

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

CITY OF CROWN POINT
LAKE COUNTY, INDIANA

January 1, 2012 to December 31, 2012



FILED
08/19/2013

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	2
Independent Auditor's Report	3-5
Independent Auditor's 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	6-7
Financial Statement:	
Statement of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis	10-11
Notes to Financial Statement	12-17
Supplementary Information - Unaudited:	
Combining Schedule of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis	20-34
Schedule of Payables and Receivables	35
Schedule of Leases and Debt	36
Schedule of Capital Assets.....	37
Other Report	38
Supplemental Audit of Federal Awards:	
Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control Over Compliance.....	40-41
Schedule of Expenditures of Federal Awards	44
Note to Schedule of Expenditures of Federal Awards.....	45
Schedule of Findings and Questioned Costs	46
Exit Conference.....	47

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Patti Olson	01-01-12 to 12-31-15
Mayor	David D.F. Uran	01-01-12 to 12-31-15
City Judge	Kent A. Jeffirs	01-01-12 to 12-31-15
President of the Board of Public Works and Safety	David D.F. Uran	01-01-12 to 12-31-15
President of the Common Council	Andrew Kyres	01-01-12 to 12-31-13
Superintendent of Utilities	Kent Swinehart	01-01-12 to 12-31-13
Director of Public Works	Jay Olson	01-01-12 to 12-31-13



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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE CITY OF CROWN POINT, LAKE COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of the City of Crown Point (City), which comprises the financial position and results of operations for the year ended December 31, 2012, and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the financial reporting provisions of the Indiana State Board of Accounts as allowed by state statute (IC 5-11-1-6). Management is responsible for and has determined that the regulatory basis of accounting, as established by the Indiana State Board of Accounts, is an acceptable basis of presentation. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of a financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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 involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the City's preparation and fair presentation of the financial statement in order to design 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. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

INDEPENDENT AUDITOR'S REPORT
(Continued)

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

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

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to above does not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position and results of operations of the City for the year ended December 31, 2012.

Opinion on Regulatory Basis of Accounting

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, 2012, in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued a report dated April 16, 2013, 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* in considering the City's internal control over financial reporting and compliance.

Accompanying Information

Supplementary Information

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 is the responsibility of management and was derived from and relates directly to the underlying accounting and other reports used to prepare the financial statement. The information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated, in all material respects, in relation to the financial statement taken as a whole.

INDEPENDENT AUDITOR'S REPORT
(Continued)

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, as listed in the Table of Contents, 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.



Bruce Hartman
State Examiner

April 16, 2013



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INDEPENDENT AUDITOR'S 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 CROWN POINT, LAKE COUNTY, INDIANA

We have audited, 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, the financial statement of the City of Crown Point (City), which comprises the financial position and results of operations for the year ended December 31, 2012, and the related notes to the financial statement, and have issued our report thereon dated April 16, 2013, wherein we noted the City followed accounting practices the Indiana State Board of Accounts prescribes rather than accounting principles generally accepted in the United States of America.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statement, we considered the City's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances 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. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

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. A significant deficiency is a deficiency or combination of deficiencies in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

INDEPENDENT AUDITOR'S 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*.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Bruce Hartman
State Examiner

April 16, 2013

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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 CROWN POINT
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For The Year Ended December 31, 2012

Fund	Cash and Investments 01-01-12	Receipts	Disbursements	Cash and Investments 12-31-12
GENERAL FUND	\$ 2,084,491	\$ 16,070,155	\$ 17,051,182	\$ 1,103,464
MOTOR VEHICLE	673,616	2,495,319	2,096,124	1,072,811
LOCAL ROAD & STREET	62,165	363,629	357,587	68,207
NON REVERTING PARK FUND	161,591	219,728	242,098	139,221
LOCAL LAW ENFORCEMENT CONTINUING EDUCATION	44,926	22,155	28,152	38,929
DEFERRAL PROGRAM FUND	98,780	23,059	48,449	73,390
RIVERBOAT ADMISSION TAX FUND	240,391	375,237	166,796	448,832
USER FEE FUND	-	25,382	23,825	1,557
MAJOR MOVES CONSTRUCTION FUND	7,113	-	4,250	2,863
PUBLIC SAFETY EXCESS WELFARE	157,720	-	15,597	142,123
CREDIT CARD FEES	25	39	39	25
CUMULATIVE CAPITAL DEVELOPMENT	1,116,002	716,174	1,624,885	207,291
CROWN POINT REDEVELOPMENT BOND CAPITAL	97,019	101,853	177,848	21,024
CUMULATIVE CAPITAL II (RATE-EMS)	220,251	25,492	220,000	25,743
CUMULATIVE FIRE	51,577	55,484	48,891	58,170
GENERAL IMPROVEMENT FUND	15,136	13,661	15,276	13,521
CUMULATIVE CAPITAL IMPROVEMENT	151,965	76,041	163,359	64,647
POLICE PENSION	739,812	459,069	564,715	634,166
FIRE PENSION	237,334	68,225	139,327	166,232
CUMULATIVE SEWER	425,152	-	229,262	195,890
CITY COURT SUPPLEMENTAL	210,886	450,565	560,625	100,826
PUBLIC WORKS DONATION FUND	200	750	399	551
NON REVERTING BUILDER TEST FEES	-	14,300	-	14,300
NON REVERTING ECONOMIC DEVELOPMENT	18,338	1,100	-	19,438
CROWN POINT REDEVELOPMENT DEBT SERVICE RESERVE	333,631	-	-	333,631
ST ANTHONY TIF BOND FUND	100,837	3,489	-	104,326
911 EQUIPMENT FUND	439	-	403	36
LEASE RENTALS BUILDING	36,124	-	19,173	16,951
BARRETT LAW	38,374	-	38,374	-
TOURISM FUND	685	9,450	2,867	7,268
GENERAL OBLIGATION BOND DEBT SERVICE	20,894	232,433	144,565	108,762
CROWN POINT REDEVELOPMENT FUND	1,094,677	2,541,154	1,666,223	1,969,608
FIREFIGHTER'S GRANT FUND	2,352	7,027	5,500	3,879
RECYCLING & SOLID WASTE	178,132	219,372	290,110	107,394
GENERAL OBLIGATION BOND PROCEEDS FUND	545,732	-	169,249	376,483
SPORTSPLEX DEVELOPMENT & CONSTRUCTION	1,039	4,500,200	2,014,771	2,486,468
PAYROLL WITHHOLDING PERF	38,105	117,116	155,206	15
SAUERMAN WOODS RESERVE DONATION	1,250	-	-	1,250
PAYROLL WITHHOLDING VOLUNTARY PERF	816	5,590	6,406	-
PAYROLL WITHHOLDING SPECIAL INSURANCE	95	-	-	95
MISCELLANEOUS REFUNDS ESCROW	170	14,860	14,359	671
PAYROLL WITHHOLDING FIRE PENSION II	20,968	88,973	109,641	300
HIGH MEADOWS ESCROW FUND	15,508	-	1,791	13,717
NON REVERTING SPECIAL EVENTS FUND	14,140	30,691	24,248	20,583
STATE INCOME TAX	40,690	346,806	360,229	27,267
POLICE PENSION INDIANA GROSS	1,454	17,691	17,664	1,481
SENIOR DISCOUNT (HIDTA) FUND	110,228	100,000	96,960	113,268
DONATION CROWN POINT BEAUTIFICATION	2,926	-	-	2,926
FIRE PENSION INDIANA GROSS	193	2,355	2,352	196
PAYROLL WITHHOLDING POLICE PENSION II	30,244	119,848	149,750	342
ADULT PROBATION SERVICE FUND	79,180	8,257	44,698	42,739
DOG SUPPLY MAINTENANCE DONATION	1,980	36,720	3,500	35,200
ESCROW ECONOMIC DEVELOPMENT	1,489	-	-	1,489
PAYROLL WITHHOLDING COLONIAL LIFE & ACCIDENT	371	276	276	371

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

CITY OF CROWN POINT
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For The Year Ended December 31, 2012
(Continued)

Fund	Cash and Investments 01-01-12	Receipts	Disbursements	Cash and Investments 12-31-12
GREENVIEW RECOVERY AGREEMENT	9,600	-	-	9,600
NON REVERTING RENTAL HOUSING	-	36,060	17	36,043
CEMETERY NON REVERTING FUND	32,514	15,550	17,979	30,085
PAYROLL WITHHOLDING MUNICIPAL INSURANCE	498	285	379	404
PARKS/PLAYGROUNDS ESCROW	42,800	-	-	42,800
MISCELLANEOUS SALES TAX	-	9,215	9,109	106
COUNTY COURT COSTS ESCROW	6,401	15,739	15,791	6,349
PRINCIPAL & INTEREST TIF BOND	323,578	267,078	323,494	267,162
NON REVERTING VEHICLE EQUIPMENT PURCHASE	116,491	116,770	145,324	87,937
COURT RECORD PERPETUATION	28,833	2,057	5,163	25,727
PREPAID LEGAL ESCROW	157	1,685	1,733	109
NON REVERTING PARK GIFT FUND	2,389	500	227	2,662
DARE FUND DONATIONS	26,631	29,821	35,143	21,309
FIRE DEPARTMENT DONATIONS	5,308	39,992	38,676	6,624
NON REVERTING POLICE FEDERAL SEIZURE	32,556	33,006	9,217	56,345
MAYOR'S ROUNDTABLE ESCROW	1	-	-	1
POLICE DONATIONS ESCROW	10,656	19,537	11,596	18,597
NON REVERTING POLICESTATE SEIZURE	16	-	-	16
NON REVERTING HAZARDOUS MATERIALS	7,753	-	348	7,405
TANK IMPROVEMENT ESCROW	144	-	-	144
PAYROLL WITHHOLDING VISION INSURANCE	1,746	8,748	8,763	1,731
PAYROLL WITHHOLDING AFLAC	8,498	77,552	83,884	2,166
PAYROLL WITHHOLDING AMERICAN BANKERS INSURANCE	158	-	-	158
UNUM/CIGNA VOLUNTARY INSURANCE ESCROW	2,017	17,085	17,313	1,789
EMP/RETIREE NON REVERTING INSURANCE	15,905	4,498,728	4,264,933	249,700
CIVIL DEFENSE DONATIONS	18,876	10,298	9,514	19,660
LAKE COUNTY DRUG FREE ALLIANCE GRANT	-	8,243	8,243	-
4TH FRIDAY ARTS GRANT	3,322	801	2,050	2,073
LAKE COUNTY HIDTA PROGRAM	13,990	3,195,756	3,206,380	3,366
ESCROW PERPETUAL BUILDING IMPROVEMENT FUND	174,070	90,958	135,958	129,070
GRANT LAKE COUNTY DRUNK DRIVING TASK	186	-	-	186
HOMESTEAD RESTORATION DONATION	100	-	-	100
CASH STORMWATER O&M	483,520	1,037,244	839,757	681,007
CASH STORMWATER DEBT SERVICE	-	240,620	240,620	-
CASH WASTEWATER O&M FUND	600,000	5,929,024	5,929,024	600,000
CASH IMPROVEMENT OTHER FUND	1,627,655	1,369,456	460,754	2,536,357
CASH WASTEWATER DEBT SERVICE RESERVE	1,294,099	27,713	-	1,321,812
CASH WASTEWATER ON HAND-PETTY CASH	800	-	-	800
CASH WASTEWATER BOND & INTEREST SINKING FUND	-	1,173,457	1,172,851	606
CASH IMPROVEMENT REPLACEMENT FUND	352	-	-	352
CASH UTILITY CONSTRUCTION ACCOUNT	359,259	-	272,358	86,901
CASH WATER O&M FUND	726,000	8,961,280	8,961,279	726,001
CASH HYDRANT DEPOSITS	2,163	2,000	1,250	2,913
CASH DEPRECIATION IMPROVEMENT FUND	6,504,022	2,419,901	757,763	8,166,160
CASH NEW CONSTRUCTION DEPOSITS	22,467	1,200	425	23,242
CASH 2012 BOND ISSUE	-	79,932	74,157	5,775
CASH WATER ON HAND-PETTY CASH	600	-	-	600
CASH WATER BOND & INTEREST SINKING FUND	318,118	666,135	694,019	290,234
CASH WATER DEBT SERVICE RESERVE ACCOUNT	-	715,843	14,289	701,554
CASH 2007 WATER CONSTRUCTION FUND	67	-	-	67
WASTEWATER SRF 2011 TRUST	-	1,622,968	1,195,387	427,581
Totals	<u>\$ 22,351,529</u>	<u>\$ 62,721,962</u>	<u>\$ 58,082,168</u>	<u>\$ 26,991,323</u>

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

CITY OF CROWN POINT
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, health and social services, culture and recreation, public improvements, planning and zoning, general administrative services, water, wastewater, storm water, trash, 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 CROWN POINT
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.

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 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.

CITY OF CROWN POINT
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

F. Interfund Transfers

The 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.

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.

CITY OF CROWN POINT
NOTES TO FINANCIAL STATEMENT
(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 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.

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.

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

CITY OF CROWN POINT
NOTES TO FINANCIAL STATEMENT
(Continued)

Funding Policy and Annual Pension Cost

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

B. 1925 Police Officers' Pension Plan

Plan Description

The 1925 Police Officers' Pension Plan is a single-employer defined benefit pension plan. The plan is administered by the local pension board as authorized by state statute (IC 36-8-6). The plan provides retirement, disability, and death benefits to plan members and beneficiaries. The plan was established by the plan administrator, as provided by state statute. The plan administrator does not issue a publicly available financial report that includes financial statements and required supplementary information of the plan.

Funding Policy

The contribution requirements of plan members for the 1925 Police Officers' Pension Plan are established by state statute.

On Behalf Payments

The 1925 Police Officers' Pension Plan is funded by the State of Indiana through the Indiana Public Retirement System as provided under Indiana Code 5-10.3-11.

C. 1937 Firefighters' Pension Plan

Plan Description

The 1937 Firefighters' Pension Plan is a single-employer defined benefit pension plan. The plan is administered by the local pension board as authorized by state statute (IC 36-8-7). The plan provides retirement, disability, and death benefits to plan members and beneficiaries. The plan was established by the plan administrator, as provided by state statute. The plan administrator does not issue a publicly available financial report that includes financial statements and required supplementary information of the plan.

Funding Policy

The contribution requirements of plan members for the 1937 Firefighters' Pension Plan are established by state statute.

On Behalf Payments

The 1937 Firefighters' Pension Plan is funded by the State of Indiana through the Indiana Public Retirement System as provided under Indiana Code 5-10.3-11.

CITY OF CROWN POINT
NOTES TO FINANCIAL STATEMENT
(Continued)

D. 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.

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SUPPLEMENTARY INFORMATION – UNAUDITED

For additional financial information, the City's 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 CROWN POINT
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012

	GENERAL FUND	MOTOR VEHICLE	LOCAL ROAD & STREET	NON REVERTING PARK FUND	LOCAL LAW ENFORCEMENT CONTINUING EDUCATION	DEFERRAL PROGRAM FUND	RIVERBOAT ADMISSION TAX FUND	USER FEE FUND
Cash and investments - beginning	\$ 2,084,491	\$ 673,616	\$ 62,165	\$ 161,591	\$ 44,926	\$ 98,780	\$ 240,391	\$ -
Receipts:								
Taxes	8,461,142	1,742,293	-	-	-	-	-	-
Licenses and permits	734,030	-	-	-	12,760	-	-	-
Intergovernmental	228,285	681,988	264,459	-	-	-	375,237	-
Charges for services	2,930,914	2,802	-	219,728	8,126	-	-	-
Fines and forfeits	56,544	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-	-
Other receipts	3,659,240	68,236	99,170	-	1,269	23,059	-	25,382
Total receipts	16,070,155	2,495,319	363,629	219,728	22,155	23,059	375,237	25,382
Disbursements:								
Personal services	9,116,321	1,017,687	-	27,711	-	-	-	-
Supplies	377,194	327,227	-	55,096	10,396	3,002	-	-
Other services and charges	3,216,430	203,583	357,587	127,800	17,300	4,694	166,796	-
Debt service - principal and interest	28,653	-	-	-	-	-	-	-
Capital outlay	291,708	28,155	-	-	-	16,753	-	-
Utility operating expenses	-	-	-	-	-	-	-	-
Other disbursements	4,020,876	519,472	-	31,491	456	24,000	-	23,825
Total disbursements	17,051,182	2,096,124	357,587	242,098	28,152	48,449	166,796	23,825
Excess (deficiency) of receipts over disbursements	(981,027)	399,195	6,042	(22,370)	(5,997)	(25,390)	208,441	1,557
Cash and investments - ending	\$ 1,103,464	\$ 1,072,811	\$ 68,207	\$ 139,221	\$ 38,929	\$ 73,390	\$ 448,832	\$ 1,557

CITY OF CROWN POINT
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	MAJOR MOVES CONSTRUCTION FUND	PUBLIC SAFETY EXCESS WELFARE	CREDIT CARD FEES	CUMULATIVE CAPITAL DEVELOPMENT	CROWN POINT REDEVELOPMENT BOND CAPITAL	CUMULATIVE CAPITAL II (RATE-EMS)	CUMULATIVE FIRE
Cash and investments - beginning	\$ 7,113	\$ 157,720	\$ 25	\$ 1,116,002	\$ 97,019	\$ 220,251	\$ 51,577
Receipts:							
Taxes	-	-	-	553,015	-	25,272	55,004
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	4,825	-	220	480
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	-	-	39	158,334	101,853	-	-
Total receipts	-	-	39	716,174	101,853	25,492	55,484
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	4,250	-	-	1,624,885	177,848	-	48,891
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	220,000	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	15,597	39	-	-	-	-
Total disbursements	4,250	15,597	39	1,624,885	177,848	220,000	48,891
Excess (deficiency) of receipts over disbursements	(4,250)	(15,597)	-	(908,711)	(75,995)	(194,508)	6,593
Cash and investments - ending	\$ 2,863	\$ 142,123	\$ 25	\$ 207,291	\$ 21,024	\$ 25,743	\$ 58,170

CITY OF CROWN POINT
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	GENERAL IMPROVEMENT FUND	CUMULATIVE CAPITAL IMPROVEMENT	POLICE PENSION	FIRE PENSION	CUMULATIVE SEWER	CITY COURT SUPPLEMENTAL	PUBLIC WORKS DONATION FUND
Cash and investments - beginning	\$ 15,136	\$ 151,965	\$ 739,812	\$ 237,334	\$ 425,152	\$ 210,886	\$ 200
Receipts:							
Taxes	-	72,452	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	458,909	68,225	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	13,661	3,589	160	-	-	450,565	750
Total receipts	<u>13,661</u>	<u>76,041</u>	<u>459,069</u>	<u>68,225</u>	<u>-</u>	<u>450,565</u>	<u>750</u>
Disbursements:							
Personal services	-	-	350	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	163,359	433,655	69,279	229,262	-	399
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	15,276	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	130,710	70,048	-	560,625	-
Total disbursements	<u>15,276</u>	<u>163,359</u>	<u>564,715</u>	<u>139,327</u>	<u>229,262</u>	<u>560,625</u>	<u>399</u>
Excess (deficiency) of receipts over disbursements	<u>(1,615)</u>	<u>(87,318)</u>	<u>(105,646)</u>	<u>(71,102)</u>	<u>(229,262)</u>	<u>(110,060)</u>	<u>351</u>
Cash and investments - ending	<u>\$ 13,521</u>	<u>\$ 64,647</u>	<u>\$ 634,166</u>	<u>\$ 166,232</u>	<u>\$ 195,890</u>	<u>\$ 100,826</u>	<u>\$ 551</u>

CITY OF CROWN POINT
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	NON REVERTING BUILDER TEST FEES	NON REVERTING ECONOMIC DEVELOPMENT	CROWN POINT REDEVELOPMENT DEBT SERVICE RESERVE	ST ANTHONY TIF BOND FUND	911 EQUIPMENT FUND	LEASE RENTALS BUILDING	BARRETT LAW
Cash and investments - beginning	\$ -	\$ 18,338	\$ 333,631	\$ 100,837	\$ 439	\$ 36,124	\$ 38,374
Receipts:							
Taxes	-	-	-	3,489	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	14,300	1,100	-	-	-	-	-
Total receipts	<u>14,300</u>	<u>1,100</u>	<u>-</u>	<u>3,489</u>	<u>-</u>	<u>-</u>	<u>-</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	19,173	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	403	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	38,374
Total disbursements	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>403</u>	<u>19,173</u>	<u>38,374</u>
Excess (deficiency) of receipts over disbursements	<u>14,300</u>	<u>1,100</u>	<u>-</u>	<u>3,489</u>	<u>(403)</u>	<u>(19,173)</u>	<u>(38,374)</u>
Cash and investments - ending	<u>\$ 14,300</u>	<u>\$ 19,438</u>	<u>\$ 333,631</u>	<u>\$ 104,326</u>	<u>\$ 36</u>	<u>\$ 16,951</u>	<u>\$ -</u>

CITY OF CROWN POINT
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	TOURISM FUND	GENERAL OBLIGATION BOND DEBT SERVICE	CROWN POINT REDEVELOPMENT FUND	FIREFIGHTER'S GRANT FUND	RECYCLING & SOLID WASTE	GENERAL OBLIGATION BOND PROCEEDS FUND	SPORTSPLEX DEVELOPMENT & CONSTRUCTION
Cash and investments - beginning	\$ 685	\$ 20,894	\$ 1,094,677	\$ 2,352	\$ 178,132	\$ 545,732	\$ 1,039
Receipts:							
Taxes	9,450	230,423	2,372,491	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	2,010	-	7,021	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	-	-	168,663	6	219,372	-	4,500,200
Total receipts	<u>9,450</u>	<u>232,433</u>	<u>2,541,154</u>	<u>7,027</u>	<u>219,372</u>	<u>-</u>	<u>4,500,200</u>
Disbursements:							
Personal services	-	-	-	4,900	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	2,867	144,565	1,399,145	-	287,110	67,396	2,014,771
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	600	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	267,078	-	3,000	101,853	-
Total disbursements	<u>2,867</u>	<u>144,565</u>	<u>1,666,223</u>	<u>5,500</u>	<u>290,110</u>	<u>169,249</u>	<u>2,014,771</u>
Excess (deficiency) of receipts over disbursements	<u>6,583</u>	<u>87,868</u>	<u>874,931</u>	<u>1,527</u>	<u>(70,738)</u>	<u>(169,249)</u>	<u>2,485,429</u>
Cash and investments - ending	<u>\$ 7,268</u>	<u>\$ 108,762</u>	<u>\$ 1,969,608</u>	<u>\$ 3,879</u>	<u>\$ 107,394</u>	<u>\$ 376,483</u>	<u>\$ 2,486,468</u>

CITY OF CROWN POINT
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	PAYROLL WITHHOLDING PERF	SAUERMAN WOODS RESERVE DONATION	PAYROLL WITHHOLDING VOLUNTARY PERF	PAYROLL WITHHOLDING SPECIAL INSURANCE	MISCELLANEOUS REFUNDS ESCROW	PAYROLL WITHHOLDING FIRE PENSION II	HIGH MEADOWS ESCROW FUND
Cash and investments - beginning	\$ 38,105	\$ 1,250	\$ 816	\$ 95	\$ 170	\$ 20,968	\$ 15,508
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	117,116	-	5,590	-	14,860	88,973	-
Total receipts	117,116	-	5,590	-	14,860	88,973	-
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	155,206	-	6,406	-	14,359	109,641	1,791
Total disbursements	155,206	-	6,406	-	14,359	109,641	1,791
Excess (deficiency) of receipts over disbursements	(38,090)	-	(816)	-	501	(20,668)	(1,791)
Cash and investments - ending	\$ 15	\$ 1,250	\$ -	\$ 95	\$ 671	\$ 300	\$ 13,717

CITY OF CROWN POINT
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	NON REVERTING SPECIAL EVENTS FUND	STATE INCOME TAX	POLICE PENSION INDIANA GROSS	SENIOR DISCOUNT (HIDTA) FUND	DONATION CROWN POINT BEAUTIFICATION	FIRE PENSION INDIANA GROSS	PAYROLL WITHHOLDING POLICE PENSION II
Cash and investments - beginning	\$ 14,140	\$ 40,690	\$ 1,454	\$ 110,228	\$ 2,926	\$ 193	\$ 30,244
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	30,691	-	-	100,000	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	-	346,806	17,691	-	-	2,355	119,848
Total receipts	<u>30,691</u>	<u>346,806</u>	<u>17,691</u>	<u>100,000</u>	<u>-</u>	<u>2,355</u>	<u>119,848</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	2,352	149,750
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	24,248	360,229	17,664	96,960	-	-	-
Total disbursements	<u>24,248</u>	<u>360,229</u>	<u>17,664</u>	<u>96,960</u>	<u>-</u>	<u>2,352</u>	<u>149,750</u>
Excess (deficiency) of receipts over disbursements	<u>6,443</u>	<u>(13,423)</u>	<u>27</u>	<u>3,040</u>	<u>-</u>	<u>3</u>	<u>(29,902)</u>
Cash and investments - ending	<u>\$ 20,583</u>	<u>\$ 27,267</u>	<u>\$ 1,481</u>	<u>\$ 113,268</u>	<u>\$ 2,926</u>	<u>\$ 196</u>	<u>\$ 342</u>

CITY OF CROWN POINT
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	ADULT PROBATION SERVICE FUND	DOG SUPPLY MAINTENANCE DONATION	ESCROW ECONOMIC DEVELOPMENT	PAYROLL WITHHOLDING COLONIAL LIFE & ACCIDENT	GREENVIEW RECOVERY AGREEMENT	NON REVERTING RENTAL HOUSING	CEMETERY NON REVERTING FUND
Cash and investments - beginning	\$ 79,180	\$ 1,980	\$ 1,489	\$ 371	\$ 9,600	\$ -	\$ 32,514
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	15,550
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	8,257	36,720	-	276	-	36,060	-
Total receipts	<u>8,257</u>	<u>36,720</u>	<u>-</u>	<u>276</u>	<u>-</u>	<u>36,060</u>	<u>15,550</u>
Disbursements:							
Personal services	35,690	-	-	-	-	-	-
Supplies	896	-	-	-	-	-	-
Other services and charges	2,642	3,500	-	-	-	17	17,979
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	5,470	-	-	276	-	-	-
Total disbursements	<u>44,698</u>	<u>3,500</u>	<u>-</u>	<u>276</u>	<u>-</u>	<u>17</u>	<u>17,979</u>
Excess (deficiency) of receipts over disbursements	<u>(36,441)</u>	<u>33,220</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>36,043</u>	<u>(2,429)</u>
Cash and investments - ending	<u>\$ 42,739</u>	<u>\$ 35,200</u>	<u>\$ 1,489</u>	<u>\$ 371</u>	<u>\$ 9,600</u>	<u>\$ 36,043</u>	<u>\$ 30,085</u>

CITY OF CROWN POINT
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	PAYROLL WITHHOLDING MUNICIPAL INSURANCE	PARKS/PLAYGROUNDS ESCROW	MISCELLANEOUS SALES TAX	COUNTY COURT COSTS ESCROW	PRINCIPAL & INTEREST TIF BOND	NON REVERTING VEHICLE EQUIPMENT PURCHASE	COURT RECORD PERPETUATION
Cash and investments - beginning	\$ 498	\$ 42,800	\$ -	\$ 6,401	\$ 323,578	\$ 116,491	\$ 28,833
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	15,739	-	-	2,057
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	285	-	9,215	-	267,078	116,770	-
Total receipts	285	-	9,215	15,739	267,078	116,770	2,057
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	83,506	163
Debt service - principal and interest	-	-	-	-	323,494	-	-
Capital outlay	-	-	-	-	-	61,818	5,000
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	379	-	9,109	15,791	-	-	-
Total disbursements	379	-	9,109	15,791	323,494	145,324	5,163
Excess (deficiency) of receipts over disbursements	(94)	-	106	(52)	(56,416)	(28,554)	(3,106)
Cash and investments - ending	\$ 404	\$ 42,800	\$ 106	\$ 6,349	\$ 267,162	\$ 87,937	\$ 25,727

CITY OF CROWN POINT
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	PREPAID LEGAL ESCROW	NON REVERTING PARK GIFT FUND	DARE FUND DONATIONS	FIRE DEPARTMENT DONATIONS	NON REVERTING POLICE FEDERAL SEIZURE	MAYOR'S ROUNDTABLE ESCROW	POLICE DONATIONS ESCROW
Cash and investments - beginning	\$ 157	\$ 2,389	\$ 26,631	\$ 5,308	\$ 32,556	\$ 1	\$ 10,656
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	32,942	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	1,685	500	29,821	39,992	64	-	19,537
Total receipts	<u>1,685</u>	<u>500</u>	<u>29,821</u>	<u>39,992</u>	<u>33,006</u>	<u>-</u>	<u>19,537</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	1,733	227	35,143	38,676	9,217	-	11,596
Total disbursements	<u>1,733</u>	<u>227</u>	<u>35,143</u>	<u>38,676</u>	<u>9,217</u>	<u>-</u>	<u>11,596</u>
Excess (deficiency) of receipts over disbursements	<u>(48)</u>	<u>273</u>	<u>(5,322)</u>	<u>1,316</u>	<u>23,789</u>	<u>-</u>	<u>7,941</u>
Cash and investments - ending	<u>\$ 109</u>	<u>\$ 2,662</u>	<u>\$ 21,309</u>	<u>\$ 6,624</u>	<u>\$ 56,345</u>	<u>\$ 1</u>	<u>\$ 18,597</u>

CITY OF CROWN POINT
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	NON REVERTING POLICE/STATE SEIZURE	NON REVERTING HAZARDOUS MATERIALS	TANK IMPROVEMENT ESCROW	PAYROLL WITHHOLDING VISION INSURANCE	PAYROLL WITHHOLDING AFLAC	PAYROLL WITHHOLDING AMERICAN BANKERS INSURANCE	UNUM/CIGNA VOLUNTARY INSURANCE ESCROW
Cash and investments - beginning	\$ 16	\$ 7,753	\$ 144	\$ 1,746	\$ 8,498	\$ 158	\$ 2,017
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	-	-	-	8,748	77,552	-	17,085
Total receipts	-	-	-	8,748	77,552	-	17,085
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	348	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	8,763	83,884	-	17,313
Total disbursements	-	348	-	8,763	83,884	-	17,313
Excess (deficiency) of receipts over disbursements	-	(348)	-	(15)	(6,332)	-	(228)
Cash and investments - ending	\$ 16	\$ 7,405	\$ 144	\$ 1,731	\$ 2,166	\$ 158	\$ 1,789

CITY OF CROWN POINT
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	EMP/RETIREE NON REVERTING INSURANCE	CIVIL DEFENSE DONATIONS	LAKE COUNTY DRUG FREE ALLIANCE GRANT	4TH FRIDAY ARTS GRANT	LAKE COUNTY HIDTA PROGRAM	ESCROW PERPETUAL BUILDING IMPROVEMENT FUND	GRANT LAKE COUNTY DRUNK DRIVINGTASK
Cash and investments - beginning	\$ 15,905	\$ 18,876	\$ -	\$ 3,322	\$ 13,990	\$ 174,070	\$ 186
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	4,498,728	10,298	8,243	801	3,195,756	90,958	-
Total receipts	4,498,728	10,298	8,243	801	3,195,756	90,958	-
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	4,264,933	9,514	8,243	2,050	3,206,380	135,958	-
Total disbursements	4,264,933	9,514	8,243	2,050	3,206,380	135,958	-
Excess (deficiency) of receipts over disbursements	233,795	784	-	(1,249)	(10,624)	(45,000)	-
Cash and investments - ending	\$ 249,700	\$ 19,660	\$ -	\$ 2,073	\$ 3,366	\$ 129,070	\$ 186

CITY OF CROWN POINT
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	HOMESTEAD RESTORATION DONATION	CASH STORMWATER O&M	CASH STORMWATER DEBT SERVICE	CASH WASTEWATER O&M FUND	CASH IMPROVEMENT OTHER FUND	CASH WASTEWATER DEBT SERVICE RESERVE	CASH WASTEWATER ON HAND-PETTY CASH
Cash and investments - beginning	\$ 100	\$ 483,520	\$ -	\$ 600,000	\$ 1,627,655	\$ 1,294,099	\$ 800
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	873,546	-	5,492,120	-	-	-
Penalties	-	13,585	-	81,742	-	-	-
Other receipts	-	150,113	240,620	355,162	1,369,456	27,713	-
Total receipts	-	1,037,244	240,620	5,929,024	1,369,456	27,713	-
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	10,117	-	583,297	253,179	-	-
Utility operating expenses	-	515,020	-	2,479,695	-	-	-
Other disbursements	-	314,620	240,620	2,866,032	207,575	-	-
Total disbursements	-	839,757	240,620	5,929,024	460,754	-	-
Excess (deficiency) of receipts over disbursements	-	197,487	-	-	908,702	27,713	-
Cash and investments - ending	\$ 100	\$ 681,007	\$ -	\$ 600,000	\$ 2,536,357	\$ 1,321,812	\$ 800

CITY OF CROWN POINT
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	CASH WASTEWATER BOND & INTEREST SINKING FUND	CASH IMPROVEMENT REPLACEMENT FUND	CASH UTILITY CONSTRUCTION ACCOUNT	CASH WATER O&M FUND	CASH HYDRANT DEPOSITS	CASH DEPRECIATION IMPROVEMENT FUND	CASH NEW CONSTRUCTION DEPOSITS
Cash and investments - beginning	\$ -	\$ 352	\$ 359,259	\$ 726,000	\$ 2,163	\$ 6,504,022	\$ 22,467
Receipts:							
Taxes	-	-	-	426,417	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	7,362,657	-	-	-
Penalties	-	-	-	38,996	-	-	-
Other receipts	1,173,457	-	-	1,133,210	2,000	2,419,901	1,200
Total receipts	<u>1,173,457</u>	<u>-</u>	<u>-</u>	<u>8,961,280</u>	<u>2,000</u>	<u>2,419,901</u>	<u>1,200</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	244,298	99,889	-	-	-
Utility operating expenses	-	-	28,060	4,764,199	-	-	-
Other disbursements	1,172,851	-	-	4,097,191	1,250	757,763	425
Total disbursements	<u>1,172,851</u>	<u>-</u>	<u>272,358</u>	<u>8,961,279</u>	<u>1,250</u>	<u>757,763</u>	<u>425</u>
Excess (deficiency) of receipts over disbursements	<u>606</u>	<u>-</u>	<u>(272,358)</u>	<u>1</u>	<u>750</u>	<u>1,662,138</u>	<u>775</u>
Cash and investments - ending	<u>\$ 606</u>	<u>\$ 352</u>	<u>\$ 86,901</u>	<u>\$ 726,001</u>	<u>\$ 2,913</u>	<u>\$ 8,166,160</u>	<u>\$ 23,242</u>

CITY OF CROWN POINT
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	CASH 2012 BOND ISSUE	CASH WATER ON HAND-PETTY CASH	CASH WATER BOND & INTEREST SINKING FUND	CASH WATER DEBT SERVICE RESERVE ACCOUNT	CASH 2007 WATER CONSTRUCTION FUND	WASTEWATER SRF 2011 TRUST	Totals
Cash and investments - beginning	\$ -	\$ 600	\$ 318,118	\$ -	\$ 67	\$ -	\$ 22,351,529
Receipts:							
Taxes	-	-	-	-	-	-	13,951,448
Licenses and permits	-	-	-	-	-	-	746,790
Intergovernmental	-	-	-	-	-	-	2,091,659
Charges for services	-	-	-	-	-	-	3,340,753
Fines and forfeits	-	-	-	-	-	-	74,340
Utility fees	-	-	-	-	-	-	13,728,323
Penalties	-	-	-	-	-	-	134,323
Other receipts	79,932	-	666,135	715,843	-	1,622,968	28,654,326
Total receipts	79,932	-	666,135	715,843	-	1,622,968	62,721,962
Disbursements:							
Personal services	-	-	-	-	-	-	10,202,659
Supplies	-	-	-	-	-	-	774,159
Other services and charges	-	-	-	-	-	-	11,040,954
Debt service - principal and interest	-	-	-	-	-	-	352,147
Capital outlay	-	-	-	-	-	-	1,830,493
Utility operating expenses	74,157	-	-	-	-	-	7,861,131
Other disbursements	-	-	694,019	14,289	-	1,195,387	26,020,625
Total disbursements	74,157	-	694,019	14,289	-	1,195,387	58,082,168
Excess (deficiency) of receipts over disbursements	5,775	-	(27,884)	701,554	-	427,581	4,639,794
Cash and investments - ending	\$ 5,775	\$ 600	\$ 290,234	\$ 701,554	\$ 67	\$ 427,581	\$ 26,991,323

CITY OF CROWN POINT
 SCHEDULE OF PAYABLES AND RECEIVABLES
 December 31, 2012

Government or Enterprise	Accounts Payable	Accounts Receivable
Storm Water	\$ 1,091	\$ 102,341
Wastewater	33,909	500,924
Water	179,450	621,780
Governmental activities	<u>587,238</u>	<u>973,062</u>
Totals	<u>\$ 801,688</u>	<u>\$ 2,198,107</u>

CITY OF CROWN POINT
SCHEDULE OF LEASES AND DEBT
December 31, 2012

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
Fifth Third Bank	911 Lease - Equipment	\$ 35,492	12-01-08	06-01-15
Regions Bank	Ambulance Equipment Lease 067	<u>73,799</u>	03-06-09	03-06-13
Total governmental activities		<u>109,291</u>		
Wastewater:				
Regions Bank	Sewer Vactor Lease	<u>61,927</u>	05-14-09	05-14-14
Total of annual lease payments		<u>\$ 171,218</u>		
Type	Description of Debt Purpose	Ending Principal Balance	Principal and Interest Due Within One Year	
Governmental activities:				
General obligation bonds	2010 G.O Bond-Building and Land Improvements	\$ 1,650,000	\$ 242,815	
General obligation bonds	2008 Gen Obligation Bond-Road Improvements	1,400,000	173,286	
Revenue bonds	2007 TIF Redevelopment Bond-Property Purchase	2,790,000	324,594	
Revenue bonds	2012 Redevelopment Bond Anticipation Note	<u>2,500,000</u>	<u>2,517,628</u>	
Total governmental activities		<u>8,340,000</u>	<u>3,258,323</u>	
Storm Water:				
Revenue bonds	2010 Sewage Works Revenue Bond-Sewage & Storm water Improvements	<u>3,155,000</u>	<u>243,120</u>	
Wastewater:				
Revenue bonds	2006 Sewage Works Revenue Bond-Sewage Construction and Improvements	2,950,000	268,000	
Revenue bonds	1994 SRF Loan Payable Wastewater Plant Improvements	2,175,000	776,125	
Lines of credit	2011 SRF Loan/Line of Credit-Wastewater & Storm Water Improvements	<u>1,790,000</u>	<u>137,054</u>	
Total Wastewater		<u>6,915,000</u>	<u>1,181,179</u>	
Water:				
Revenue bonds	2007 Waterworks Revenue Bond-Refund 1998 Bond	2,595,000	490,000	
Revenue bonds	2012 Waterworks Refunding Revenue Bonds of 2012	<u>1,965,000</u>	<u>201,427</u>	
Total Water		<u>4,560,000</u>	<u>691,427</u>	
Totals		<u>\$ 22,970,000</u>	<u>\$ 5,374,049</u>	

CITY OF CROWN POINT
SCHEDULE OF CAPITAL ASSETS
December 31, 2012

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.

	<u>Ending Balance</u>
Governmental activities:	
Land	\$ 4,770,633
Infrastructure	24,385,420
Buildings	4,948,162
Improvements other than buildings	4,100,376
Machinery, equipment, and vehicles	<u>9,774,213</u>
Total governmental activities	<u>47,978,804</u>
Storm Water:	
Infrastructure	16,628
Machinery, equipment, and vehicles	<u>6,000</u>
Total Storm Water	<u>22,628</u>
Wastewater:	
Land	6,585,242
Infrastructure	31,436,012
Buildings	70,568
Improvements other than buildings	252,203
Machinery, equipment, and vehicles	3,364,965
Construction in progress	<u>281,000</u>
Total Wastewater	<u>41,989,990</u>
Water:	
Land	237,959
Infrastructure	18,508,882
Buildings	2,613,419
Machinery, equipment, and vehicles	1,805,190
Construction in progress	<u>5,633</u>
Total Water	<u>23,171,083</u>
Total capital assets	<u><u>\$ 113,162,505</u></u>

CITY OF CROWN POINT
OTHER REPORT

The annual report presented herein was prepared in addition to the other official report prepared for the individual City office listed below:

City Court

SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE

TO: THE OFFICIALS OF THE CITY OF CROWN POINT, LAKE COUNTY, INDIANA

Report on Compliance for Each Major Federal Program

We have audited the City of Crown Point's (City) compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2012. 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.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the City's major federal programs based on our audit of the types of compliance requirements referred to above. 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 on compliance for each major federal program. However, our audit does not provide a legal determination of the City's compliance.

Opinion on Each Major Federal Program

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2012.

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE
(Continued)

Report on Internal Control Over Compliance

Management of the City is responsible for establishing and maintaining effective internal control over compliance with types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the type of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal program 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.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance 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. A significant deficiency in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of 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 material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.



Bruce Hartman
State Examiner

April 16, 2013

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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 City. The schedule and note are presented as intended by the City.

CITY OF CROWN POINT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended December 31, 2012

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. DEPARTMENT OF JUSTICE</u>				
Bulletproof Vest Partnership Program	Direct Grant	16.607		\$ 785
Equitable Sharing Program	Direct Grant	16.922		32,156
Total - U.S. Department of Justice				32,941
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>				
Highway Planning and Construction Cluster				
Highway Planning and Construction	Indiana Department of Transportation			
Indiana Street Intersection Improvements		20.205	DES 0900077	33,768
Indiana Street Intersection Improvements			DES 0900078	15,875
North Street (109th) Reconstruction (Indiana Ave. to Broadway)			DES 01172428	59,915
North Street (109th) Reconstruction (Indiana Ave. to Iowa St.)			DES 01005345	49,028
CMAQ Congestion Mitigation Air Quality			DES 01297254	1,648
Total for program				160,234
ARRA - Highway Planning and Construction				
Recreational Trails Program		20.205	DES 0101333	16,632
Greenwood Ave.			DES 0901041	3,589
Total for program				20,221
Total - Highway Planning and Construction Cluster				180,455
Total - U.S. Department of Transportation				180,455
<u>U.S. ENVIRONMENTAL PROTECTION AGENCY</u>				
Capitalization Grant for Clean Water State Revolving Funds	Indiana Finance Authority	66.458	WW091144502	462,197
Total - U.S. Environmental Protection Agency				462,197
<u>EXECUTIVE OFFICE OF THE PRESIDENT</u>				
High Intensity Drug Trafficking Areas Program (HIDTA)	Direct Grant	95.001	G10LC0003A	196,592
			G11LC0003A	2,218,425
			G12LC0003A	724,202
Total for program				3,139,219
Total - Executive Office of the President				3,139,219
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>				
Assistance to Firefighter's Grant	Direct Grant	97.044	2011-MO-3120GF	5,401
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	Indiana Department of Homeland Security	97.036	IN-INS-12-503	9,534
Total - U.S. Department of Homeland Security				14,935
Total federal awards expended				\$ 3,829,747

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

CITY OF CROWN POINT
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 City of Crown Point 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.

CITY OF CROWN POINT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statement:

Type of auditor's report issued:	Adverse as to GAAP; Unmodified as to Regulatory Basis
Internal control over financial reporting:	
Material weaknesses identified?	no
Significant deficiencies identified?	none reported
Noncompliance material to financial statement 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:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of OMB Circular A-133?	no

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
66.458	Capitalization Grant for Clean Water State Revolving Funds
95.001	High Intensity Drug Trafficking Areas Program (HIDTA)

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 CROWN POINT
EXIT CONFERENCE

The contents of this report were discussed on April 16, 2013, with David D.F. Uran, Mayor; Patti Olson, Clerk-Treasurer; Peggy Lurtz, Chief Deputy; and David H. Nicholls, City Attorney. Our audit disclosed no material items that warrant comment at this time.