

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

FINANCIAL STATEMENTS EXAMINATION REPORT

OF

TOWN OF LAGRANGE

LAGRANGE COUNTY, INDIANA

January 1, 2010 to December 31, 2011



FILED
10/10/2012

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	2
Independent Accountant's Report.....	3
Financial Statements:	
Statements of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis	6-7
Notes to Financial Statements	8-11
Supplementary Information:	
Combining Schedules of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis	14-23
Schedule of Payables and Receivables	24
Schedule of Leases and Debt	25
Schedule of Capital Assets.....	26
Exit Conference.....	27

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Michael Rowlison	01-01-08 to 12-31-15
President of the Town Council	Terry Helmer Mark W. Eagleson	01-01-10 to 12-31-11 01-01-12 to 12-31-12
Superintendent of Water Utility	Jon Leu	01-01-10 to 12-31-12
Superintendent of Wastewater Utility	Matt Hosier Jeff Moore	01-01-10 to 06-09-10 06-10-10 to 12-31-12



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
302 WEST WASHINGTON STREET
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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE TOWN OF LAGRANGE, LAGRANGE COUNTY, INDIANA

We have examined the accompanying financial statements of the Town of LaGrange (Town), for the years ended December 31, 2010 and 2011. The financial statements are the responsibility of the Town's management. Our responsibility is to express an opinion on the financial statements based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence supporting the financial statements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion.

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.

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.

Our examination 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, as listed in the Table of Contents, are presented for additional analysis and are not required parts of the financial statements. They have not been subjected to the examination procedures applied to 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, and others within the entity 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 6, 2012

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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 LAGRANGE
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	\$ 366,349	\$ 934,494	\$ 869,786	\$ 431,057
Motor Vehicle Highway	315,454	431,860	335,522	411,792
Local Road and Street	28,738	9,715	-	38,453
Cemetery	95,217	218,233	187,184	126,266
Law Enforcement Continuing Education	89,123	3,522	12,294	80,351
Grant Holdings	-	18,540	7,440	11,100
Park and Recreation	112,748	567	15,057	98,258
Rainy Day	280,121	79,686	-	359,807
CEDIT	201,652	138,466	89,500	250,618
Levy Excess	-	3,421	-	3,421
Tax Increment Financing #1 South	1,235	5	-	1,240
Tax Increment Financing #2 North	1,612,309	190,524	350,800	1,452,033
Major Moves	1,639,499	337,170	1,391,023	585,646
Cumulative Capital Development	103,166	36,526	7,501	132,191
Fire Fighting Equipment	147,003	15,340	10,000	152,343
Cumulative Storm Sewer	93,736	45,286	5,667	133,355
General Improvement	17,805	85	-	17,890
Cumulative Capital Improvement	35,386	8,721	955	43,152
Cemetery Endowment	15,224	-	-	15,224
Payroll	3,951	820,844	821,041	3,754
Health Reimbursement	12,055	22,580	28,283	6,352
Wastewater Utility - Cash Operating	(2,479)	522,667	518,016	2,172
Wastewater Utility - Pugi Bond	145,324	175,113	175,161	145,276
Wastewater Utility - Depreciation	28,692	195,663	1,000	223,355
Wastewater Utility - Customer Deposit	29,123	7,028	5,956	30,195
Wastewater Utility - Debt Service Reserve	26,814	18,452	1,000	44,266
Wastewater Utility - Bond and Interest	25,089	18,439	1,000	42,528
Water Utility - Cash Operating	(4,526)	520,042	512,760	2,756
Water Utility - Bond and Interest	-	43,572	35,780	7,792
Water Utility - Depreciation	3,653	38,562	16,417	25,798
Water Utility - Customer Deposit	33,970	6,681	6,065	34,586
Water Utility - Construction	13,634	194,296	100,143	107,787
Water Utility - Debt Service Reserve	-	43,574	35,780	7,794
Totals	<u>\$ 5,470,065</u>	<u>\$ 5,099,674</u>	<u>\$ 5,541,131</u>	<u>\$ 5,028,608</u>

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

TOWN OF LAGRANGE
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	\$ 431,057	\$ 928,659	\$ 1,056,561	\$ 303,155
Motor Vehicle Highway	411,792	334,161	475,437	270,516
Local Road and Street	38,453	9,537	-	47,990
Law Enforcement Continuing Education	80,351	1,274	12,074	69,551
Park and Recreation	98,258	490	14,385	84,363
Rainy Day	359,807	26,512	-	386,319
CEDIT	250,618	157,534	262,480	145,672
Levy Excess	3,421	-	3,421	-
Tax Increment Financing #1 South	1,240	6	-	1,246
Major Moves	585,646	1,741	73,826	513,561
Cumulative Capital Development	132,191	35,842	123,707	44,326
Fire Fighter Equipment	152,343	21,270	15,932	157,681
General Improvement	17,890	77	-	17,967
Cumulative Capital Improvement	43,152	8,572	2,489	49,235
Cemetery	126,266	319,709	185,412	260,563
Grant Holdings	11,100	53,368	64,468	-
Tax Increment Financing #2 North	1,452,033	141,828	277,100	1,316,761
Cumulative Storm Sewer	133,355	45,545	15,050	163,850
Cemetery Endowment	15,224	-	-	15,224
Payroll	3,754	809,511	809,363	3,902
Health Reimbursement	6,352	35,325	35,331	6,346
Wastewater Utility - Operating	2,172	527,056	525,902	3,326
Wastewater Utility - Pugi Bond	145,276	172,939	101,382	216,833
Wastewater Utility - Depreciation	223,355	84,155	48,093	259,417
Wastewater Utility - Customer Deposit	30,195	5,936	5,101	31,030
Wastewater Utility - Debt Service Reserve	44,266	21,889	20,000	46,155
Wastewater Utility - Bond and Interest	42,528	22,889	20,000	45,417
Water Utility - Operating	2,756	523,345	522,047	4,054
Water Utility - Bond and Interest	7,792	47,547	30,910	24,429
Water Utility - Depreciation	25,798	29,104	14,013	40,889
Water Utility - Customer Deposit	34,586	5,970	5,245	35,311
Water Utility - Construction	107,787	195,255	132,820	170,222
Water Utility - Debt Service Reserve	7,794	47,546	30,910	24,430
Totals	<u>\$ 5,028,608</u>	<u>\$ 4,614,592</u>	<u>\$ 4,883,459</u>	<u>\$ 4,759,741</u>

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

TOWN OF LAGRANGE
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, and urban redevelopment and housing.

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

B. Basis of Accounting

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

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

C. Cash and Investments

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

D. Receipts

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

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

TOWN OF LAGRANGE
NOTES TO FINANCIAL STATEMENTS
(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.

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, recycling fees, dog pound fees, park rental fees, cable tv receipts, ordinance violations, fines and fees, bond forfeitures, court costs, and court receipts.

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

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

Penalties which include fees received for late payments.

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

E. Disbursements

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

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

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

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

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

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

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

TOWN OF LAGRANGE
NOTES TO FINANCIAL STATEMENTS
(Continued)

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.

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.

TOWN OF LAGRANGE
NOTES TO FINANCIAL STATEMENTS
(Continued)

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.

Note 6. Pension Plan

Public Employees' Retirement Fund

Plan Description

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

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

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.

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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/.

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 examination. This is a common occurrence in any financial statement examination. The financial information presented in this report is examined information, and the accuracy of such information can be determined by reading the opinion given in the Independent Accountant's Report.

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

TOWN OF LAGRANGE
 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	Cemetery	Law Enforcement Continuing Education	Grant Holdings	Park and Recreation
Cash and investments - beginning	\$ 366,349	\$ 315,454	\$ 28,738	\$ 95,217	\$ 89,123	\$ -	\$ 112,748
Receipts:							
Taxes	398,065	312,571	-	164,300	-	-	-
Intergovernmental	454,124	115,446	9,558	15,394	-	3,540	-
Charges for services	30,481	1,440	-	37,884	-	-	70
Fines and forfeits	17,816	-	-	-	3,115	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	34,008	2,403	157	655	407	15,000	497
Total receipts	<u>934,494</u>	<u>431,860</u>	<u>9,715</u>	<u>218,233</u>	<u>3,522</u>	<u>18,540</u>	<u>567</u>
Disbursements:							
Personal services	424,291	231,252	-	144,786	1,227	3,540	-
Supplies	74,765	43,751	-	25,323	7,115	-	197
Other services and charges	320,660	39,112	-	16,878	1,766	-	14,860
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	30,006	1,407	-	197	2,186	3,900	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	20,064	20,000	-	-	-	-	-
Total disbursements	<u>869,786</u>	<u>335,522</u>	<u>-</u>	<u>187,184</u>	<u>12,294</u>	<u>7,440</u>	<u>15,057</u>
Excess (deficiency) of receipts over disbursements	<u>64,708</u>	<u>96,338</u>	<u>9,715</u>	<u>31,049</u>	<u>(8,772)</u>	<u>11,100</u>	<u>(14,490)</u>
Cash and investments - ending	<u>\$ 431,057</u>	<u>\$ 411,792</u>	<u>\$ 38,453</u>	<u>\$ 126,266</u>	<u>\$ 80,351</u>	<u>\$ 11,100</u>	<u>\$ 98,258</u>

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

	Rainy Day	CEDIT	Levy Excess	Tax Increment Financing #1 South	Tax Increment Financing #2 North	Major Moves	Cumulative Capital Development
Cash and investments - beginning	\$ 280,121	\$ 201,652	\$ -	\$ 1,235	\$ 1,612,309	\$ 1,639,499	\$ 103,166
Receipts:							
Taxes	-	-	-	-	182,996	-	32,860
Intergovernmental	29,224	137,364	-	-	-	-	3,129
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	50,462	1,102	3,421	5	7,528	337,170	537
Total receipts	79,686	138,466	3,421	5	190,524	337,170	36,526
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	10,275	-	-	-	1,391,023	-
Debt service - principal and interest	-	79,225	-	-	-	-	-
Capital outlay	-	-	-	-	350,800	-	2,501
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	5,000
Total disbursements	-	89,500	-	-	350,800	1,391,023	7,501
Excess (deficiency) of receipts over disbursements	79,686	48,966	3,421	5	(160,276)	(1,053,853)	29,025
Cash and investments - ending	\$ 359,807	\$ 250,618	\$ 3,421	\$ 1,240	\$ 1,452,033	\$ 585,646	\$ 132,191

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

	Fire Fighting Equipment	Cumulative Storm Sewer	General Improvement	Cumulative Capital Improvement	Cemetery Endowment	Payroll	Health Reimbursement
Cash and investments - beginning	\$ 147,003	\$ 93,736	\$ 17,805	\$ 35,386	\$ 15,224	\$ 3,951	\$ 12,055
Receipts:							
Taxes	-	40,073	-	-	-	-	-
Intergovernmental	-	3,810	-	8,547	-	-	-
Charges for services	14,610	900	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	730	503	85	174	-	820,844	22,580
Total receipts	<u>15,340</u>	<u>45,286</u>	<u>85</u>	<u>8,721</u>	<u>-</u>	<u>820,844</u>	<u>22,580</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	1,667	-	955	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	10,000	4,000	-	-	-	821,041	28,283
Total disbursements	<u>10,000</u>	<u>5,667</u>	<u>-</u>	<u>955</u>	<u>-</u>	<u>821,041</u>	<u>28,283</u>
Excess (deficiency) of receipts over disbursements	<u>5,340</u>	<u>39,619</u>	<u>85</u>	<u>7,766</u>	<u>-</u>	<u>(197)</u>	<u>(5,703)</u>
Cash and investments - ending	<u>\$ 152,343</u>	<u>\$ 133,355</u>	<u>\$ 17,890</u>	<u>\$ 43,152</u>	<u>\$ 15,224</u>	<u>\$ 3,754</u>	<u>\$ 6,352</u>

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

	Wastewater Utility Cash Operating	Wastewater Utility Pugi Bond	Wastewater Utility Depreciation	Wastewater Utility Customer Deposit	Wastewater Utility Debt Service Reserve	Wastewater Utility Bond And Interest	Water Utility Cash Operating
Cash and investments - beginning	\$ (2,479)	\$ 145,324	\$ 28,692	\$ 29,123	\$ 26,814	\$ 25,089	\$ (4,526)
Receipts:							
Taxes	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	507,172	-	-	-	-	-	282,441
Other receipts	15,495	175,113	195,663	7,028	18,452	18,439	237,601
Total receipts	<u>522,667</u>	<u>175,113</u>	<u>195,663</u>	<u>7,028</u>	<u>18,452</u>	<u>18,439</u>	<u>520,042</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	154,775	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	453,344	-	-	5,956	-	-	336,259
Other disbursements	64,672	20,386	1,000	-	1,000	1,000	176,501
Total disbursements	<u>518,016</u>	<u>175,161</u>	<u>1,000</u>	<u>5,956</u>	<u>1,000</u>	<u>1,000</u>	<u>512,760</u>
Excess (deficiency) of receipts over disbursements	<u>4,651</u>	<u>(48)</u>	<u>194,663</u>	<u>1,072</u>	<u>17,452</u>	<u>17,439</u>	<u>7,282</u>
Cash and investments - ending	<u>\$ 2,172</u>	<u>\$ 145,276</u>	<u>\$ 223,355</u>	<u>\$ 30,195</u>	<u>\$ 44,266</u>	<u>\$ 42,528</u>	<u>\$ 2,756</u>

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

	Water Utility Bond And Interest	Water Utility Depreciation	Water Utility Customer Deposit	Water Utility Construction	Water Utility Debt Service Reserve	Totals
Cash and investments - beginning	\$ -	\$ 3,653	\$ 33,970	\$ 13,634	\$ -	\$ 5,470,065
Receipts:						
Taxes	-	-	-	-	-	1,130,865
Intergovernmental	-	-	-	-	-	780,136
Charges for services	-	-	-	-	-	85,385
Fines and forfeits	-	-	-	-	-	20,931
Utility fees	-	-	-	-	-	789,613
Other receipts	43,572	38,562	6,681	194,296	43,574	2,292,744
Total receipts	<u>43,572</u>	<u>38,562</u>	<u>6,681</u>	<u>194,296</u>	<u>43,574</u>	<u>5,099,674</u>
Disbursements:						
Personal services	-	-	-	-	-	805,096
Supplies	-	-	-	-	-	151,151
Other services and charges	-	-	-	-	-	1,797,196
Debt service - principal and interest	-	-	-	-	32,780	266,780
Capital outlay	-	13,417	-	99,568	-	503,982
Utility operating expenses	-	-	6,065	-	-	801,624
Other disbursements	35,780	3,000	-	575	3,000	1,215,302
Total disbursements	<u>35,780</u>	<u>16,417</u>	<u>6,065</u>	<u>100,143</u>	<u>35,780</u>	<u>5,541,131</u>
Excess (deficiency) of receipts over disbursements	<u>7,792</u>	<u>22,145</u>	<u>616</u>	<u>94,153</u>	<u>7,794</u>	<u>(441,457)</u>
Cash and investments - ending	<u>\$ 7,792</u>	<u>\$ 25,798</u>	<u>\$ 34,586</u>	<u>\$ 107,787</u>	<u>\$ 7,794</u>	<u>\$ 5,028,608</u>

TOWN OF LAGRANGE
 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	Park and Recreation	Rainy Day	CEDIT
Cash and investments - beginning	\$ 431,057	\$ 411,792	\$ 38,453	\$ 80,351	\$ 98,258	\$ 359,807	\$ 250,618
Receipts:							
Taxes	527,489	227,787	-	-	-	-	-
Licenses and permits	11,668	50	-	-	-	-	-
Intergovernmental	334,066	102,437	9,353	-	-	-	105,745
Charges for services	28,642	150	-	-	10	-	-
Fines and forfeits	1,025	-	-	940	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	25,769	3,737	184	334	480	26,512	51,789
Total receipts	<u>928,659</u>	<u>334,161</u>	<u>9,537</u>	<u>1,274</u>	<u>490</u>	<u>26,512</u>	<u>157,534</u>
Disbursements:							
Personal services	438,231	239,024	-	-	1,394	-	-
Supplies	91,243	54,178	-	-	200	-	-
Other services and charges	311,922	38,225	-	5,427	11,823	-	10,275
Debt service - principal and interest	-	-	-	-	-	-	205,505
Capital outlay	215,165	124,010	-	6,647	968	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	20,000	-	-	-	-	46,700
Total disbursements	<u>1,056,561</u>	<u>475,437</u>	<u>-</u>	<u>12,074</u>	<u>14,385</u>	<u>-</u>	<u>262,480</u>
Excess (deficiency) of receipts over disbursements	<u>(127,902)</u>	<u>(141,276)</u>	<u>9,537</u>	<u>(10,800)</u>	<u>(13,895)</u>	<u>26,512</u>	<u>(104,946)</u>
Cash and investments - ending	<u>\$ 303,155</u>	<u>\$ 270,516</u>	<u>\$ 47,990</u>	<u>\$ 69,551</u>	<u>\$ 84,363</u>	<u>\$ 386,319</u>	<u>\$ 145,672</u>

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

	Levy Excess	Tax Increment Financing #1 South	Major Moves	Cumulative Capital Development	Fire Fighter Equipment	General Improvement	Cumulative Capital Improvement
Cash and investments - beginning	\$ 3,421	\$ 1,240	\$ 585,646	\$ 132,191	\$ 152,343	\$ 17,890	\$ 43,152
Receipts:							
Taxes	-	-	-	32,908	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	2,403	-	-	8,383
Charges for services	-	-	-	-	14,978	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	6	1,741	531	6,292	77	189
Total receipts	-	6	1,741	35,842	21,270	77	8,572
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	420	-	-	2,489
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	73,826	123,287	15,432	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	3,421	-	-	-	500	-	-
Total disbursements	3,421	-	73,826	123,707	15,932	-	2,489
Excess (deficiency) of receipts over disbursements	(3,421)	6	(72,085)	(87,865)	5,338	77	6,083
Cash and investments - ending	\$ -	\$ 1,246	\$ 513,561	\$ 44,326	\$ 157,681	\$ 17,967	\$ 49,235

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

	Cemetery	Grant Holdings	Tax Increment Financing #2 North	Cumulative Storm Sewer	Cemetery Endowment	Payroll	Health Reimbursement
Cash and investments - beginning	\$ 126,266	\$ 11,100	\$ 1,452,033	\$ 133,355	\$ 15,224	\$ 3,754	\$ 6,352
Receipts:							
Taxes	266,474	-	136,540	40,133	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	19,462	53,368	-	2,930	-	-	-
Charges for services	33,129	-	-	1,875	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	644	-	5,288	607	-	809,511	35,325
Total receipts	<u>319,709</u>	<u>53,368</u>	<u>141,828</u>	<u>45,545</u>	<u>-</u>	<u>809,511</u>	<u>35,325</u>
Disbursements:							
Personal services	142,052	1,320	-	-	-	809,363	35,331
Supplies	13,590	13,148	-	-	-	-	-
Other services and charges	22,000	50,000	1,000	7,353	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	7,770	-	276,100	2,697	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	5,000	-	-	-
Total disbursements	<u>185,412</u>	<u>64,468</u>	<u>277,100</u>	<u>15,050</u>	<u>-</u>	<u>809,363</u>	<u>35,331</u>
Excess (deficiency) of receipts over disbursements	<u>134,297</u>	<u>(11,100)</u>	<u>(135,272)</u>	<u>30,495</u>	<u>-</u>	<u>148</u>	<u>(6)</u>
Cash and investments - ending	<u>\$ 260,563</u>	<u>\$ -</u>	<u>\$ 1,316,761</u>	<u>\$ 163,850</u>	<u>\$ 15,224</u>	<u>\$ 3,902</u>	<u>\$ 6,346</u>

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

	Wastewater Utility Operating	Wastewater Utility Pugi Bond	Wastewater Utility Depreciation	Wastewater Utility Customer Deposit	Wastewater Utility Debt Service Reserve	Wastewater Utility Bond and Interest	Water Utility Operating
Cash and investments - beginning	\$ 2,172	\$ 145,276	\$ 223,355	\$ 30,195	\$ 44,266	\$ 42,528	\$ 2,756
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	516,606	172,304	82,046	5,895	-	-	516,876
Other receipts	10,450	635	2,109	41	21,889	22,889	6,469
Total receipts	<u>527,056</u>	<u>172,939</u>	<u>84,155</u>	<u>5,936</u>	<u>21,889</u>	<u>22,889</u>	<u>523,345</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	86,040	28,980	-	20,000	20,000	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	480,386	6,090	9,113	-	-	-	405,921
Other disbursements	45,516	9,252	10,000	5,101	-	-	116,126
Total disbursements	<u>525,902</u>	<u>101,382</u>	<u>48,093</u>	<u>5,101</u>	<u>20,000</u>	<u>20,000</u>	<u>522,047</u>
Excess (deficiency) of receipts over disbursements	<u>1,154</u>	<u>71,557</u>	<u>36,062</u>	<u>835</u>	<u>1,889</u>	<u>2,889</u>	<u>1,298</u>
Cash and investments - ending	<u>\$ 3,326</u>	<u>\$ 216,833</u>	<u>\$ 259,417</u>	<u>\$ 31,030</u>	<u>\$ 46,155</u>	<u>\$ 45,417</u>	<u>\$ 4,054</u>

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

	Water Utility Bond and Interest	Water Utility Depreciation	Water Utility Customer Deposit	Water Utility Construction	Water Utility Debt Service Reserve	Totals
Cash and investments - beginning	\$ 7,792	\$ 25,798	\$ 34,586	\$ 107,787	\$ 7,794	\$ 5,028,608
Receipts:						
Taxes	-	-	-	-	-	1,231,331
Licenses and permits	-	-	-	-	-	11,718
Intergovernmental	-	-	-	-	-	638,147
Charges for services	-	-	-	-	-	78,784
Fines and forfeits	-	-	-	-	-	1,965
Utility fees	-	-	5,970	194,054	-	1,493,751
Other receipts	47,547	29,104	-	1,201	47,546	1,158,896
Total receipts	47,547	29,104	5,970	195,255	47,546	4,614,592
Disbursements:						
Personal services	-	-	-	-	-	1,666,715
Supplies	-	-	-	-	-	172,359
Other services and charges	-	-	-	-	-	460,934
Debt service - principal and interest	30,910	-	-	90,000	30,910	512,345
Capital outlay	-	-	-	-	-	845,902
Utility operating expenses	-	11,013	-	8,910	-	921,433
Other disbursements	-	3,000	5,245	33,910	-	303,771
Total disbursements	30,910	14,013	5,245	132,820	30,910	4,883,459
Excess (deficiency) of receipts over disbursements	16,637	15,091	725	62,435	16,636	(268,867)
Cash and investments - ending	\$ 24,429	\$ 40,889	\$ 35,311	\$ 170,222	\$ 24,430	\$ 4,759,741

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

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	\$ 21,080	\$ 2,370
Wastewater	11,991	29,149
Water	<u>4,095</u>	<u>29,602</u>
Totals	<u>\$ 37,166</u>	<u>\$ 61,121</u>

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

Type	Description of Debt Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:			
General obligation bonds	Storm Water Separation Project	\$ 465,000	\$ 32,208
Wastewater:			
Revenue bonds	WASTEWATER PLANT EXPANSION	2,536,000	155,175
Note Payable	LaGrange County Jail Wastewater Line Extension	386,537	-
Total		<u>2,922,537</u>	<u>155,175</u>
Water:			
Revenue bonds	LINE EXTENSION	<u>1,200,000</u>	<u>28,930</u>
Totals		<u>\$ 4,587,537</u>	<u>\$ 216,313</u>

TOWN OF LAGRANGE
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	\$ 461,115
Buildings	1,152,065
Improvements other than buildings	1,092,958
Machinery, equipment and vehicles	2,485,445
Total governmental activities	5,191,583
Wastewater:	
Buildings	1,718,389
Improvements other than buildings	8,032,731
Machinery, equipment and vehicles	1,076,989
Total Wastewater	10,828,109
Water:	
Land	51,300
Buildings	72,929
Improvements other than buildings	2,776,983
Machinery, equipment and vehicles	258,045
Total Water	3,159,257
Total capital assets	\$ 19,178,949

TOWN OF LAGRANGE
EXIT CONFERENCE

The contents of this report were discussed on August 6, 2012, with Michael Rowlison, Clerk-Treasurer, and Mark W. Eagleson, President of Town Council. Our examination disclosed no material items that warrant comment at this time.