

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

TOWN OF NASHVILLE
BROWN COUNTY, INDIANA

January 1, 2010 to December 31, 2011



FILED
08/06/2012

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Brenda Young	01-01-08 to 12-31-15
President of the Town Council	Roger D. Kelso Robert Kirlin	01-01-10 to 12-31-10 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 TOWN OF NASHVILLE, BROWN COUNTY, INDIANA

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

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

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position and results of operations of the Town for the years ended December 31, 2010 and 2011, on the basis of accounting described in Note 1.

In accordance with Government Auditing Standards, we have also issued a report dated May 24, 2012, on our consideration of the Town's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

INDEPENDENT AUDITOR'S REPORT
(Continued)

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

Our audit was conducted for the purpose of forming an opinion on the Town's financial statements. The Combining Schedules of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis, Schedule of Payables and Receivables, Schedule of Leases and Debt, and Schedule of Capital Assets are presented for additional analysis and are not required parts of the financial statements. They have not been subjected to the auditing procedures applied by us in the audit of the financial statements and, accordingly, we express no opinion on them.

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

STATE BOARD OF ACCOUNTS

May 24, 2012



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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 NASHVILLE, BROWN COUNTY, INDIANA

We have audited the financial statements of the Town of Nashville (Town), for the years ended December 31, 2010 and 2011, and have issued our report thereon dated May 24, 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.

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.

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

STATE BOARD OF ACCOUNTS

May 24, 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 NASHVILLE
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	\$ 22,560	\$ 789,026	\$ 442,133	\$ 369,453
Motor Vehicle Highway	30,904	236,881	203,018	64,767
Local Road And Street	28,157	5,050	15,261	17,946
Law Enforcement Continuing Ed	1,390	660	-	2,050
Riverboat	13,209	5,163	6,880	11,492
Rainy Day	8,600	40,143	-	48,743
Loit- Public Safety	55,251	78,875	39,204	94,922
Grant Eds	144	-	144	-
Npd Drug	2,920	-	-	2,920
Parking Violations	4,342	4,401	4,365	4,378
Dog License	273	31	15	289
Main Street	2,967	449,568	416,819	35,716
Food And Beverage Tax Fund	258,996	147,022	196,322	209,696
Operation Pullover Fund	1,749	2,696	4,209	236
Law Enforcement Liaison Grant	129	-	129	-
Edit Lease Rental	-	35,213	35,213	-
Edit Lease Rental Reserve	45,000	-	-	45,000
Health Insurance Fund	14	1,684	-	1,698
Disability Insurance	440	3,028	2,949	519
Life Aft Insurance	243	368	466	145
Deferred Compensation Fund	-	2,584	2,584	-
Christmas Club	-	16,825	16,825	-
Child Support	-	10,438	10,438	-
Employers Share Fica/Medicare	-	49,793	49,793	-
Federal Withholding	-	56,962	56,962	-
Fica & Medicare Withholding	-	49,793	49,793	-
State Withholding	9	23,451	21,150	2,310
County Withholding	6	12,429	11,235	1,200
125 Cancer Insurance	115	1,039	1,061	93
125 Health Insurance	4,960	7,720	-	12,680
125 Accident Insurance	195	3,041	2,774	462
125 Specified Health Event	-	146	113	33
Patricia Millay Memorial	2,458	-	-	2,458
Police Gas Donation	400	-	-	400
Perf Voluntary Contributions	285	31	316	-
Payroll Reimbursement	-	-	-	-
Ojp Cops Grant	-	50,642	50,154	488
Aflac Life Insurance	-	857	646	211
Aflac 125 Hospital Confinement	-	616	499	117
Cumulative Capl Imprv Cigarette Tax	16,548	2,415	6,461	12,502
Cumulative Capital Development	110,674	20,788	11,949	119,513
Cedit Capital Projects	166,640	48,959	56,881	158,718
Storm Water Drainage Grant	-	804,278	804,278	-
Payroll	239	8	-	247
Wastewater Utility - Operating	59,155	654,173	662,559	50,769
Wastewater Util - Bond And Interest	61,875	97,170	60,925	98,120
Wastewater Utility - Deprec/Improve	15,000	3,000	-	18,000
Wastewater Utility - Construction	1	1,152,337	1,152,130	208
Wastewater Utility - Debt Service Reserve	53,999	9,850	-	63,849
Const Loan Fund - Peoples Bank	138	422,100	422,238	-
Wastewater Asset Mgmt Reserve	-	16,305	-	16,305
Water Utility - Operating	98,668	1,244,322	1,147,387	195,603
Water Utility - Bond And Interest	66,150	65,678	65,678	66,150
Water Utility - Depreciation/Improve	22,968	6,000	22,000	6,968
Water Utility - Customer Deposit	70,432	7,453	5,594	72,291
Water Utility - Construction	1,849	-	1,849	-
Water Utility - Debt Service Reserve	90,788	-	17,144	73,644
Water Utility - Other #10	4	1,438	1,442	-
Totals	\$ 1,320,844	\$ 6,642,450	\$ 6,079,985	\$ 1,883,309

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

TOWN OF NASHVILLE
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	\$ 369,453	\$ 492,295	\$ 466,570	\$ 395,178
Motor Vehicle Highway	64,767	133,737	127,633	70,871
Local Road And Street	17,946	4,867	3,926	18,887
Law Enforcement Continuing Education	2,050	2,096	160	3,986
Riverboat	11,492	7,662	8,572	10,582
Rainy Day	48,743	-	-	48,743
Cumulative Capital Improvement Cigarette Tax	12,502	2,397	6,817	8,082
Cumulative Capital Development	119,513	128	-	119,641
CEDIT Capital Projects	158,718	107,701	37,949	228,470
Garnishment Fund	-	5,756	5,756	-
LOIT- Public Safety	94,922	77,307	64,351	107,878
Npd Drug	2,920	-	423	2,497
Parking Violations	4,378	5,390	5,978	3,790
Dog License	289	115	15	389
Main Street	35,716	24,609	59,650	675
Food And Beverage Tax Fund	209,696	137,281	100,964	246,013
Operation Pullover Fund	236	2,166	2,402	-
EDIT Lease Rental	-	19,162	19,162	-
EDIT Lease Rental Reserve	45,000	-	45,000	-
Health Insurance Fund	1,698	55	1,698	55
Disability Insurance	519	3,132	3,068	583
Life Aft Insurance	145	63	-	208
Deferred Compensation Fund	-	2,286	2,286	-
Christmas Club	-	15,729	15,729	-
Child Support	-	12,284	12,284	-
Employers Share Fica/Medicare	-	55,427	55,427	-
Federal Withholding	-	71,751	71,751	-
Fica and Medicare Withholding	-	38,892	38,892	-
State Withholding	2,310	25,417	27,727	-
County Withholding	1,200	13,137	14,337	-
125 Cancer Insurance	93	1,083	1,060	116
125 Health Insurance	12,680	11,039	11,746	11,973
125 Accident Insurance	462	2,228	2,458	232
125 Specified Health Event	33	-	24	9
Patricia Millay Memorial	2,458	-	-	2,458
Police Gas Donation	400	-	-	400
Ojp Cops Grant	488	1,715	2,203	-
Aflac Life Insurance	211	1,640	1,618	233
Aflac 125 Hospital Confinement	117	94	211	-
Storm Water Drainage Grant	-	7,968	7,968	-
Payroll	247	2	226	23
Wastewater Utility - Operating	50,769	832,119	778,429	104,459
Wastewater Utility - Bond And Interest	98,120	71,150	112,824	56,446
Wastewater Utility - Deprec/Improve	18,000	3,000	-	21,000
Wastewater Utility - Construction	208	5,204,934	5,043,371	161,771
Wastewater Utility - Debt Service Reserve	63,849	7,115	-	70,964
Wastewater Asset Management Reserve	16,305	65,220	-	81,525
Water Utility - Operating	195,603	2,887,944	3,009,353	74,194
Water Utility - Bond And Interest	66,150	65,475	65,475	66,150
Water Utility - Depreciation/Improve	6,968	6,000	-	12,968
Water Utility - Customer Deposit	72,291	9,375	5,954	75,712
Water Utility - Debt Service Reserve	73,644	-	-	73,644
Totals	<u>\$ 1,883,309</u>	<u>\$ 10,438,943</u>	<u>\$ 10,241,447</u>	<u>\$ 2,080,805</u>

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

TOWN OF NASHVILLE
NOTES TO FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

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

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

B. Basis of Accounting

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

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

C. Cash and Investments

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

D. Receipts

Receipts are presented in the aggregate on the face of the financial statements. The aggregate receipts include the following sources:

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

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

Intergovernmental receipts which include receipts from other governments in the form of operating grants, entitlements, or payments in lieu of taxes. Examples of this type of receipts include, but are not limited to: federal grants, state grants, cigarette tax distributions received from the state, motor vehicle highway distribution received from the

TOWN OF NASHVILLE
NOTES TO FINANCIAL STATEMENTS
(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.

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 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 Town. It includes all expenditures for the reduction of the principal and interest of the Town's general obligation indebtedness.

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

TOWN OF NASHVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

F. Interfund Transfers

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

G. Fund Accounting

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

Note 2. Budgets

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

Note 3. Property Taxes

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

TOWN OF NASHVILLE
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 Indiana Public Retirement System (INPRS) 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.

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:

TOWN OF NASHVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

Funding Policy and Annual Pension Cost

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

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 prepared and/or approved by management of the Town. It is presented as intended by the Town.

TOWN OF NASHVILLE
 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	Riverboat	Rainy Day
Cash and investments - beginning	\$ 22,560	\$ 30,904	\$ 28,157	\$ 1,390	\$ 13,209	\$ 8,600
Receipts:						
Taxes	536,016	192,461	-	-	-	-
Licenses and permits	8,138	230	-	-	-	-
Intergovernmental	223,295	42,190	5,050	-	5,163	40,143
Charges for services	-	-	-	660	-	-
Fines and forfeits	350	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	21,227	2,000	-	-	-	-
Total receipts	<u>789,026</u>	<u>236,881</u>	<u>5,050</u>	<u>660</u>	<u>5,163</u>	<u>40,143</u>
Disbursements:						
Personal services	294,264	58,853	-	-	-	-
Supplies	35,702	30,328	-	-	-	-
Other services and charges	67,324	29,142	15,261	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	18,234	2,770	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	26,609	81,925	-	-	6,880	-
Total disbursements	<u>442,133</u>	<u>203,018</u>	<u>15,261</u>	<u>-</u>	<u>6,880</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>346,893</u>	<u>33,863</u>	<u>(10,211)</u>	<u>660</u>	<u>(1,717)</u>	<u>40,143</u>
Cash and investments - ending	<u>\$ 369,453</u>	<u>\$ 64,767</u>	<u>\$ 17,946</u>	<u>\$ 2,050</u>	<u>\$ 11,492</u>	<u>\$ 48,743</u>

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

	Loit- Public Safety	Grant Eds	Npd Drug	Parking Violations	Dog License	Main Street
Cash and investments - beginning	\$ 55,251	\$ 144	\$ 2,920	\$ 4,342	\$ 273	\$ 2,967
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	31	-
Intergovernmental	59,766	-	-	-	-	448,068
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	4,401	-	1,500
Utility fees	-	-	-	-	-	-
Other receipts	19,109	-	-	-	-	-
Total receipts	<u>78,875</u>	<u>-</u>	<u>-</u>	<u>4,401</u>	<u>31</u>	<u>449,568</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	413,120
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	21,864	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	17,340	144	-	4,365	15	3,699
Total disbursements	<u>39,204</u>	<u>144</u>	<u>-</u>	<u>4,365</u>	<u>15</u>	<u>416,819</u>
Excess (deficiency) of receipts over disbursements	<u>39,671</u>	<u>(144)</u>	<u>-</u>	<u>36</u>	<u>16</u>	<u>32,749</u>
Cash and investments - ending	<u>\$ 94,922</u>	<u>\$ -</u>	<u>\$ 2,920</u>	<u>\$ 4,378</u>	<u>\$ 289</u>	<u>\$ 35,716</u>

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

	Food And Beverage Tax Fund	Operation Pullover Fund	Law Enforcement Liaison Grant	Edit Lease Rental	Edit Lease Rental Reserve	Health Insurance Fund
Cash and investments - beginning	\$ 258,996	\$ 1,749	\$ 129	\$ -	\$ 45,000	\$ 14
Receipts:						
Taxes	130,908	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	2,696	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	16,114	-	-	35,213	-	1,684
Total receipts	<u>147,022</u>	<u>2,696</u>	<u>-</u>	<u>35,213</u>	<u>-</u>	<u>1,684</u>
Disbursements:						
Personal services	6,404	-	-	-	-	-
Supplies	9,219	-	-	-	-	-
Other services and charges	76,318	-	-	35,213	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	88,381	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	16,000	4,209	129	-	-	-
Total disbursements	<u>196,322</u>	<u>4,209</u>	<u>129</u>	<u>35,213</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(49,300)</u>	<u>(1,513)</u>	<u>(129)</u>	<u>-</u>	<u>-</u>	<u>1,684</u>
Cash and investments - ending	<u>\$ 209,696</u>	<u>\$ 236</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 45,000</u>	<u>\$ 1,698</u>

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

	Disability Insurance	Life Aft Insurance	Deferred Compensation Fund	Christmas Club	Child Support	Employers Share Fica/Medicare
Cash and investments - beginning	\$ 440	\$ 243	\$ -	\$ -	\$ -	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	3,028	368	2,584	16,825	10,438	49,793
Total receipts	<u>3,028</u>	<u>368</u>	<u>2,584</u>	<u>16,825</u>	<u>10,438</u>	<u>49,793</u>
Disbursements:						
Personal services	2,949	466	2,584	16,825	10,438	49,793
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	<u>2,949</u>	<u>466</u>	<u>2,584</u>	<u>16,825</u>	<u>10,438</u>	<u>49,793</u>
Excess (deficiency) of receipts over disbursements	<u>79</u>	<u>(98)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 519</u>	<u>\$ 145</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Federal Withholding	Fica & Medicare Withholding	State Withholding	County Withholding	125 Cancer Insurance	125 Health Insurance
Cash and investments - beginning	\$ -	\$ -	\$ 9	\$ 6	\$ 115	\$ 4,960
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	56,962	49,793	23,451	12,429	1,039	7,720
Total receipts	56,962	49,793	23,451	12,429	1,039	7,720
Disbursements:						
Personal services	56,962	49,793	21,150	11,235	1,061	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	56,962	49,793	21,150	11,235	1,061	-
Excess (deficiency) of receipts over disbursements	-	-	2,301	1,194	(22)	7,720
Cash and investments - ending	\$ -	\$ -	\$ 2,310	\$ 1,200	\$ 93	\$ 12,680

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

	125 Accident Insurance	125 Specified Health Event	Patricia Millay Memorial	Police Gas Donation	Perf Voluntary Contributions	Payroll Reimbursement
Cash and investments - beginning	\$ 195	\$ -	\$ 2,458	\$ 400	\$ 285	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	3,041	146	-	-	31	-
Total receipts	3,041	146	-	-	31	-
Disbursements:						
Personal services	2,774	113	-	-	316	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	2,774	113	-	-	316	-
Excess (deficiency) of receipts over disbursements	267	33	-	-	(285)	-
Cash and investments - ending	\$ 462	\$ 33	\$ 2,458	\$ 400	\$ -	\$ -

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

	Ojp Cops Grant	Aflac Life Insurance	Aflac 125 Hospital Confinement	Cumulative Capl Imprv Cigarette Tax	Cumulative Capital Development	Cedit Capital Projects
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ 16,548	\$ 110,674	\$ 166,640
Receipts:						
Taxes	-	-	-	-	19,995	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	34,642	-	-	2,415	793	46,959
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	16,000	857	616	-	-	2,000
Total receipts	50,642	857	616	2,415	20,788	48,959
Disbursements:						
Personal services	36,154	646	499	6,461	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	11,949	39,688
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	14,000	-	-	-	-	17,193
Total disbursements	50,154	646	499	6,461	11,949	56,881
Excess (deficiency) of receipts over disbursements	488	211	117	(4,046)	8,839	(7,922)
Cash and investments - ending	\$ 488	\$ 211	\$ 117	\$ 12,502	\$ 119,513	\$ 158,718

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

	Storm Water Drainage Grant	Payroll	Wastewater Utility - Operating	Wastewater Util - Bond And Interest	Wastewater Utility - Deprec/Improve	Wastewater Utility - Construction
Cash and investments - beginning	\$ -	\$ 239	\$ 59,155	\$ 61,875	\$ 15,000	\$ 1
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	804,278	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	648,848	-	-	-
Other receipts	-	8	5,325	97,170	3,000	1,152,337
Total receipts	<u>804,278</u>	<u>8</u>	<u>654,173</u>	<u>97,170</u>	<u>3,000</u>	<u>1,152,337</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	804,278	-	-	-	-	-
Debt service - principal and interest	-	-	1,662	-	-	-
Capital outlay	-	-	-	-	-	1,152,130
Utility operating expenses	-	-	516,882	-	-	-
Other disbursements	-	-	144,015	60,925	-	-
Total disbursements	<u>804,278</u>	<u>-</u>	<u>662,559</u>	<u>60,925</u>	<u>-</u>	<u>1,152,130</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>8</u>	<u>(8,386)</u>	<u>36,245</u>	<u>3,000</u>	<u>207</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 247</u>	<u>\$ 50,769</u>	<u>\$ 98,120</u>	<u>\$ 18,000</u>	<u>\$ 208</u>

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

	Wastewater Utility - Debt Service Reserve	Const Loan Fund - Peoples Bank	Wastewater Asset Mgmt Reserve	Water Utility - Operating	Water Utility - Bond And Interest	Water Utility - Depreciation/Improve
Cash and investments - beginning	\$ 53,999	\$ 138	\$ -	\$ 98,668	\$ 66,150	\$ 22,968
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	1,041,455	-	-
Other receipts	9,850	422,100	16,305	202,867	65,678	6,000
Total receipts	<u>9,850</u>	<u>422,100</u>	<u>16,305</u>	<u>1,244,322</u>	<u>65,678</u>	<u>6,000</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	36,697	65,678	-
Capital outlay	-	422,238	-	-	-	22,000
Utility operating expenses	-	-	-	784,601	-	-
Other disbursements	-	-	-	326,089	-	-
Total disbursements	<u>-</u>	<u>422,238</u>	<u>-</u>	<u>1,147,387</u>	<u>65,678</u>	<u>22,000</u>
Excess (deficiency) of receipts over disbursements	<u>9,850</u>	<u>(138)</u>	<u>16,305</u>	<u>96,935</u>	<u>-</u>	<u>(16,000)</u>
Cash and investments - ending	<u>\$ 63,849</u>	<u>\$ -</u>	<u>\$ 16,305</u>	<u>\$ 195,603</u>	<u>\$ 66,150</u>	<u>\$ 6,968</u>

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

	Water Utility - Customer Deposit	Water Utility - Construction	Water Utility - Debt Service Reserve	Water Utility - Other #10	Totals
Cash and investments - beginning	\$ 70,432	\$ 1,849	\$ 90,788	\$ 4	\$ 1,320,844
Receipts:					
Taxes	-	-	-	-	879,380
Licenses and permits	-	-	-	-	8,399
Intergovernmental	-	-	-	-	1,715,458
Charges for services	-	-	-	-	660
Fines and forfeits	-	-	-	-	6,251
Utility fees	-	-	-	-	1,690,303
Other receipts	7,453	-	-	1,438	2,341,999
Total receipts	7,453	-	-	1,438	6,642,450
Disbursements:					
Personal services	-	-	-	-	629,740
Supplies	-	-	-	-	75,249
Other services and charges	-	-	-	-	1,492,293
Debt service - principal and interest	-	-	17,144	-	121,181
Capital outlay	-	1,849	-	1,442	1,730,908
Utility operating expenses	5,594	-	-	-	1,307,077
Other disbursements	-	-	-	-	723,537
Total disbursements	5,594	1,849	17,144	1,442	6,079,985
Excess (deficiency) of receipts over disbursements	1,859	(1,849)	(17,144)	(4)	562,465
Cash and investments - ending	\$ 72,291	\$ -	\$ 73,644	\$ -	\$ 1,883,309

TOWN OF NASHVILLE
 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 Education	Riverboat	Rainy Day
Cash and investments - beginning	\$ 369,453	\$ 64,767	\$ 17,946	\$ 2,050	\$ 11,492	\$ 48,743
Receipts:						
Taxes	276,288	94,092	-	-	-	-
Licenses and permits	7,358	285	-	100	-	-
Intergovernmental	172,382	38,801	4,867	-	5,162	-
Charges for services	17,315	-	-	476	-	-
Fines and forfeits	12,684	-	-	1,520	-	-
Utility fees	-	-	-	-	-	-
Other receipts	6,268	559	-	-	2,500	-
Total receipts	492,295	133,737	4,867	2,096	7,662	-
Disbursements:						
Personal services	311,396	61,258	-	-	-	-
Supplies	59,608	34,585	-	-	-	-
Other services and charges	74,843	29,695	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	20,723	1,939	3,926	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	156	-	160	8,572	-
Total disbursements	466,570	127,633	3,926	160	8,572	-
Excess (deficiency) of receipts over disbursements	25,725	6,104	941	1,936	(910)	-
Cash and investments - ending	\$ 395,178	\$ 70,871	\$ 18,887	\$ 3,986	\$ 10,582	\$ 48,743

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

	Cumulative Capital Improvement Cigarette Tax	Cumulative Capital Development	CEDIT Capital Projects	Garnishment Fund	LOIT- Public Safety	Npd Drug
Cash and investments - beginning	\$ 12,502	\$ 119,513	\$ 158,718	\$ -	\$ 94,922	\$ 2,920
Receipts:						
Taxes	-	124	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	2,369	4	43,408	-	42,729	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	28	-	64,293	5,756	34,578	-
Total receipts	2,397	128	107,701	5,756	77,307	-
Disbursements:						
Personal services	6,817	-	-	-	43,430	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	19,162	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	19,206	423
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	18,787	5,756	1,715	-
Total disbursements	6,817	-	37,949	5,756	64,351	423
Excess (deficiency) of receipts over disbursements	(4,420)	128	69,752	-	12,956	(423)
Cash and investments - ending	\$ 8,082	\$ 119,641	\$ 228,470	\$ -	\$ 107,878	\$ 2,497

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

	Parking Violations	Dog License	Main Street	Food And Beverage Tax Fund	Operation Pullover Fund	EDIT Lease Rental
Cash and investments - beginning	\$ 4,378	\$ 289	\$ 35,716	\$ 209,696	\$ 236	\$ -
Receipts:						
Taxes	-	-	-	136,233	-	-
Licenses and permits	-	115	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	5,390	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	-	24,609	1,048	2,166	19,162
Total receipts	<u>5,390</u>	<u>115</u>	<u>24,609</u>	<u>137,281</u>	<u>2,166</u>	<u>19,162</u>
Disbursements:						
Personal services	-	-	-	6,699	-	-
Supplies	-	-	-	8,459	-	-
Other services and charges	-	-	-	84,806	-	19,162
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	59,156	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	5,978	15	494	1,000	2,402	-
Total disbursements	<u>5,978</u>	<u>15</u>	<u>59,650</u>	<u>100,964</u>	<u>2,402</u>	<u>19,162</u>
Excess (deficiency) of receipts over disbursements	<u>(588)</u>	<u>100</u>	<u>(35,041)</u>	<u>36,317</u>	<u>(236)</u>	<u>-</u>
Cash and investments - ending	<u>\$ 3,790</u>	<u>\$ 389</u>	<u>\$ 675</u>	<u>\$ 246,013</u>	<u>\$ -</u>	<u>\$ -</u>

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

	EDIT Lease Rental Reserve	Health Insurance Fund	Disability Insurance	Life Aft Insurance	Deferred Compensation Fund	Christmas Club
Cash and investments - beginning	\$ 45,000	\$ 1,698	\$ 519	\$ 145	\$ -	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	55	3,132	63	2,286	15,729
Total receipts	-	55	3,132	63	2,286	15,729
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	45,000	1,698	3,068	-	2,286	15,729
Total disbursements	45,000	1,698	3,068	-	2,286	15,729
Excess (deficiency) of receipts over disbursements	(45,000)	(1,643)	64	63	-	-
Cash and investments - ending	\$ -	\$ 55	\$ 583	\$ 208	\$ -	\$ -

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

	Child Support	Employers Share Fica/Medicare	Federal Withholding	Fica and Medicare Withholding	State Withholding	County Withholding
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ 2,310	\$ 1,200
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	12,284	55,427	71,751	38,892	25,417	13,137
Total receipts	12,284	55,427	71,751	38,892	25,417	13,137
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	12,284	55,427	71,751	38,892	27,727	14,337
Total disbursements	12,284	55,427	71,751	38,892	27,727	14,337
Excess (deficiency) of receipts over disbursements	-	-	-	-	(2,310)	(1,200)
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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

	125 Cancer Insurance	125 Health Insurance	125 Accident Insurance	125 Specified Health Event	Patricia Millay Memorial	Police Gas Donation
Cash and investments - beginning	\$ 93	\$ 12,680	\$ 462	\$ 33	\$ 2,458	\$ 400
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	1,083	11,039	2,228	-	-	-
Total receipts	1,083	11,039	2,228	-	-	-
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	1,060	11,746	2,458	24	-	-
Total disbursements	1,060	11,746	2,458	24	-	-
Excess (deficiency) of receipts over disbursements	23	(707)	(230)	(24)	-	-
Cash and investments - ending	\$ 116	\$ 11,973	\$ 232	\$ 9	\$ 2,458	\$ 400

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

	Ojp Cops Grant	Aflac Life Insurance	Aflac 125 Hospital Confinement	Storm Water Drainage Grant	Payroll	Wastewater Utility - Operating
Cash and investments - beginning	\$ 488	\$ 211	\$ 117	\$ -	\$ 247	\$ 50,769
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	734,286
Other receipts	1,715	1,640	94	7,968	2	97,833
Total receipts	1,715	1,640	94	7,968	2	832,119
Disbursements:						
Personal services	2,203	-	-	-	26	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	7,968	200	-
Debt service - principal and interest	-	-	-	-	-	1,322
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	630,622
Other disbursements	-	1,618	211	-	-	146,485
Total disbursements	2,203	1,618	211	7,968	226	778,429
Excess (deficiency) of receipts over disbursements	(488)	22	(117)	-	(224)	53,690
Cash and investments - ending	\$ -	\$ 233	\$ -	\$ -	\$ 23	\$ 104,459

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

	Wastewater Utility - Bond And Interest	Wastewater Utility - Deprec/Improve	Wastewater Utility - Construction	Wastewater Utility - Debt Service Reserve	Wastewater Asset Management Reserve	Water Utility - Operating
Cash and investments - beginning	\$ 98,120	\$ 18,000	\$ 208	\$ 63,849	\$ 16,305	\$ 195,603
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	1,050,332
Other receipts	71,150	3,000	5,204,934	7,115	65,220	1,837,612
Total receipts	71,150	3,000	5,204,934	7,115	65,220	2,887,944
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	90,204	-	-	-	-	31,115
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	5,043,371	-	-	1,076,229
Other disbursements	22,620	-	-	-	-	1,902,009
Total disbursements	112,824	-	5,043,371	-	-	3,009,353
Excess (deficiency) of receipts over disbursements	(41,674)	3,000	161,563	7,115	65,220	(121,409)
Cash and investments - ending	\$ 56,446	\$ 21,000	\$ 161,771	\$ 70,964	\$ 81,525	\$ 74,194

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

	Water Utility - Bond And Interest	Water Utility - Depreciation/Improve	Water Utility - Customer Deposit	Water Utility - Debt Service Reserve	Totals
Cash and investments - beginning	\$ 66,150	\$ 6,968	\$ 72,291	\$ 73,644	\$ 1,883,309
Receipts:					
Taxes	-	-	-	-	506,737
Licenses and permits	-	-	-	-	7,858
Intergovernmental	-	-	-	-	309,722
Charges for services	-	-	-	-	17,791
Fines and forfeits	-	-	-	-	19,594
Utility fees	-	-	-	-	1,784,618
Other receipts	65,475	6,000	9,375	-	7,792,623
Total receipts	65,475	6,000	9,375	-	10,438,943
Disbursements:					
Personal services	-	-	-	-	431,829
Supplies	-	-	-	-	102,652
Other services and charges	-	-	-	-	235,836
Debt service - principal and interest	65,475	-	-	-	188,116
Capital outlay	-	-	-	-	105,373
Utility operating expenses	-	-	-	-	6,750,222
Other disbursements	-	-	5,954	-	2,427,419
Total disbursements	65,475	-	5,954	-	10,241,447
Excess (deficiency) of receipts over disbursements	-	6,000	3,421	-	197,496
Cash and investments - ending	\$ 66,150	\$ 12,968	\$ 75,712	\$ 73,644	\$ 2,080,805

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

Government or Enterprise	Accounts Payable	Accounts Receivable
Governmental activities	\$ 7,537	\$ -
Wastewater	28,161	3,198
Water	8,024	13,288
Totals	\$ 43,722	\$ 16,486

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

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
Ford Motor Credit	2010 Ford Crown Vic. Police Vehicle	\$ 9,099	12-17-09	12-17-11
Ford Motor Credit	2010 Ford Crown Vic. Police Vehicle	7,774	04-08-10	04-08-12
Ford Motor Credit	2012 Ford F350 Truck	966	11-16-11	05-16-14
Nashville Town Hall Building Corp.	Construction of Town Hall	<u>19,162</u>	10-22-91	06-30-11
Total governmental activities		<u>37,001</u>		
Wastewater:				
Ford Motor Credit	2011 Ford F350 Truck	4,046	07-30-10	07-30-13
Ford Motor Credit	2012 Ford F350 Truck	2,415	11-16-11	05-16-14
PNC Equipment Finance	Equipment - Jetter	1,937	06-01-06	06-13-11
Trinity	Case 580 SM III - Back-hoe loader	<u>4,044</u>	06-10-11	06-10-14
Total Wastewater		<u>12,442</u>		
Water:				
Ford Motor Credit	2012 Ford F350 Truck	6,280	11-16-11	05-16-14
Ford Motor Credit	2011 Ford F350 Truck	9,441	07-30-10	07-30-13
Trinity	Case 580 SM III - Back-Hoe Loader	<u>9,436</u>	06-10-11	06-10-14
Total Water		<u>25,157</u>		
Total of annual lease payments		<u>\$ 74,600</u>		

Type	Description of Debt Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:			
Notes and loans payable	Nashville Town Hall Building	\$ -	\$ -
Wastewater:			
General obligation bonds	Wastewater Facility Improvement 1973	10,000	5,500
General obligation bonds	Wastewater Facility Improvement 1987	430,000	54,500
General obligation bonds	Wastewater Facility Improvement 1989 Ridgeway	7,000	1,175
General obligation bonds	Wastewater Expansion Project 2010	2,538,000	35,471
General obligation bonds	Wastewater Expansion Project 2010	1,057,000	11,763
Notes and loans payable	Wastewater Expansion Study	<u>32,100</u>	<u>1,322</u>
Total Wastewater		<u>4,074,100</u>	<u>109,731</u>
Water:			
General obligation bonds	Water Distribution Improvement 1977	166,000	33,300
General obligation bonds	Water Distribution Improvement 1995	589,000	31,923
Notes and loans payable	Water Tank Painting Project 2009	39,521	16,367
Notes and loans payable	Freeman Ridge/Kelley Hill Water Main Extension	<u>294,867</u>	<u>16,112</u>
Total Water		<u>1,089,388</u>	<u>97,702</u>
Totals		<u>\$ 5,163,488</u>	<u>\$ 207,433</u>

TOWN OF NASHVILLE
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	\$ 414,395
Infrastructure	270,803
Buildings	700,000
Improvements other than buildings	25,521
Machinery, equipment and vehicles	228,005
Total governmental activities	1,638,724
Wastewater:	
Land	22,500
Buildings	103,094
Improvements other than buildings	4,601,988
Machinery, equipment and vehicles	237,610
Total Wastewater	4,965,192
Water:	
Land	2,000
Infrastructure	66,040
Buildings	5,500
Improvements other than buildings	2,507,747
Machinery, equipment and vehicles	137,410
Total Water	2,718,697
Total capital assets	\$ 9,322,613

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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

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

TO: THE OFFICIALS OF THE TOWN OF NASHVILLE, BROWN COUNTY, INDIANA

Compliance

We have audited the compliance of the Town of Nashville (Town) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the years ended December 31, 2010 and 2011. The Town's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the Town's management. Our responsibility is to express an opinion on the Town's compliance based on our audit.

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

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

Internal Control Over Compliance

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

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

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

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

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

STATE BOARD OF ACCOUNTS

May 24, 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 NASHVILLE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Years Ended December 31, 2010 and 2011

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 12-31-10	Total Federal Awards Expended 12-31-11
<u>U.S. DEPARTMENT OF AGRICULTURE</u>				
Direct Grant				
ARRA - Water and Waste Disposal Systems for Rural Communities	10.781			
Waste System Grant		IN-703-00-12	-	752,700
Waste System Loan		IN-703-00-11	816,066	1,728,934
Waste System Loan		IN-703-00-13	-	1,060,000
Total for program			<u>816,066</u>	<u>3,541,634</u>
Pass-Through Indiana Department of Natural Resources				
Cooperative Forestry Assistance	10.664			
2009 Consolidated Forest Grant			-	1,966
Total for program			<u>-</u>	<u>1,966</u>
Total for federal grantor agency			<u>816,066</u>	<u>3,543,600</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			
Disaster Recovery CDBG - Waste Water Expansion Project		B10DC180001DR2-09-068	\$ 169,038	\$ 1,830,534
Disaster Recovery CDBG - Downtown Revitalization Project		B10DC180001DR2-09-048	413,120	59,577
State Administered CDBG Program - Storm Water Construction Project		B10DC180001DR2-09-018	804,278	7,968
Total for federal grantor agency			<u>1,386,436</u>	<u>1,898,078</u>
<u>U.S. DEPARTMENT OF JUSTICE</u>				
Direct Grant				
Public Safety Partnership and Community Policing Grants	16.710			
U.S. Department of Justice Community Oriented Policing		2009RKWX0962	<u>38,015</u>	<u>41,295</u>
Pass-Through Indiana Criminal Justice Institute				
Edward Byrne Memorial State and Local Law Enforcement Assistance Discretionary Grants Program	16.580			
Evidence Rule 617			<u>10,000</u>	<u>-</u>
Total for federal grantor agency			<u>48,015</u>	<u>41,295</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>				
Pass-Through Treasurer of Brown County, IN				
Highway Safety Cluster				
State and Community Highway Safety	20.600			
Operation Pullover			<u>392</u>	<u>2,402</u>
Total for federal grantor agency			<u>392</u>	<u>2,402</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>				
Indiana Department of Homeland Security				
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036			
DR2 Storm water Project			<u>2,811</u>	<u>2,839</u>
Total for federal grantor agency			<u>2,811</u>	<u>2,839</u>
Total federal awards expended			<u>\$ 2,253,720</u>	<u>\$ 5,488,214</u>

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

TOWN OF NASHVILLE
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 Nashville (Town) and is presented in accordance with the cash and investment basis of accounting used in the preparation of the financial statements. Accordingly, the amount of federal awards expended is based on when the disbursement related to the award occurs except when the federal award is received on a reimbursement basis. In these instances the federal awards are considered expended when the reimbursement is received.

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

TOWN OF NASHVILLE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

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

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	no
Significant deficiencies 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
10.781	CDBG - State Administered CDBG Cluster ARRA - Water and Waste Disposal Systems for Rural Communities

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

Auditee qualified as low-risk auditee? no

Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

TOWN OF NASHVILLE
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

TOWN OF NASHVILLE
EXIT CONFERENCE

The contents of this report were discussed on June 28, 2012, with Brenda Young, Clerk-Treasurer, and Robert Kirlin, President of the Town Council. Our audit disclosed no material items that warrant comment at this time.