

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

FINANCIAL STATEMENT AND  
FEDERAL SINGLE AUDIT REPORT  
OF

CITY OF OAKLAND CITY  
GIBSON COUNTY, INDIANA

January 1, 2011 to December 31, 2011



**FILED**  
09/04/2012



## TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials .....	2
Independent Auditor's Report .....	3-4
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statement Performed in Accordance With Government Auditing Standards .....	5-6
Financial Statement:	
Statement of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis .....	8
Notes to Financial Statement .....	9-13
Supplementary Information:	
Combining Schedule of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis .....	16-21
Schedule of Payables and Receivables .....	22
Schedule of Leases and Debt .....	23
Schedule of Capital Assets .....	24
Audit Results and Comments:	
Appropriations .....	25
Overdrawn Fund Balance .....	25
Utility Receipts Tax .....	25
Errors on Claims .....	25-26
Sales Tax .....	26
Penalties, Interest, and Other Charges .....	26-27
Service and Time Records .....	27
Supplemental Audit of Federal Awards:	
Independent Auditor's Report on Compliance With Requirements That Could Have a Direct and Material Effect on Each Major Program and Internal Control Over Compliance in Accordance With OMB Circular A-133 .....	30-31
Schedule of Expenditures of Federal Awards .....	34
Notes to Schedule of Expenditures of Federal Awards .....	35
Schedule of Findings and Questioned Costs .....	36
Auditee Prepared Schedule:	
Summary Schedule of Prior Audit Findings .....	37
Exit Conference .....	38

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Brenda Willis	01-01-08 to 12-31-15
Mayor	Alfred Cooper Hugh Wirth	01-01-08 to 12-31-11 01-01-12 to 12-31-15
President of the Board of Public Works	Alfred Cooper Hugh Wirth	01-01-11 to 12-31-11 01-01-12 to 12-31-12
President of the Common Council	Jerry Richardson	01-01-11 to 12-31-12



**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](http://www.in.gov/sboa)

INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE CITY OF OAKLAND CITY, GIBSON COUNTY, INDIANA

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

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

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

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

In accordance with Government Auditing Standards, we have also issued a report dated July 16, 2012, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

INDEPENDENT AUDITOR'S REPORT  
(Continued)

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

Our audit was conducted for the purpose of forming an opinion on the City's financial statement. The Combining Schedule of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis, Schedule of 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 statement. They have not been subjected to the auditing procedures applied by us in the audit of the financial statement and, accordingly, we express no opinion on them.

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

STATE BOARD OF ACCOUNTS

July 16, 2012



**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](http://www.in.gov/sboa)

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

TO: THE OFFICIALS OF THE CITY OF OAKLAND CITY, GIBSON COUNTY, INDIANA

We have audited the financial statement of the City of Oakland City (City), for the year ended December 31, 2011, and have issued our report thereon dated July 16, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

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

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

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

Compliance and Other Matters

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

This report is intended solely for the information and use of the City's management, Common Council, 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 16 2012

## FINANCIAL STATEMENT

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

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

Fund	Cash and Investments 01-01-11	Receipts	Disbursements	Cash and Investments 12-31-11
GENERAL FUND	\$ 920	\$ 416,754	\$ 417,152	\$ 522
MVH FUND	112,647	82,949	80,156	115,440
LOCAL ROAD & STREET	47,591	10,209	-	57,800
PARK & RECREATION	41,598	66,564	43,306	64,856
WIRTH PARK	978	3,000	4,135	(157)
ECONOMIC DEVELOPMENT	5,799	-	-	5,799
EDIT FUND	50,173	87,575	56,123	81,625
COMMUNITY DEVELOPMENT	-	64,508	61,805	2,703
LAW ENFOR TRAINING & EDUCATION	3,799	4,716	5,656	2,859
PARK & RECREATION GRANT	-	30,000	30,000	-
RAINY DAY	9,071	-	6,208	2,863
LEVY EXCESS FUND	1,053	-	-	1,053
CUM. CAPITAL DEVELOPMENT	26,053	11,656	9,671	28,038
FIRE BLDG DEBT SERVICE	12,235	8,036	16,648	3,623
DONATION WIRTH PARK	27,773	39,341	9,653	57,461
RIVERBOAT WAGERING	72,388	16,196	660	87,924
CUM. CAPITAL IMPROVEMENT	30,971	7,432	507	37,896
POLICE PENSION	7,685	-	-	7,685
CINERGY	807	3,863	2,847	1,823
DONATIONS	7,084	1,342,007	1,340,924	8,167
STORM WATER GRANT	-	108,250	108,250	-
PAYROLL	13,862	601,175	601,019	14,018
MICROENTERPRISE GRANT	38	-	-	38
SEWER O&M & IMPROVEMENT	181,873	575,112	486,911	270,074
SEWER DEPOSITS	33,770	21,660	13,800	41,630
SEWER CUSTOMER DEPOSITS	12,000	-	-	12,000
SEWER DEBT SERVICE RESERVE INVESTMENT	81,500	-	-	81,500
SEWER BOND & INTEREST	-	90,989	162	90,827
WASTEWATER GRANT 2011	-	3,904,225	3,903,854	371
SEWER ASSET MANAGEMENT RESERVE	-	22,227	-	22,227
SEWER DEBT SERVICE RESERVE	-	7,601	-	7,601
#1 WATER OPERATING	284,044	878,889	738,033	424,900
#4 WATER DEPOSITS	19,175	15,000	9,655	24,520
WATER CUSTOMER DEPOSIT	34,000	-	-	34,000
WATER DEBT SERVICE RESERVE	80,500	-	-	80,500
#2 WATER IMPROVEMENT	680	-	-	680
WATER BOND & INTEREST	42,229	80,420	80,122	42,527
Totals	<u>\$ 1,242,296</u>	<u>\$ 8,500,354</u>	<u>\$ 8,027,257</u>	<u>\$ 1,715,393</u>

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

CITY OF OAKLAND CITY  
NOTES TO FINANCIAL STATEMENT

**Note 1. Summary of Significant Accounting Policies**

*A. Reporting Entity*

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

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

*B. Basis of Accounting*

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

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

*C. Cash and Investments*

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

*D. Receipts*

Receipts are presented in the aggregate on the face of the financial statement. 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 City.

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

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

CITY OF OAKLAND CITY  
NOTES TO FINANCIAL STATEMENT  
(Continued)

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

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

*E. Disbursements*

Disbursements are presented in the aggregate on the face of the financial statement. The aggregate disbursements include the following uses:

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

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

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

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

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

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

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

*F. Interfund Transfers*

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

CITY OF OAKLAND CITY  
NOTES TO FINANCIAL STATEMENT  
(Continued)

*G. Fund Accounting*

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

**Note 2. Budgets**

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

**Note 3. Property Taxes**

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

**Note 4. Deposits and Investments**

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

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

CITY OF OAKLAND CITY  
NOTES TO FINANCIAL STATEMENT  
(Continued)

**Note 5. Risk Management**

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

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

**Note 6. Pension Plans**

*A. Public Employees' Retirement Fund*

*Plan Description*

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

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

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

*Funding Policy and Annual Pension Cost*

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

CITY OF OAKLAND CITY  
NOTES TO FINANCIAL STATEMENT  
(Continued)

*B. 1977 Police Officers' and Firefighters' Pension and Disability Fund*

*Plan Description*

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

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

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

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

*Funding Policy*

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

(This page intentionally left blank.)

## SUPPLEMENTARY INFORMATION – UNAUDITED

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

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

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

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

	GENERAL FUND	MVH FUND	LOCAL ROAD & STREET	PARK & RECREATION	WIRTH PARK	ECONOMIC DEVELOPMENT	EDIT FUND
Cash and investments - beginning	\$ 920	\$ 112,647	\$ 47,591	\$ 41,598	\$ 978	\$ 5,799	\$ 50,173
Receipts:							
Taxes	364,063	11,212	-	-	3,000	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	33,005	63,477	10,209	-	-	-	87,575
Other receipts	19,686	8,260	-	66,564	-	-	-
Total receipts	<u>416,754</u>	<u>82,949</u>	<u>10,209</u>	<u>66,564</u>	<u>3,000</u>	<u>-</u>	<u>87,575</u>
Disbursements:							
Personal services	292,617	46,866	-	-	1,798	-	-
Supplies	37,898	22,901	-	29,546	313	-	-
Other services and charges	86,558	7,389	-	13,760	2,024	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	3,000	-	-	-	-	56,123
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	79	-	-	-	-	-	-
Total disbursements	<u>417,152</u>	<u>80,156</u>	<u>-</u>	<u>43,306</u>	<u>4,135</u>	<u>-</u>	<u>56,123</u>
Excess (deficiency) of receipts over disbursements	<u>(398)</u>	<u>2,793</u>	<u>10,209</u>	<u>23,258</u>	<u>(1,135)</u>	<u>-</u>	<u>31,452</u>
Cash and investments - ending	<u>\$ 522</u>	<u>\$ 115,440</u>	<u>\$ 57,800</u>	<u>\$ 64,856</u>	<u>\$ (157)</u>	<u>\$ 5,799</u>	<u>\$ 81,625</u>

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

	COMMUNITY DEVELOPMENT	LAW ENFOR TRAINING & EDUCATION	PARK & RECREATION GRANT	RAINY DAY	LEVY EXCESS FUND	CUM. CAPITAL DEVELOPMENT	FIRE BLDG DEBT SERVICE
Cash and investments - beginning	\$ -	\$ 3,799	\$ -	\$ 9,071	\$ 1,053	\$ 26,053	\$ 12,235
Receipts:							
Taxes	-	-	-	-	-	7,045	8,036
Licenses and permits	-	4,716	-	-	-	-	-
Intergovernmental	64,508	-	30,000	-	-	4,611	-
Other receipts	-	-	-	-	-	-	-
Total receipts	<u>64,508</u>	<u>4,716</u>	<u>30,000</u>	<u>-</u>	<u>-</u>	<u>11,656</u>	<u>8,036</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	30,000	6,208	-	9,671	-
Other services and charges	-	5,656	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	16,648
Capital outlay	61,805	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>61,805</u>	<u>5,656</u>	<u>30,000</u>	<u>6,208</u>	<u>-</u>	<u>9,671</u>	<u>16,648</u>
Excess (deficiency) of receipts over disbursements	<u>2,703</u>	<u>(940)</u>	<u>-</u>	<u>(6,208)</u>	<u>-</u>	<u>1,985</u>	<u>(8,612)</u>
Cash and investments - ending	<u>\$ 2,703</u>	<u>\$ 2,859</u>	<u>\$ -</u>	<u>\$ 2,863</u>	<u>\$ 1,053</u>	<u>\$ 28,038</u>	<u>\$ 3,623</u>

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

	DONATION WIRTH PARK	RIVERBOAT WAGERING	CUM. CAPITAL IMPROVEMENT	POLICE PENSION	CINERGY	DONATIONS
Cash and investments - beginning	\$ 27,773	\$ 72,388	\$ 30,971	\$ 7,685	\$ 807	\$ 7,084
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	16,196	7,432	-	-	-
Other receipts	39,341	-	-	-	3,863	1,342,007
Total receipts	<u>39,341</u>	<u>16,196</u>	<u>7,432</u>	<u>-</u>	<u>3,863</u>	<u>1,342,007</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	9,653	-	507	-	-	-
Other services and charges	-	660	-	-	2,847	1,340,924
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	<u>9,653</u>	<u>660</u>	<u>507</u>	<u>-</u>	<u>2,847</u>	<u>1,340,924</u>
Excess (deficiency) of receipts over disbursements	<u>29,688</u>	<u>15,536</u>	<u>6,925</u>	<u>-</u>	<u>1,016</u>	<u>1,083</u>
Cash and investments - ending	<u>\$ 57,461</u>	<u>\$ 87,924</u>	<u>\$ 37,896</u>	<u>\$ 7,685</u>	<u>\$ 1,823</u>	<u>\$ 8,167</u>

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

	STORM WATER GRANT	PAYROLL	MICROENTERPRISE GRANT	SEWER O&M & IMPROVEMENT	SEWER DEPOSITS	SEWER CUSTOMER DEPOSITS
Cash and investments - beginning	\$ -	\$ 13,862	\$ 38	\$ 181,873	\$ 33,770	\$ 12,000
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	108,250	-	-	-	-	-
Other receipts	-	601,175	-	575,112	21,660	-
Total receipts	<u>108,250</u>	<u>601,175</u>	<u>-</u>	<u>575,112</u>	<u>21,660</u>	<u>-</u>
Disbursements:						
Personal services	-	459,640	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	108,250	-	-	294	-	-
Utility operating expenses	-	-	-	395,657	13,800	-
Other disbursements	-	141,379	-	90,960	-	-
Total disbursements	<u>108,250</u>	<u>601,019</u>	<u>-</u>	<u>486,911</u>	<u>13,800</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>156</u>	<u>-</u>	<u>88,201</u>	<u>7,860</u>	<u>-</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 14,018</u>	<u>\$ 38</u>	<u>\$ 270,074</u>	<u>\$ 41,630</u>	<u>\$ 12,000</u>

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

	SEWER DEBT SERVICE RESERVE INVESTMENT	SEWER BOND & INTEREST	WASTEWATER GRANT 2011	SEWER ASSET MANAGEMENT RESERVE	SEWER DEBT SERVICE RESERVE	#1 WATER OPERATING
Cash and investments - beginning	\$ 81,500	\$ -	\$ -	\$ -	\$ -	\$ 284,044
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	3,904,225	-	-	-
Other receipts	-	90,989	-	22,227	7,601	878,889
Total receipts	-	90,989	3,904,225	22,227	7,601	878,889
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	162	3,903,854	-	-	44,458
Utility operating expenses	-	-	-	-	-	613,175
Other disbursements	-	-	-	-	-	80,400
Total disbursements	-	162	3,903,854	-	-	738,033
Excess (deficiency) of receipts over disbursements	-	90,827	371	22,227	7,601	140,856
Cash and investments - ending	\$ 81,500	\$ 90,827	\$ 371	\$ 22,227	\$ 7,601	\$ 424,900

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

	#4 WATER DEPOSITS	WATER CUSTOMER DEPOSIT	WATER DEBT SERVICE RESERVE	#2 WATER IMPROVEMENT	WATER BOND & INTEREST	Totals
Cash and investments - beginning	\$ 19,175	\$ 34,000	\$ 80,500	\$ 680	\$ 42,229	\$ 1,242,296
Receipts:						
Taxes	-	-	-	-	-	393,356
Licenses and permits	-	-	-	-	-	4,716
Intergovernmental	-	-	-	-	-	4,329,488
Other receipts	15,000	-	-	-	80,420	3,772,794
Total receipts	<u>15,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>80,420</u>	<u>8,500,354</u>
Disbursements:						
Personal services	-	-	-	-	-	800,921
Supplies	-	-	-	-	-	146,697
Other services and charges	-	-	-	-	-	1,459,818
Debt service - principal and interest	-	-	-	-	80,122	96,770
Capital outlay	-	-	-	-	-	4,177,946
Utility operating expenses	9,655	-	-	-	-	1,032,287
Other disbursements	-	-	-	-	-	312,818
Total disbursements	<u>9,655</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>80,122</u>	<u>8,027,257</u>
Excess (deficiency) of receipts over disbursements	<u>5,345</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>298</u>	<u>473,097</u>
Cash and investments - ending	<u>\$ 24,520</u>	<u>\$ 34,000</u>	<u>\$ 80,500</u>	<u>\$ 680</u>	<u>\$ 42,527</u>	<u>\$ 1,715,393</u>

CITY OF OAKLAND CITY  
 SCHEDULE OF PAYABLES AND RECEIVABLES  
 December 31, 2011

Government or Enterprise	Accounts Payable	Accounts Receivable
Governmental activities	\$ 17,563	\$ 5,000
Wastewater	5,547	79,521
Water	23,497	16,592
Totals	\$ 46,607	\$ 101,113

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

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities: PNC - Equipment Finance	POLICE CAR	\$ 6,108	06-01-08	06-01-12
Total of annual lease payments		<u>\$ 6,108</u>		

Type	Description of Debt Purpose	Ending Principal Balance	Principal and Interest Due Within One Year	Fund/ Department
Governmental activities: General obligation bonds	FIRE DEPT BUILDING	\$ 88,819	\$ 18,006	Fire Bldg Debt Service
General obligation bonds	STORMWATER IMPROVEMENT	<u>63,000</u>	<u>44,000</u>	EDIT
Total governmental activities		<u>151,819</u>	<u>62,006</u>	
Wastewater: 2011 Revenue bonds	WASTEWATER IMPROVEMENTS	<u>4,260,000</u>	-	Wastewater Bond & Interest
Water: 2002 Revenue bonds	WATER IMPROVEMENTS	<u>749,000</u>	<u>80,094</u>	Water Bond & Interest
Totals		<u>\$ 5,160,819</u>	<u>\$ 142,100</u>	

CITY OF OAKLAND CITY  
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	\$ 558,700
Buildings	547,010
Improvements other than buildings	154,870
Machinery, equipment and vehicles	513,943
Total governmental activities	1,774,523
Wastewater:	
Buildings	1,588,742
Improvements other than buildings	944,861
Machinery, equipment and vehicles	2,284,230
Construction in progress	6,200,000
Total Wastewater	11,017,833
Water:	
Buildings	291,240
Improvements other than buildings	1,880,686
Machinery, equipment and vehicles	133,582
Total Water	2,305,508
Total capital assets	\$ 15,097,864

CITY OF OAKLAND CITY  
AUDIT RESULTS AND COMMENTS

**APPROPRIATIONS (Applies to City)**

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>
Park & Recreation	2011	\$ 11,149
Rainy Day	2011	1,208
Fire Bldg, Debt Service	2011	10

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."

**OVERDRAWN FUND BALANCE (Applies to City)**

The Wirth Park Fund was overdrawn in 2011.

The fund 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)

**UTILITY RECEIPTS TAX (Applies to Water Utility)**

The Water Utility did not properly compute the utility receipts tax payable to the Indiana Department of Revenue during the audit period. Two of the four estimated payments were submitted after their due dates.

All questions on the utility receipts tax should be directed to the Indiana Department of Revenue at (317) 615-2662.

Generally, retail receipts from all utility services consumed within Indiana are subject to the utility receipts tax regardless of the point of generation or transmission across state lines. Receipts from the provision of mobile telecommunication service are subject to utility receipts tax to the extent that the receipts are sourced to Indiana pursuant to IC 6-8.1-15. However, gross receipts received by a political subdivision for sewage and sewage service are not subject to the tax. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

**ERRORS ON CLAIMS**

The following deficiencies were noted on claims during the audit period:

1. All claims were not signed by the fiscal officer.
2. All claims did not have board approval.

CITY OF OAKLAND CITY  
AUDIT RESULTS AND COMMENTS  
(Continued)

Indiana Code 5-11-10-1.6 states in part:

"(b) As used in this section, 'claim' means a bill or an invoice submitted to a governmental entity for goods or services.

(c) The fiscal officer of a governmental entity may not draw a warrant or check for payment of a claim unless:

- (1) there is a fully itemized invoice or bill for the claim;
- (2) the invoice or bill is approved by the officer or person receiving the goods and services;
- (3) the invoice or bill is filed with the governmental entity's fiscal officer;
- (4) the fiscal officer audits and certifies before payment that the invoice or bill is true and correct; and
- (5) payment of the claim is allowed by the governmental entity's legislative body or the board or official having jurisdiction over allowance of payment of the claim."

***SALES TAX (Applies to Water Utility)***

The Water Utility did not have sales tax exemption certificates on file for all customers not paying sales tax for utility services.

Sales to all governmental agencies, manufacturers for production purposes, farmers for agricultural purposes, religious, charitable and educational organizations are exempt from the gross retail sales tax when tangible personal property, utility service or commodities are used predominantly for the purpose for which exempt. However, in order to qualify for exemption any governmental agency or any other exempt purchaser must file an exemption certificate with the city, town or utility. Also, receipts from installing, constructing, servicing or removing tangible personal property used in connection with the furnishing of utility services are exempt.

Collections by a city or town from the retail sale of tangible property, utility service, or commodities in the performance of private or proprietary activities are subject to sales tax. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

All questions concerning the law or procedure for paying and collecting sales tax should be directed to the Indiana Department of Revenue, Sales Tax Division. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

***PENALTIES, INTEREST, AND OTHER CHARGES (Applies to City)***

In some cases, withholding taxes were not paid in a timely fashion and the W-2s were not filed electronically by the due date.

Penalty of \$440.00 was paid to the Indiana Department of Revenue Service on November 17, 2011 for filing the W-2s past the due date.

CITY OF OAKLAND CITY  
AUDIT RESULTS AND COMMENTS  
(Continued)

Penalties and interest totaling \$66.24 were paid to the Indiana Department of Revenue on July 10, 2012 for the period ending December 31, 2011 for late payment of state and local withholding taxes.

Officials and employees have the duty to pay claims and remit taxes in a timely fashion. Failure to pay claims or remit taxes in a timely manner could be an indicator of serious financial problems which should be investigated by the governmental unit.

Additionally officials and employees have a responsibility to perform duties in a manner which would not result in any unreasonable fees being assessed against the governmental unit.

Any penalties, interest or other charges paid by the governmental unit may be the personal obligation of the responsible official or employee.

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

***SERVICE AND TIME RECORDS***

Employee time, attendance, or service records were not maintained for all employees and presented for audit.

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)

(This page intentionally left blank.)

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](http://www.in.gov/sboa)

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

TO: THE OFFICIALS OF THE CITY OF OAKLAND CITY, GIBSON COUNTY, INDIANA

Compliance

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

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

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

Internal Control Over Compliance

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

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

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

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

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

STATE BOARD OF ACCOUNTS

July 16, 2012

(This page intentionally left blank.)

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

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

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

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. DEPARTMENT OF AGRICULTURE</u>			
Direct Loan			
ARRA - Water and Waste Disposal Systems for Rural Communities Wastewater System Improvements	10.781	FY2011	\$ 2,570,293
Total for federal grantor agency			<u>2,570,293</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	DR2-09-092 DR2-09-194 CF-10-213 PL-09-042	1,315,115 108,250 50,400 30,000
Total for federal grantor agency			<u>1,503,765</u>
Total federal awards expended			<u>\$ 4,074,058</u>

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

CITY OF OAKLAND CITY  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

**Note 1. Basis of Presentation**

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

**Note 2. Loan Outstanding**

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

Program Title	Federal CFDA Number	2011
ARRA - Water and Waste Disposal Systems for Rural Communities Wastewater System Improvements	10.781	<u>\$ 2,570,600</u>

CITY OF OAKLAND CITY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

**Section I – Summary of Auditor's Results**

Financial Statement:

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

Federal Awards:

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

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
10.781	ARRA - Water and Waste Disposal Systems for Rural Communities Wastewater System Improvements
	CDBG – State-Administered CDBG Cluster

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

Auditee qualified as low-risk auditee? no

**Section II – Financial Statement Findings**

No matters are reportable.

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

No matters are reportable.

CITY OF OAKLAND CITY  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

CITY OF OAKLAND CITY  
EXIT CONFERENCE

The contents of this report were discussed on July 16, 2012, with Brenda Willis, Clerk Treasurer; and Jerry Richardson, President of the Common Council. The officials concurred with our audit findings.

Separate telephone exit conferences were held with Hugh Wirth, Mayor, and Council members: Darrell Corn, Mark Broshears, Bret Kramer and Emmitt Williams.