$ 999,275
Receipts:							
Taxes	-	-	-	-	-	-	187,329
Licenses and permits	-	-	-	-	-	-	440
Intergovernmental	-	-	-	-	-	-	149,736
Charges for services	-	-	-	-	-	-	8,958
Utility fees	-	-	728,752	-	-	-	728,752
Other receipts	-	209,737	34,553	222,206	21,455	3,726	609,621
Total receipts	-	209,737	763,305	222,206	21,455	3,726	1,684,836
Disbursements:							
Personal services	-	190,018	-	-	-	-	478,287
Supplies	-	-	-	-	-	-	6,523
Other services and charges	-	-	-	-	-	-	62,690
Debt service - principal and interest	-	-	-	220,908	-	-	220,908
Capital outlay	-	-	379,457	-	-	-	441,265
Utility operating expenses	-	-	142,650	-	-	-	142,650
Other disbursements	-	-	240,000	-	-	-	303,712
Total disbursements	-	190,018	762,107	220,908	-	-	1,656,035
Excess (deficiency) of receipts over disbursements	-	19,719	1,198	1,298	21,455	3,726	28,801
Cash and investments - ending	\$ 9,268	\$ 1	\$ 304,827	\$ 41,192	\$ 226,357	\$ 222,064	\$ 1,028,076

TOWN OF WORTHINGTON
SCHEDULE OF LEASES AND DEBT
December 31, 2011

Description of Debt		Ending Principal Balance	Principal and Interest Due Within One Year
Type	Purpose		
Wastewater:			
Revenue Bonds:			
1998 Issue	Wastewater Utility	\$ 398,450	\$ 33,923
1998A Issue	Wastewater Utility	2,328,000	153,760
1998B Issue	Wastewater Utility	<u>488,000</u>	<u>31,960</u>
Totals		<u>\$ 3,214,450</u>	<u>\$ 219,643</u>

TOWN OF WORTHINGTON
AUDIT RESULTS AND COMMENTS

INTERNAL CONTROLS

Controls over the receipting, disbursing, recording, and accounting for the financial activities were insufficient. Due to the unit size, the Town has one person who is responsible for reconciling the bank records to the Town and Utility ledgers, receipting, claims, payroll processing and utility billing and collections.

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)

INVESTMENT MATURITY LIMITATIONS

The governmental unit purchased certain investments which have a stated maturity in excess of two years.

Prior to its amendment, effective July 1, 2012 Indiana Code 5-13-9-5.6 stated in part:

". . . investments made under this chapter must have a stated final maturity of not more than:

- (1) five (5) years for a conservancy district . . .
- (2) five (5) years for investments made from a host community agreement future fund . . .
or
- (3) two (2) years for a fund or political subdivision not described in subdivision (1) or (2); after the date of purchase or entry into a repurchase agreement."

PRESCRIBED FORMS

The following prescribed or approved form was not always in use:

Form 350 Register of Investments

Officials and employees are required to use State Board of Accounts prescribed or approved forms in the manner prescribed. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

RECORD OF HOURS WORKED

Several employees held more than one position. A record of hours worked for each position was not presented for audit.

Indiana Code 5-11-9-4(b) states in part: "The state board of accounts shall require that records be maintained showing which hours were worked each day by officers and employees . . . employed . . . in more than one (1) position by the same public agency . . ."

TOWN OF WORTHINGTON
AUDIT RESULTS AND COMMENTS
(Continued)

FUND SOURCES AND USES - MOTOR VEHICLE HIGHWAY (MVH)

The Town paid law enforcement salaries from MVH funds using the percentage per statutory authority; however, it was calculated based on the base salary instead of the MVH distributions received. This calculation error resulted in 22 percent and 20 percent of MVH distributions being used for law enforcement salaries for 2010 and 2011, respectively. The Town also paid a portion of the Clerk-Treasurer's salary from MVH funds.

Indiana Code 8-14-1-5 states in part:

"(a) All funds allocated to cities and towns from the motor vehicle highway account shall be used by the cities and towns for the construction, reconstruction, repair, maintenance, oiling, sprinkling, snow removal, weed and tree cutting and cleaning of their highways as herein defined, and including also any curbs, and the city's or town's share of the cost of the separation of the grades of crossing of public highways and railroads, the purchase or lease of highway construction and maintenance equipment, the purchase, erection, operation and maintenance of traffic signs and signals, and safety zones and devices; and the painting of structures, objects, surfaces in highways for purposes of safety and traffic regulation. All of such funds shall be budgeted as provided by law.

(b) In addition to purposes for which funds may be expended under subsections (a) and (c) of this section, monies allocated to cities and towns under this chapter may be expended for law enforcement purposes, subject to the following limitations:

(1) For cities and towns with a population of less than five thousand (5,000), no more than fifteen percent (15%) may be spent for law enforcement purposes. . . ."

(c) In addition to purposes for which funds may be expended under subsections (a) and (b) of this section, monies allocated to cities and towns under this chapter may be expended for the payment of principal and interest on bonds sold primarily to finance road, street, or thoroughfare projects."

OVERDRAWN CASH BALANCES

The cash balance of the Payroll Fund was overdrawn in 2010.

The cash balance of any fund may not be reduced below zero. Routinely overdrawn funds could be an indicator of serious financial problems which should be investigated by the governmental unit. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

CAPITAL ASSET RECORDS

The capital asset records for the Town and Wastewater Utility were not maintained.

Every governmental unit should have a complete inventory of all capital assets owned which reflects their acquisition value. Such inventory should be recorded in the Capital Assets Ledger form. A complete inventory should be taken every year for good internal control and for verifying account balances carried in the accounting records. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

TOWN OF WORTHINGTON
AUDIT RESULTS AND COMMENTS
(Continued)

APPROPRIATIONS

The records presented for audit indicated the following expenditures in excess of budgeted appropriations:

<u>Fund</u>	<u>Year</u>	<u>Excess Amount Expended</u>
Motor Vehicle Highway	2010	\$ 117
Fire Protection Territory	2010	8,539
Motor Vehicle Highway	2011	5,680
Park and Recreation	2011	645

Indiana Code 6-1.1-18-4 states in part: ". . . the proper officers of a political subdivision shall appropriate funds in such a manner that the expenditures for a year do not exceed its budget for that year as finally determined under this article."

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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 TOWN OF WORTHINGTON, GREENE COUNTY, INDIANA

Compliance

We have audited the compliance of the Town of Worthington (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 program for the years ended December 31, 2010 and 2011. The Town's major federal program is identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to its major federal program 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 its major federal program for the years ended December 31, 2010 and 2011. The results of our auditing procedures also disclosed other instances of noncompliance with those requirements which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs as item 2011-2.

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.

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

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

July 3, 2012

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

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

TOWN OF WORTHINGTON
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Years Ended December 31, 2010 and 2011

Federal Grantor Agency/Pass-Through Entity 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 Community Development Block Grant/State's Program and Non-entitlement Grants in Hawaii	14.228			
CDBG - State Administered CDBG Cluster				
DR1A-09-025			\$ 1,500	\$ -
DR2-09-029			717,630	123,443
CF-09-223			163,562	355,869
Pass-Through Indiana Housing and Community Development Authority HD-008-016			<u>125,000</u>	<u>-</u>
Total for federal grantor agency			<u>1,007,692</u>	<u>479,312</u>
<u>U.S. Department of Transportation</u>				
Pass-Through Indiana Criminal Justice Institute State and Community Highway Safety Highway Safety Cluster	20.600		<u>750</u>	<u>750</u>
Total for program			<u>750</u>	<u>750</u>
Safety Belt Performance Grants	20.609		<u>-</u>	<u>625</u>
Total for program			<u>-</u>	<u>625</u>
Total for federal grantor agency			<u>750</u>	<u>1,375</u>
<u>U.S. Department of Homeland Security</u>				
Direct Grant Assistance to Firefighters Grant EMW-2009-FO-00232	97.044		<u>91,727</u>	<u>-</u>
Total federal awards expended			<u>\$ 1,100,169</u>	<u>\$ 480,687</u>

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

TOWN OF WORTHINGTON
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 Town of Worthington 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 under 5,000 shall be conducted biennially. Such audits shall include both years within the biennial period.

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

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.

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

FINDING 2011-2 - EQUIPMENT AND REAL PROPERTY MANAGEMENT

Federal Agency: U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT
Federal Program: Community Development Block Grant/State's
Program and Non-entitlement Grants in Hawaii
CFDA Number: 14.228
Federal Award Number and Year: DR2-09-029 and CF-09-223
Pass-Through Entity: Indiana Office of Community and Rural Affairs

The Town and Wastewater Utility do not maintain capital asset records which document additions or deletions.

24 CFR 85.32(d) states:

"Management requirements. Procedures for managing equipment (including replacement equipment), whether acquired in whole or in part with grant funds, until disposition takes place will, as a minimum, meet the following requirements:

- (1) Property records must be maintained that include a description of the property, a serial number or other identification number, the source of property, who holds title, the acquisition date, and cost of the property, percentage of Federal participation in the cost of the property, the location, use and condition of the property, and any ultimate disposition data including the date of disposal and sale price of the property.
- (2) A physical inventory of the property must be taken and the results reconciled with the property records at least once every two years.
- (3) A control system must be developed to ensure adequate safeguards to prevent loss, damage, or theft of the property. Any loss, damage, or theft shall be investigated.
- (4) Adequate maintenance procedures must be developed to keep the property in good condition.
- (5) If the grantee or subgrantee is authorized or required to sell the property, proper sales procedures must be established to ensure the highest possible return."

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

Failure to maintain detailed and accurate equipment and property records and to reconcile physical inventory could result in assets being lost, stolen, misappropriated, or disposed of improperly.

We recommended that the Town ensure detailed capital asset records are maintained and that inventories of property and equipment are conducted as least once every two years and reconciled to the detailed capital asset ledger. Any significant differences should be investigated and the appropriate adjustments made to the records. Also any assets acquired with federal funds must be designated as such so that they are not disposed of improperly.

TOWN OF WORTHINGTON
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

TOWN OF WORTHINGTON
20 SOUTH COMMERCIAL STREET
SUITE 2
WORTHINGTON, INDIANA 47471-0082

Corrective Action Plans

Federal Finding Number 2011-1, Internal Controls Over Financial Transactions and Reporting

Auditee Contact Person: Gloria Klass
Title of Contact Person: Clerk-Treasurer
Phone Number: 812-875-2641
Expected Completion Date: September 15, 2012
Corrective Action:

We plan to increase the oversight of internal controls with our town council for day to day operations.

Federal Finding 2011-2, Internal Control Material Weakness – Equipment and Real Property Management

Federal Agency: U.S. Department of Housing and Urban Development
Federal Program: Community Development Block Grant/State's Program and Non-entitlement Grants in Hawaii
CFDA Number: 14.228
Auditee Contact Person: Gloria Klass
Title of Contact Person: Clerk-Treasurer
Phone Number: 812-875-2641
Expected Completion Date: September 15, 2012
Corrective Action:

We plan to update the capitalization policy and work on updating and maintaining the capital asset records.



Gloria Klass
Clerk-Treasurer

TOWN OF WORTHINGTON
EXIT CONFERENCE

The contents of this report were discussed on July 3, 2012, with Greg Roudebush, President of the Town Council; Gloria Klass, Clerk-Treasurer; and Deborah Dyer, Board member.