

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

FINANCIAL STATEMENTS AND  
FEDERAL SINGLE AUDIT REPORT  
OF

TOWN OF GEORGETOWN  
FLOYD COUNTY, INDIANA

January 1, 2010 to December 31, 2011



**FILED**

09/12/2012



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### SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Douglas E. Cook	01-01-08 to 12-31-15
President of the Town Council	Billy W. Stewart Mike Mills	01-01-10 to 12-31-11 01-01-12 to 12-31-12
Public Works Director	Jimmy D. Reynolds	01-01-10 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 GEORGETOWN, FLOYD COUNTY, INDIANA

We have audited the accompanying financial statements of the Town of Georgetown (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 August 9, 2012, on our consideration of the Town's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

Our audit was conducted for the purpose of forming 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.

INDEPENDENT AUDITOR'S REPORT  
(Continued)

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

August 9, 2012



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

TO: THE OFFICIALS OF THE TOWN OF GEORGETOWN, FLOYD COUNTY, INDIANA

We have audited the financial statements of the Town of Georgetown (Town), for the years ended December 31, 2010 and 2011, and have issued our report thereon dated August 9, 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 THE 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

August 9, 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 GEORGETOWN  
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	\$ 205,854	\$ 528,404	\$ 390,084	\$ 344,174
Motor Vehicle Highway	33,847	61,927	54,861	40,913
Local Road And Street	25,897	35,436	26,031	35,302
Donations	682	229	446	465
WWTP ARRA Grant	-	2,722,456	2,722,456	-
Law Enforcement Continuing Education	3,664	2,297	1,764	4,197
Riverboat	63,727	47,277	21,377	89,627
Parks And Recreation	1,400	18,788	18,883	1,305
Rainy Day	67,989	18,506	-	86,495
DUI	931	-	-	931
Cumulative Capital Improvement	3,524	6,521	1,747	8,298
Cedit Capital Projects	90,027	56,743	46,496	100,274
Payroll	12,277	666,112	677,511	878
Broadband - Operating	480	31,414	31,894	-
Broadband - Customer Deposit	2,800	100	1,750	1,150
Storm Water Utility - Operating	4,325	89,733	41,043	53,015
Trash Utility - Operating	29,323	231,811	219,481	41,653
Wastewater Utility - Operating	135,147	2,155,318	1,777,558	512,907
Wastewater Utility - Bond And Interest	50,000	217,466	198,627	68,839
Wastewater Utility - Customer Deposit	72,104	15,252	8,753	78,603
Wastewater Utility - Improvement	2,195	88,322	-	90,517
SRF Debt Service	184,490	4,857	-	189,347
Water Utility - Operating	89,187	2,066,654	2,125,925	29,916
Water Utility - Bond And Interest	99,750	116,585	114,970	101,365
Water Utility - Customer Deposit	92,375	10,949	8,089	95,235
Water Utility - Construction	2,700	247,202	168,011	81,891
Water Utility - Debt Reserve	120,976	-	3,866	117,110
Water Utility - SRF Construction	1,577	-	-	1,577
Totals	<u>\$ 1,397,248</u>	<u>\$ 9,440,359</u>	<u>\$ 8,661,623</u>	<u>\$ 2,175,984</u>

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

TOWN OF GEORGETOWN  
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	\$ 344,174	\$ 418,840	\$ 429,697	\$ 333,317
Motor Vehicle Highway	40,913	62,299	66,742	36,470
Local Road And Street	35,302	27,922	32,308	30,916
Law Enforcement Continuing Education	4,197	2,797	2,299	4,695
Riverboat	89,627	47,053	35,203	101,477
Parks And Recreation	1,305	19,350	17,444	3,211
Rainy Day	86,495	-	30,000	56,495
Cumulative Capital Improvement	8,298	6,395	-	14,693
Cedit Capital Projects	100,274	47,606	-	147,880
Donations	465	410	457	418
WWTP ARRA Grant	-	763,595	763,595	-
DUI	931	-	-	931
Payroll	878	665,135	665,402	611
Broadband - Operating	-	18,730	15,164	3,566
Broadband - Customer Deposit	1,150	-	1,150	-
Storm Water Utility - Operating	53,015	14,968	65,840	2,143
Trash Utility - Operating	41,653	244,477	233,621	52,509
Wastewater Utility - Operating	512,907	1,147,815	1,330,140	330,582
Wastewater Utility - Bond And Interest	68,839	204,111	206,931	66,019
Wastewater Utility - Customer Deposit	78,603	16,236	11,438	83,401
Wastewater Utility - Improvement	90,517	76,116	-	166,633
SRF Debt Reserve	189,347	5,269	-	194,616
Water Utility - Operating	29,916	2,107,004	2,122,303	14,617
Water Utility - Bond And Interest	101,365	116,680	211,992	6,053
Water Utility - Customer Deposit	95,235	10,839	9,830	96,244
Water Utility - Construction	81,891	7,637	89,528	-
Water Utility - Debt Reserve	117,110	-	-	117,110
Water Utility - SRF Construction	1,577	-	-	1,577
Totals	<u>\$ 2,175,984</u>	<u>\$ 6,031,284</u>	<u>\$ 6,341,084</u>	<u>\$ 1,866,184</u>

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

TOWN OF GEORGETOWN  
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, storm water, trash, and broadband.

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 GEORGETOWN  
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.

Penalties which include fees received for late payments.

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

*E. Disbursements*

Disbursements are presented in the aggregate on the face of the financial statements. The aggregate disbursements 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.

TOWN OF GEORGETOWN  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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

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

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

*F. Interfund Transfers*

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

*G. Fund Accounting*

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

**Note 2. Budgets**

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

**Note 3. Property Taxes**

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

TOWN OF GEORGETOWN  
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.

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## SUPPLEMENTARY INFORMATION – UNAUDITED

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

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

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

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

TOWN OF GEORGETOWN  
 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	Donations	WWTP ARRA Grant	Law Enforcement Continuing Education	Riverboat	Parks And Recreation
Cash and investments - beginning	\$ 205,854	\$ 33,847	\$ 25,897	\$ 682	\$ -	\$ 3,664	\$ 63,727	\$ 1,400
Receipts:								
Taxes	333,738	-	-	-	-	-	-	-
Licenses and permits	27,657	-	-	-	-	-	-	-
Intergovernmental	121,550	61,840	35,436	-	2,722,456	-	47,277	-
Charges for services	30,569	-	-	-	-	1,387	-	18,788
Utility fees	-	-	-	-	-	-	-	-
Other receipts	14,890	87	-	229	-	910	-	-
Total receipts	<u>528,404</u>	<u>61,927</u>	<u>35,436</u>	<u>229</u>	<u>2,722,456</u>	<u>2,297</u>	<u>47,277</u>	<u>18,788</u>
Disbursements:								
Personal services	267,313	30,304	-	-	-	-	4,985	14
Supplies	38,497	4,380	26,031	446	-	1,264	6,429	3,632
Other services and charges	69,311	20,177	-	-	-	500	4,930	15,237
Debt service - principal and interest	-	-	-	-	-	-	-	-
Capital outlay	14,963	-	-	-	2,722,456	-	5,033	-
Utility operating expenses	-	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-	-
Total disbursements	<u>390,084</u>	<u>54,861</u>	<u>26,031</u>	<u>446</u>	<u>2,722,456</u>	<u>1,764</u>	<u>21,377</u>	<u>18,883</u>
Excess (deficiency) of receipts over disbursements	<u>138,320</u>	<u>7,066</u>	<u>9,405</u>	<u>(217)</u>	<u>-</u>	<u>533</u>	<u>25,900</u>	<u>(95)</u>
Cash and investments - ending	<u>\$ 344,174</u>	<u>\$ 40,913</u>	<u>\$ 35,302</u>	<u>\$ 465</u>	<u>\$ -</u>	<u>\$ 4,197</u>	<u>\$ 89,627</u>	<u>\$ 1,305</u>

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

	Rainy Day	DUJ	Cumulative Capital Improvement	Cedit Capital Projects	Payroll	Broadband Operating	Broadband Broadband Customer Deposit
Cash and investments - beginning	\$ 67,989	\$ 931	\$ 3,524	\$ 90,027	\$ 12,277	\$ 480	\$ 2,800
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	18,506	-	6,521	56,743	-	-	-
Charges for services	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	70	-
Other receipts	-	-	-	-	666,112	31,344	100
Total receipts	<u>18,506</u>	<u>-</u>	<u>6,521</u>	<u>56,743</u>	<u>666,112</u>	<u>31,414</u>	<u>100</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	1,747	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	46,496	-	9,633	-
Utility operating expenses	-	-	-	-	-	9,568	1,750
Other disbursements	-	-	-	-	677,511	12,693	-
Total disbursements	<u>-</u>	<u>-</u>	<u>1,747</u>	<u>46,496</u>	<u>677,511</u>	<u>31,894</u>	<u>1,750</u>
Excess (deficiency) of receipts over disbursements	<u>18,506</u>	<u>-</u>	<u>4,774</u>	<u>10,247</u>	<u>(11,399)</u>	<u>(480)</u>	<u>(1,650)</u>
Cash and investments - ending	<u>\$ 86,495</u>	<u>\$ 931</u>	<u>\$ 8,298</u>	<u>\$ 100,274</u>	<u>\$ 878</u>	<u>\$ -</u>	<u>\$ 1,150</u>

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

	Storm Water Storm Water Utility Operating	Trash Trash Utility Operating	Wastewater Wastewater Utility Operating	Wastewater Utility Bond And And Interest	Wastewater Wastewater Utility Customer Deposit	Wastewater Wastewater Utility Improvement	SRF Debt Reserve
Cash and investments - beginning	\$ 4,325	\$ 29,323	\$ 135,147	\$ 50,000	\$ 72,104	\$ 2,195	\$ 184,490
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	36,341	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Utility fees	-	2,628	-	1	-	-	28
Other receipts	89,733	229,183	2,118,977	217,465	15,252	88,322	4,829
Total receipts	89,733	231,811	2,155,318	217,466	15,252	88,322	4,857
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	184,490	196,371	-	-	-
Capital outlay	-	18,917	82,559	-	-	-	-
Utility operating expenses	39,993	157,737	782,854	2,256	8,700	-	-
Other disbursements	1,050	42,827	727,655	-	53	-	-
Total disbursements	41,043	219,481	1,777,558	198,627	8,753	-	-
Excess (deficiency) of receipts over disbursements	48,690	12,330	377,760	18,839	6,499	88,322	4,857
Cash and investments - ending	\$ 53,015	\$ 41,653	\$ 512,907	\$ 68,839	\$ 78,603	\$ 90,517	\$ 189,347

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

	Water Utility Operating	Water Utility Bond And And Interest	Water Water Utility Customer Deposit	Water Water Utility Construction	Water Water Utility Debt Reserve	Water Water Utility SRF Construction	Totals
Cash and investments - beginning	\$ 89,187	\$ 99,750	\$ 92,375	\$ 2,700	\$ 120,976	\$ 1,577	\$ 1,397,248
Receipts:							
Taxes	-	-	-	-	-	-	333,738
Licenses and permits	-	-	-	-	-	-	27,657
Intergovernmental	-	-	-	-	-	-	3,106,670
Charges for services	-	-	-	-	-	-	50,744
Utility fees	640,619	-	-	-	-	-	643,346
Other receipts	1,426,035	116,585	10,949	247,202	-	-	5,278,204
Total receipts	<u>2,066,654</u>	<u>116,585</u>	<u>10,949</u>	<u>247,202</u>	<u>-</u>	<u>-</u>	<u>9,440,359</u>
Disbursements:							
Personal services	-	-	-	-	-	-	302,616
Supplies	-	-	-	-	-	-	80,679
Other services and charges	-	-	-	-	-	-	111,902
Debt service - principal and interest	-	114,970	-	-	-	-	495,831
Capital outlay	21,910	-	-	80,962	-	-	3,002,929
Utility operating expenses	540,335	-	7,939	-	-	-	1,551,132
Other disbursements	1,563,680	-	150	87,049	3,866	-	3,116,534
Total disbursements	<u>2,125,925</u>	<u>114,970</u>	<u>8,089</u>	<u>168,011</u>	<u>3,866</u>	<u>-</u>	<u>8,661,623</u>
Excess (deficiency) of receipts over disbursements	<u>(59,271)</u>	<u>1,615</u>	<u>2,860</u>	<u>79,191</u>	<u>(3,866)</u>	<u>-</u>	<u>778,736</u>
Cash and investments - ending	<u>\$ 29,916</u>	<u>\$ 101,365</u>	<u>\$ 95,235</u>	<u>\$ 81,891</u>	<u>\$ 117,110</u>	<u>\$ 1,577</u>	<u>\$ 2,175,984</u>

TOWN OF GEORGETOWN  
 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	Parks And Recreation	Rainy Day	Cumulative Capital Improvement
Cash and investments - beginning	\$ 344,174	\$ 40,913	\$ 35,302	\$ 4,197	\$ 89,627	\$ 1,305	\$ 86,495	\$ 8,298
Receipts:								
Taxes	271,861	-	-	-	33,116	-	-	-
Licenses and permits	25,413	-	-	1,942	-	-	-	-
Intergovernmental	83,800	62,299	27,922	-	13,937	-	-	6,395
Charges for services	-	-	-	477	-	19,350	-	-
Fines and forfeits	-	-	-	378	-	-	-	-
Utility fees	-	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-	-
Other receipts	37,766	-	-	-	-	-	-	-
Total receipts	<u>418,840</u>	<u>62,299</u>	<u>27,922</u>	<u>2,797</u>	<u>47,053</u>	<u>19,350</u>	<u>-</u>	<u>6,395</u>
Disbursements:								
Personal services	292,085	27,771	-	-	3,832	-	-	-
Supplies	36,783	2,359	13,891	2,299	1,485	2,589	-	-
Other services and charges	95,225	25,204	11,032	-	8,483	14,755	-	-
Debt service - principal and interest	-	-	-	-	-	-	-	-
Capital outlay	5,604	11,408	7,385	-	21,403	100	-	-
Utility operating expenses	-	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	30,000	-
Total disbursements	<u>429,697</u>	<u>66,742</u>	<u>32,308</u>	<u>2,299</u>	<u>35,203</u>	<u>17,444</u>	<u>30,000</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(10,857)</u>	<u>(4,443)</u>	<u>(4,386)</u>	<u>498</u>	<u>11,850</u>	<u>1,906</u>	<u>(30,000)</u>	<u>6,395</u>
Cash and investments - ending	<u>\$ 333,317</u>	<u>\$ 36,470</u>	<u>\$ 30,916</u>	<u>\$ 4,695</u>	<u>\$ 101,477</u>	<u>\$ 3,211</u>	<u>\$ 56,495</u>	<u>\$ 14,693</u>

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

	Cedit Capital Projects	Donations	WWTP ARRA Grant	DUI	Payroll	Broadband Operating	Broadband Customer Deposit
Cash and investments - beginning	\$ 100,274	\$ 465	\$ -	\$ 931	\$ 878	\$ -	\$ 1,150
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	47,606	-	763,595	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	-	410	-	-	665,135	18,730	-
Total receipts	47,606	410	763,595	-	665,135	18,730	-
Disbursements:							
Personal services	-	-	-	-	665,402	-	-
Supplies	-	-	-	-	-	12	-
Other services and charges	-	457	763,595	-	-	2,495	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	9,657	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	3,000	1,150
Total disbursements	-	457	763,595	-	665,402	15,164	1,150
Excess (deficiency) of receipts over disbursements	47,606	(47)	-	-	(267)	3,566	(1,150)
Cash and investments - ending	\$ 147,880	\$ 418	\$ -	\$ 931	\$ 611	\$ 3,566	\$ -

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

	Storm Water Utility Operating	Trash Utility Operating	Wastewater Utility Operating	Wastewater Utility Bond And And Interest	Wastewater Utility Customer Deposit	Wastewater Utility Improvement	SRF Debt Reserve
Cash and investments - beginning	\$ 53,015	\$ 41,653	\$ 512,907	\$ 68,839	\$ 78,603	\$ 90,517	\$ 189,347
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	76,230	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	14,968	244,477	1,071,585	204,111	16,236	76,116	5,269
Total receipts	<u>14,968</u>	<u>244,477</u>	<u>1,147,815</u>	<u>204,111</u>	<u>16,236</u>	<u>76,116</u>	<u>5,269</u>
Disbursements:							
Personal services	-	129,314	-	-	-	-	-
Supplies	-	23,662	-	-	-	-	-
Other services and charges	-	78,555	-	-	-	-	-
Debt service - principal and interest	-	-	-	206,931	-	-	-
Capital outlay	-	2,090	15,186	-	-	-	-
Utility operating expenses	65,840	-	1,029,758	-	-	-	-
Other disbursements	-	-	285,196	-	11,438	-	-
Total disbursements	<u>65,840</u>	<u>233,621</u>	<u>1,330,140</u>	<u>206,931</u>	<u>11,438</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(50,872)</u>	<u>10,856</u>	<u>(182,325)</u>	<u>(2,820)</u>	<u>4,798</u>	<u>76,116</u>	<u>5,269</u>
Cash and investments - ending	<u>\$ 2,143</u>	<u>\$ 52,509</u>	<u>\$ 330,582</u>	<u>\$ 66,019</u>	<u>\$ 83,401</u>	<u>\$ 166,633</u>	<u>\$ 194,616</u>

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

	Water Utility Operating	Water Utility Bond And And Interest	Water Utility Customer Deposit	Water Utility Construction	Water Utility Debt Reserve	Water Utility SRF Construction	Totals
Cash and investments - beginning	\$ 29,916	\$ 101,365	\$ 95,235	\$ 81,891	\$ 117,110	\$ 1,577	\$ 2,175,984
Receipts:							
Taxes	-	-	-	-	-	-	304,977
Licenses and permits	-	-	-	-	-	-	27,355
Intergovernmental	-	-	-	-	-	-	1,005,554
Charges for services	-	-	-	-	-	-	19,827
Fines and forfeits	-	-	-	-	-	-	378
Utility fees	1,998,147	-	-	-	-	-	2,074,377
Penalties	5,933	-	-	-	-	-	5,933
Other receipts	102,924	116,680	10,839	7,637	-	-	2,592,883
Total receipts	<u>2,107,004</u>	<u>116,680</u>	<u>10,839</u>	<u>7,637</u>	<u>-</u>	<u>-</u>	<u>6,031,284</u>
Disbursements:							
Personal services	-	-	-	-	-	-	1,118,404
Supplies	-	-	-	-	-	-	83,080
Other services and charges	-	-	-	-	-	-	999,801
Debt service - principal and interest	-	211,992	-	-	-	-	418,923
Capital outlay	1,893	-	-	-	-	-	74,726
Utility operating expenses	649,560	-	-	26,847	-	-	1,772,005
Other disbursements	1,470,850	-	9,830	62,681	-	-	1,874,145
Total disbursements	<u>2,122,303</u>	<u>211,992</u>	<u>9,830</u>	<u>89,528</u>	<u>-</u>	<u>-</u>	<u>6,341,084</u>
Excess (deficiency) of receipts over disbursements	<u>(15,299)</u>	<u>(95,312)</u>	<u>1,009</u>	<u>(81,891)</u>	<u>-</u>	<u>-</u>	<u>(309,800)</u>
Cash and investments - ending	<u>\$ 14,617</u>	<u>\$ 6,053</u>	<u>\$ 96,244</u>	<u>\$ -</u>	<u>\$ 117,110</u>	<u>\$ 1,577</u>	<u>\$ 1,866,184</u>

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

Government or Enterprise	Accounts Payable	Accounts Receivable
Governmental activities	\$ 38,633	\$ -
Internet	-	203
Storm Water	30	573
Trash	6,292	8,713
Wastewater	9,267	135,373
Water	<u>34,202</u>	<u>15,694</u>
Totals	<u>\$ 88,424</u>	<u>\$ 160,556</u>

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

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities: German American Bancorp	Vehicles and Equipment	<u>\$ 30,792</u>	12-15-10	12-15-15
Trash: German American Bancorp	Vehicles and Equipment	<u>1,813</u>	12-15-10	12-15-15
Wastewater: German American Bancorp	Vehicles and Equipment	<u>8,588</u>	12-15-10	12-15-15
Water: German American Bancorp	Vehicles and Equipment	<u>5,121</u>	12-15-10	12-15-15
Total of annual lease payments		<u>\$ 46,314</u>		

Description of Debt		Ending Principal Balance	Principal and Interest Due Within One Year
Type	Purpose		
Wastewater:			
General obligation bonds	Sewer System	\$ 1,545,000	\$ 174,890
General obligation bonds	Sewer System	<u>214,000</u>	<u>26,478</u>
Total Wastewater		<u>1,759,000</u>	<u>201,368</u>
Water:			
General obligation bonds	Water System Improvements	<u>940,933</u>	<u>116,696</u>
Totals		<u>\$ 2,699,933</u>	<u>\$ 318,064</u>

TOWN OF GEORGETOWN  
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	\$ 8,000
Infrastructure	1,938,289
Buildings	249,624
Improvements other than buildings	76,143
Machinery, equipment and vehicles	999,575
Total governmental activities	3,271,631
Storm Water:	
Infrastructure	268,122
Trash:	
Machinery, equipment and vehicles	10,010
Wastewater:	
Land	366,000
Infrastructure	7,645,180
Buildings	3,294,100
Improvements other than buildings	12,200
Total Wastewater	11,317,480
Water:	
Land	36,340
Infrastructure	6,791,603
Buildings	741,867
Total Water	7,569,810
Total capital assets	\$ 22,437,053

TOWN OF GEORGETOWN  
AUDIT RESULT AND COMMENT

***LOANS FROM WATER UTILITY CONSTRUCTION FUND***

In 2008, the Town reached a release agreement with Discernity, LLC to discontinue providing internet service through the Town. The agreement required a lump sum payment by the Town in the amount of \$95,048.28. The Town's Broadband Utility did not have sufficient funds on hand to pay the settlement amount. Therefore, the Town adopted the following ordinances:

1. On June 30, 2008, the Town Council adopted Ordinance #G-08-17 authorizing the transfer of \$75,000 from the Water Construction Fund to the Internet Fund (Broadband Utility).
2. In December 2009 the Town Council adopted Ordinance #G-09-12 authorizing the transfer of \$11,000 from the Water Construction Fund to the Internet Fund (Broadband Utility).
3. On December 13, 2010, the Town Council adopted Ordinance #G-10-21 authorizing the transfer of a sufficient amount from the Water Construction Fund to the Internet Fund (Broadband Utility) to cover a deficit of \$9,425.28 plus docket items of \$1,956.64, plus amounts as required for ordinary bills received and paid in December 2010.
4. On September 22, 2011, the Town Council adopted Ordinance #G-11-09 repealing the ordinance that created the Water Utility Construction Fund and declared it a dormant fund so it could be closed out. All funds in the Water Utility Construction Fund were to be transferred to the Water Utility Operating Fund.

Since the operations of the Broadband Utility were discontinued and the Water Utility Construction Fund was closed, the amounts transferred cannot be repaid to the appropriate funds.

Indiana Code 8-1.5-3-11(f) states: "A cash reserve fund, if authorized by ordinance, may be used to make loans to another utility owned by the same municipality, for periods not to exceed five (5) years, at any interest rate. The repayment of the loan and interest shall be returned to the cash reserve fund."

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SUPPLEMENTAL AUDIT OF  
FEDERAL AWARDS



**STATE OF INDIANA**  
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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 GEORGETOWN, FLOYD COUNTY, INDIANA

Compliance

We have audited the compliance of the Town of Georgetown (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 its major federal program for the years ended December 31, 2010 and 2011. The Town's major federal program is identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal program is the responsibility of the Town's management. Our responsibility is to express an opinion on the Town's compliance based on our audit.

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

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

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

August 9, 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 GEORGETOWN  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For The Years Ended December 31, 2010 and 2011

Federal Grantor Agency/Pass-Through Entity Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 12-31-10	Total Federal Awards Expended 12-31-11
<u>U.S. ENVIRONMENTAL PROTECTION AGENCY</u>				
Pass-Through-Indiana Finance Authority				
ARRA - Capitalization Grants for Clean Water State Revolving Funds	66.458			
Wastewater Treatment Facility		WW0910622 01	\$ 2,722,456	\$ 763,595
Total federal awards expended			<u>\$ 2,722,456</u>	<u>\$ 763,595</u>

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

TOWN OF GEORGETOWN  
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 Georgetown 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.

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 GEORGETOWN  
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
66.458	ARRA - Capitalization Grants for Clean Water State Revolving Funds

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 GEORGETOWN  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

TOWN OF GEORGETOWN  
EXIT CONFERENCE

The contents of this report were discussed on August 9, 2012, with Douglas E. Cook, Clerk-Treasurer; Kim Sweet, Deputy Clerk-Treasurer; and Mike Mills, President of the Town Council. The officials concurred with the audit finding.