

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

FINANCIAL STATEMENT AND  
FEDERAL SINGLE AUDIT REPORT  
OF

CITY OF COLUMBUS  
BARTHOLOMEW COUNTY, INDIANA

January 1, 2012 to December 31, 2012



**FILED**  
09/17/2013



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### SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Luann Welmer	01-01-12 to 12-31-15
Mayor	Kristen S. Brown	01-01-12 to 12-31-15
President of the Board of Public Works and Safety	Kristen S. Brown	01-01-12 to 12-31-15
President of the Common Council	James D. Lienhoop John R. Brand	01-01-12 to 12-31-12 01-01-13 to 12-31-13
Superintendent of Utilities	Keith Reeves	01-01-12 to 12-31-13
Utilities Business Manager	Dale Langfeman	01-01-12 to 12-31-13



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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE CITY OF COLUMBUS, BARTHOLOMEW COUNTY, INDIANA

***Report on the Financial Statement***

We have audited the accompanying financial statement of the City of Columbus (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 August 13, 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 records 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

August 13, 2013



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 COLUMBUS, BARTHOLOMEW 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 Columbus (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 August 13, 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.

Our consideration of the internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying Schedule of Findings and Questioned Costs, we identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses.

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. We consider the deficiencies described in the accompanying Schedule of Findings and Questioned Costs as items 2012-1 and 2012-2 to be material weaknesses.

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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2012-1 and 2012-2.

***City of Columbus's Response to Findings***

The City's response to the findings identified in our audit is described in the accompanying Corrective Action Plan. The City's response was not subjected to the auditing procedures applied in the audit of the financial statement and, accordingly, we express no opinion on it.

***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

August 13, 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 COLUMBUS  
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	\$ 8,821,180	\$ 29,336,248	\$ 26,967,748	\$ 11,189,680
Motor Vehicle Highways	673,750	1,712,129	1,322,150	1,063,729
Local Road & Street Fund	220,397	411,995	593,663	38,729
Thoroughfare	1,852,484	1,321,796	773,721	2,400,559
P&R Non-Reverting	338,265	2,762,590	2,594,562	506,293
Park & Recreation General	2,372,791	4,011,446	4,131,006	2,253,231
Rainy Day Fund 448	2,242,895	942,343	-	3,185,238
CPD Assest Forfeiture Fund	75,348	2,674	47,784	30,238
Levy Excess Fund	-	535,861	-	535,861
Cumulative Cap. Improve.	107,865	116,861	77,668	147,058
Cumulative Cap. Dev.	518,151	789,089	912,753	394,487
Cumulative Fire Fund	621,902	-	233,477	388,425
Storm Sewer Non-Reverting	201,724	118,088	18,348	301,464
Medic Non-Reverting	119,400	27,092	8,027	138,465
City Hall Non-Reverting	12,147	97,434	-	109,581
CEDIT Fund	299,181	3,324,629	1,628,480	1,995,330
Insurance Non-Reverting	4,583,421	7,671,984	7,871,900	4,383,505
Police Pension Fund	1,830,009	1,067,282	1,032,807	1,864,484
Fire Pension Fund	1,313,356	1,703,897	1,997,007	1,020,246
Riverboat Fund	362,924	261,080	51,501	572,503
AFLAC Pre-Tax Prem.	-	9,056	9,056	-
MRC-Transit Grant	-	7,058,000	780,812	6,277,188
MRC-EDI Grant	-	784,625	-	784,625
AFLAC After Tax Prem.	-	1,646	1,646	-
Planning DP-11-07 Escrow	-	334	334	-
Fire Dept. Grants	220	-	220	-
FEMA Buyout	(31,085)	31,085	18,563	(18,563)
Commons Capital N/R	929,833	236,315	246,273	919,875
Nusun Project	136,752	1	40,618	96,135
NSP1 Revenue Rent & Sale	(146,829)	674,224	647,458	(120,063)
Parks Cap. Improve. N/R	91,904	71,051	-	162,955
Mccullough Run/Fed P&R	543	-	543	-
Donations Fund	216,113	178,136	124,952	269,297
Property Room Money	-	35,025	-	35,025
CPD Grants Fund	7,870	33,914	30,804	10,980
Police Continuing Ed Fun	105,868	52,857	62,245	96,480
Col Downtown&Airport Ctp	2,294,254	-	2,294,254	-
Columbus Redevelopment	4,788	4,238	138	8,888
Columbus Technology Fund	535,464	400,769	127,195	809,038
NSP1 Northbrook&Linc Ctrl	3,496	453,639	429,552	27,583
TIF Money	1,383,952	5,499,405	1,478,976	5,404,381
New Commons	68	-	68	-
Jackson St.Bond Premium	701,747	501,999	697,719	506,027
Outdoor Sports Ctr Bond	7,297,675	-	7,297,675	-
Redevelopment Bond'08	425	-	-	425
Outdoor Bond Reserve Fund	822,636	386	823,022	-
Sinking Outdoor Fund Pymt	525,150	222,784	747,934	-
Woodside Bond Pymts.(Tif	133,247	1	108,602	24,646
Redev Bond'08 Capital/Tax	84,727	44,357	90,900	38,184
Commons '09 Bond Pymts	281,804	804,579	713,263	373,120
Millrace Ctr/Transit Bldg	272,519	138	272,657	-
Brokers National Life	-	58,258	58,258	-
American United Life Ins	-	91,966	91,966	-
Flex Fund	15,687	304,397	300,000	20,084
CDBG EDI-2ND St. Clean Up	-	326,300	326,300	-
Human Rights Nonreverting	10,783	-	9,286	1,497
Escrow Acct/Dunlap & Co.	141,599	586	-	142,185
Housing/Com Dev	86,823	-	44,020	42,803
Com.Dev Special Projects	102	-	8	94
Adjustment Acct. Com Dev	-	75,000	75,000	-
Com.Dev. Special Programs	17,817	23,923	34,623	7,117
LLEBG Crime Prevention	9	-	-	9

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

CITY OF COLUMBUS  
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
Police Alarms Systems	84,919	3,159	-	88,078
CDBG Entitle/House RLF NR	5,108	314,197	325,051	(5,746)
CDBG Local Match	4,270	-	-	4,270
Com. Dev. Ethnic Expo	31,797	51,842	65,700	17,939
Banner Fund 287	-	750	414	336
Com Dev Garden Plots	2,128	1,556	2,839	845
Volunteers In Medicine	-	6,314	-	6,314
Maint Eastside Comm Ctr	418	-	-	418
Com Dev Mayor'S Breakfast	43	-	43	-
Mayor'S 2010 Cheer Fund	-	4,436	4,436	-
Adopt A Brick	3,279	(1)	339	2,939
Cummins Garage Reserve Fd	939,636	502	401	939,737
Jackson St Garage Income	-	106,659	-	106,659
Cummins 2Nd Street Garage	-	115,950	-	115,950
Retail Lease/Commons Mall	-	80,392	80,392	-
Parks Bond Of 2005	-	396,879	367,875	29,004
Human Rhts Heritage Grant	-	4,300	1,306	2,994
Transit Non-Reverting	25,000	-	-	25,000
Com. Dev. Streetscape	53,850	-	39,180	14,670
Engineering Special Proj.	72,061	-	-	72,061
Fire Alarms Systems	4,961	1	-	4,962
Safe Routes /School Plans	-	12,152	12,152	-
Payroll Fund	-	917,206	917,206	-
Pension-Net Payroll	-	4,846	4,846	-
Federal Tax Withholdings	-	2,148,905	2,148,905	-
FICA Withholdings	-	1,071,618	1,071,618	-
Medicare Withholdings	-	526,500	526,500	-
Barth. State&Local Tax	87,833	873,822	872,479	89,176
Johnson State&Local Tax	108	1,812	1,780	140
Decatur State&Local Tax	88	1,091	1,089	90
Jennings State&Local Tax	24	850	724	150
Brown State&Local Tax	272	3,146	3,166	252
Marion State&Local Tax	-	249	212	37
Monroe State&Local Tax	-	410	367	43
Jackson State&Local Tax	190	2,688	2,686	192
Vanderburgh St.&Local Tax	20	249	269	-
457 Deferred Comp.	-	513,240	513,240	-
IU Bank Direct Deposit	-	13,761,883	13,761,883	-
Garnishment Fee	-	135	135	-
LTD	-	16,464	16,464	-
United Way Of Bartholomew	-	3,331	3,331	-
PFIA	-	36,846	36,846	-
Voluntary Perf	495	738	1,233	-
Lee & Ryan Environmental	-	5,001	5,001	-
Fire PERF	30,652	131,236	137,461	24,427
Indusites Woodside N/W #3	-	217,100	-	217,100
Police Perf	25,263	111,245	115,192	21,316
Escrow Milestone Const	55,583	76	-	55,659
Escrow Nading Mechanical	33,258	9	33,267	-
Barth Co. Treas	-	240	240	-
Barth.Clerk-59 J.Ar buckle	-	300	300	-
Barth.Co.Clerk#34	-	1,000	1,000	-
Smitherman Cons. Escrow	-	7,566	-	7,566
Kosciusko Co.	-	3,601	3,601	-
Div F&C#35	-	1,088	1,088	-

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

CITY OF COLUMBUS  
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
Div Of F&C-39	-	972	972	-
Div Of F&C-40	-	1,645	1,645	-
Div Of F&C-32	-	4,800	4,800	-
Div Of F&C-31	-	3,120	3,120	-
Div Of F & C 803	-	4,158	4,158	-
Barth. Co. Clerk-53	-	2,192	2,192	-
Barth. Clk-44	-	1,056	1,056	-
Barth. Co. Clerk-46	-	400	400	-
Div Of Family/ Children	-	3,432	3,432	-
Div Of Family/Children 2	-	39,504	39,504	-
Div Of Family/Children 3	-	7,436	7,436	-
Div Of Family/Children	-	1,716	1,716	-
Div Of Family/Children-37	-	4,134	4,134	-
Div Of Family/Children-38	-	1,820	1,820	-
Div Of Family/Child-805	-	4,700	4,700	-
Bartholomew Co. Clerk-#54	-	550	550	-
Div Of Family/Children 9	-	15,600	15,600	-
Div Of Family/Children10	-	6,396	6,396	-
N. Carolina Chhild Support	-	2,400	2,400	-
Div. Of F&C#11	-	7,384	7,384	-
Robert A. Brothers	-	6,480	6,480	-
Floyd Co Tax	58	403	461	-
Bartholomew Co. Clerk-29	-	1,500	1,500	-
Allied Collection Service	-	650	650	-
Uniforms-Garage	-	2,415	2,415	-
Uniforms-Parks	-	2,261	2,261	-
Union Dues	-	23,559	23,559	-
Johnson Circuit	-	628	628	-
Barth. Co. Clerk-16	-	5,671	5,671	-
Div of F&C#16	-	4,841	4,841	-
Pension-Direct Deposit	-	2,363,108	2,363,108	-
Pension-Federal & F/M WH	-	284,691	284,691	-
Pension-State & Local	-	87,394	87,394	-
Ind State Central Collect	-	275	275	-
Fop Over 20Yrs\$13.25-26.50	-	571	571	-
Fop Reg. Dues\$17.50-\$35.00	-	5,650	5,650	-
Orange Co. State & Local	-	232	174	58
85 Wastewater Operating	3,989,030	12,116,468	14,053,614	2,051,884
86 - Wastewater Deposit	163,423	55,016	45,595	172,844
Wastewater Depreciation	7,939,204	2,278,375	2,234,927	7,982,652
Wastewater Bond Reserve	2,552,739	1,250,993	3,732	3,800,000
Bond & Interest	3,996,294	5,981,590	5,932,717	4,045,167
Wastewater Bond Const.	3,573,084	53,973	3,170,260	456,797
Water Operating	1,997,548	5,501,249	5,835,986	1,662,811
Water Deposits	99,619	34,779	31,920	102,478
Water Depreciation	1,474,223	1,164,293	962,929	1,675,587
Water B & I	621,125	750,937	730,587	641,475
Brownfield Grant	-	886,178	886,178	-
Aviation General Operating	2,151,211	1,840,516	1,036,385	2,955,342
FAA Grant Fund	107,259	785,367	829,591	63,035
SIHO Medical Claims	113,407	6,786,855	6,802,236	98,026
SIHO Flex Plan	15,509	331,616	331,070	16,055
Totals	<u>\$ 72,748,140</u>	<u>\$ 138,379,040</u>	<u>\$ 135,121,270</u>	<u>\$ 76,005,910</u>

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

CITY OF COLUMBUS  
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, electric, gas, storm water, trash, aviation, 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 COLUMBUS  
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.

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

CITY OF COLUMBUS  
NOTES TO FINANCIAL STATEMENT  
(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 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 COLUMBUS  
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 COLUMBUS  
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 COLUMBUS  
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.

The Columbus City Utilities contributes to a pension plan unique to the City. Information regarding these plans may be obtained from the Columbus City Utilities.

## 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 COLUMBUS  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2012

	General Fund	Motor Vehicle Highways	Local Road & Street Fund	Thoroughfare	P&R Non-Reverting	Park & Recreation General	Rainy Day Fund 448	CPD Assest Forfeiture Fund
Cash and investments - beginning	\$ 8,821,180	\$ 673,750	\$ 220,397	\$ 1,852,484	\$ 338,265	\$ 2,372,791	\$ 2,242,895	\$ 75,348
Receipts:								
Taxes	17,641,674	445,265	-	1,070,389	-	3,610,368	-	-
Licenses and permits	142,082	-	-	-	-	-	-	-
Intergovernmental	10,189,448	1,163,458	411,667	68,887	-	232,351	-	-
Charges for services	969,499	100,558	-	-	2,762,590	168,045	-	-
Fines and forfeits	23,327	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-	-
Other receipts	370,218	2,848	328	182,520	-	682	942,343	2,674
Total receipts	<u>29,336,248</u>	<u>1,712,129</u>	<u>411,995</u>	<u>1,321,796</u>	<u>2,762,590</u>	<u>4,011,446</u>	<u>942,343</u>	<u>2,674</u>
Disbursements:								
Personal services	17,028,958	1,046,895	-	-	844,961	2,553,291	-	-
Supplies	1,391,620	125,630	-	-	283,433	389,628	-	-
Other services and charges	7,676,823	147,699	593,663	768,792	1,466,168	900,248	-	47,784
Debt service - principal and interest	-	-	-	-	-	-	-	-
Capital outlay	318,799	1,926	-	-	-	287,839	-	-
Utility operating expenses	-	-	-	-	-	-	-	-
Other disbursements	551,548	-	-	4,929	-	-	-	-
Total disbursements	<u>26,967,748</u>	<u>1,322,150</u>	<u>593,663</u>	<u>773,721</u>	<u>2,594,562</u>	<u>4,131,006</u>	<u>-</u>	<u>47,784</u>
Excess (deficiency) of receipts over disbursements	<u>2,368,500</u>	<u>389,979</u>	<u>(181,668)</u>	<u>548,075</u>	<u>168,028</u>	<u>(119,560)</u>	<u>942,343</u>	<u>(45,110)</u>
Cash and investments - ending	<u>\$ 11,189,680</u>	<u>\$ 1,063,729</u>	<u>\$ 38,729</u>	<u>\$ 2,400,559</u>	<u>\$ 506,293</u>	<u>\$ 2,253,231</u>	<u>\$ 3,185,238</u>	<u>\$ 30,238</u>

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

	Levy Excess Fund	Cumulative Cap. Improve.	Cumulative Cap. Dev.	Cumulative Fire Fund	Storm Sewer Non-Reverting	Medic Non-Reverting	City Hall Non-Reverting	CEDIT Fund
Cash and investments - beginning	\$ -	\$ 107,865	\$ 518,151	\$ 621,902	\$ 201,724	\$ 119,400	\$ 12,147	\$ 299,181
Receipts:								
Taxes	-	-	741,377	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental	-	116,861	47,712	-	-	-	-	3,319,719
Charges for services	-	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-	-
Other receipts	535,861	-	-	-	118,088	27,092	97,434	4,910
Total receipts	535,861	116,861	789,089	-	118,088	27,092	97,434	3,324,629
Disbursements:								
Personal services	-	-	-	-	-	-	-	29,677
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	77,668	-	-	18,348	-	-	2,025
Debt service - principal and interest	-	-	-	-	-	-	-	-
Capital outlay	-	-	912,753	233,477	-	8,027	-	1,596,778
Utility operating expenses	-	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-	-
Total disbursements	-	77,668	912,753	233,477	18,348	8,027	-	1,628,480
Excess (deficiency) of receipts over disbursements	535,861	39,193	(123,664)	(233,477)	99,740	19,065	97,434	1,696,149
Cash and investments - ending	\$ 535,861	\$ 147,058	\$ 394,487	\$ 388,425	\$ 301,464	\$ 138,465	\$ 109,581	\$ 1,995,330

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

	Insurance Non-Reverting	Police Pension Fund	Fire Pension Fund	Riverboat Fund	AFLAC Pre-Tax Prem.	MRC-Transit Grant	MRC-EDI Grant
Cash and investments - beginning	\$ 4,583,421	\$ 1,830,009	\$ 1,313,356	\$ 362,924	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	1	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	261,014	-	-	-
Charges for services	-	1,065,482	1,702,772	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	7,671,984	1,800	1,124	66	9,056	7,058,000	784,625
Total receipts	<u>7,671,984</u>	<u>1,067,282</u>	<u>1,703,897</u>	<u>261,080</u>	<u>9,056</u>	<u>7,058,000</u>	<u>784,625</u>
Disbursements:							
Personal services	-	2,400	2,400	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	7,871,900	1,030,407	1,994,607	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	51,501	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	9,056	780,812	-
Total disbursements	<u>7,871,900</u>	<u>1,032,807</u>	<u>1,997,007</u>	<u>51,501</u>	<u>9,056</u>	<u>780,812</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(199,916)</u>	<u>34,475</u>	<u>(293,110)</u>	<u>209,579</u>	<u>-</u>	<u>6,277,188</u>	<u>784,625</u>
Cash and investments - ending	<u>\$ 4,383,505</u>	<u>\$ 1,864,484</u>	<u>\$ 1,020,246</u>	<u>\$ 572,503</u>	<u>\$ -</u>	<u>\$ 6,277,188</u>	<u>\$ 784,625</u>

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

	AFLAC After Tax Prem.	Planning DP-11-07 Escrow	Fire Dept. Grants	FEMA Buyout	Commons Capital N/R	Nusun Project	NSP1 Revenue Rent & Sale
Cash and investments - beginning	\$ -	\$ -	\$ 220	\$ (31,085)	\$ 929,833	\$ 136,752	\$ (146,829)
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	31,085	-	-	674,224
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	1,646	334	-	-	236,315	1	-
Total receipts	<u>1,646</u>	<u>334</u>	<u>-</u>	<u>31,085</u>	<u>236,315</u>	<u>1</u>	<u>674,224</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	334	220	18,563	246,273	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	1,646	-	-	-	-	40,618	647,458
Total disbursements	<u>1,646</u>	<u>334</u>	<u>220</u>	<u>18,563</u>	<u>246,273</u>	<u>40,618</u>	<u>647,458</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>-</u>	<u>(220)</u>	<u>12,522</u>	<u>(9,958)</u>	<u>(40,617)</u>	<u>26,766</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (18,563)</u>	<u>\$ 919,875</u>	<u>\$ 96,135</u>	<u>\$ (120,063)</u>

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

	Parks Cap. Improve. N/R	Mccullough Run/Fed P&R	Donations Fund	Property Room Money	CPD Grants Fund	Police Continuing Ed Fun	Col Downtown&Airport Ctp
Cash and investments - beginning	\$ 91,904	\$ 543	\$ 216,113	\$ -	\$ 7,870	\$ 105,868	\$ 2,294,254
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	22,859	-
Intergovernmental	-	-	-	-	33,914	-	-
Charges for services	-	-	-	-	-	2,697	-
Fines and forfeits	-	-	-	-	-	25,526	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	71,051	-	178,136	35,025	-	1,775	-
Total receipts	71,051	-	178,136	35,025	33,914	52,857	-
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	30,804	62,245	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	543	124,952	-	-	-	2,294,254
Total disbursements	-	543	124,952	-	30,804	62,245	2,294,254
Excess (deficiency) of receipts over disbursements	71,051	(543)	53,184	35,025	3,110	(9,388)	(2,294,254)
Cash and investments - ending	\$ 162,955	\$ -	\$ 269,297	\$ 35,025	\$ 10,980	\$ 96,480	\$ -

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

	Columbus Redevelopment	Columbus Technology Fund	NSP1 Northbrook&Linc Ctrl	TIF Money	New Commons	Jackson St.Bond Premium	Outdoor Sports Ctr Bond
Cash and investments - beginning	\$ 4,788	\$ 535,464	\$ 3,496	\$ 1,383,952	\$ 68	\$ 701,747	\$ 7,297,675
Receipts:							
Taxes	-	-	-	5,499,405	-	-	-
Licenses and permits	-	353,521	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	38,433	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	4,238	8,815	453,639	-	-	501,999	-
Total receipts	<u>4,238</u>	<u>400,769</u>	<u>453,639</u>	<u>5,499,405</u>	<u>-</u>	<u>501,999</u>	<u>-</u>
Disbursements:							
Personal services	-	59,656	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	138	14,408	429,552	-	6	-	-
Debt service - principal and interest	-	-	-	-	-	697,719	7,297,675
Capital outlay	-	53,131	-	1,478,976	62	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>138</u>	<u>127,195</u>	<u>429,552</u>	<u>1,478,976</u>	<u>68</u>	<u>697,719</u>	<u>7,297,675</u>
Excess (deficiency) of receipts over disbursements	<u>4,100</u>	<u>273,574</u>	<u>24,087</u>	<u>4,020,429</u>	<u>(68)</u>	<u>(195,720)</u>	<u>(7,297,675)</u>
Cash and investments - ending	<u>\$ 8,888</u>	<u>\$ 809,038</u>	<u>\$ 27,583</u>	<u>\$ 5,404,381</u>	<u>\$ -</u>	<u>\$ 506,027</u>	<u>\$ -</u>

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

	Redevelopment Bond'08	Outdoor Bond Reserve Fund	Sinking Outdoor Fund Pymt	Woodside Bond Pymts.(Tif	Redev Bond'08 Capital/Tax	Commons '09 Bond Pymts	Millrace Ctr/Transit Bldg
Cash and investments - beginning	\$ 425	\$ 822,636	\$ 525,150	\$ 133,247	\$ 84,727	\$ 281,804	\$ 272,519
Receipts:							
Taxes	-	-	-	-	41,675	686,541	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	2,682	44,183	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	-	386	222,784	1	-	73,855	138
Total receipts	-	386	222,784	1	44,357	804,579	138
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	823,022	687,934	-	-	-	-
Debt service - principal and interest	-	-	-	108,602	90,900	713,263	-
Capital outlay	-	-	-	-	-	-	272,657
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	60,000	-	-	-	-
Total disbursements	-	823,022	747,934	108,602	90,900	713,263	272,657
Excess (deficiency) of receipts over disbursements	-	(822,636)	(525,150)	(108,601)	(46,543)	91,316	(272,519)
Cash and investments - ending	\$ 425	\$ -	\$ -	\$ 24,646	\$ 38,184	\$ 373,120	\$ -

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

	Brokers National Life	American United Life Ins	Flex Fund	CDBG EDI-2ND St. Clean Up	Human Rights Nonreverting	Escrow Acct/Dunlap & Co.	Housing/Com Dev
Cash and investments - beginning	\$ -	\$ -	\$ 15,687	\$ -	\$ 10,783	\$ 141,599	\$ 86,823
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	58,258	91,966	304,397	326,300	-	586	-
Total receipts	58,258	91,966	304,397	326,300	-	586	-
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	326,300	9,286	-	44,020
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	58,258	91,966	300,000	-	-	-	-
Total disbursements	58,258	91,966	300,000	326,300	9,286	-	44,020
Excess (deficiency) of receipts over disbursements	-	-	4,397	-	(9,286)	586	(44,020)
Cash and investments - ending	\$ -	\$ -	\$ 20,084	\$ -	\$ 1,497	\$ 142,185	\$ 42,803

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

	Com.Dev Special Projects	Adjustment Acct. Com Dev	Com.Dev. Special Programs	LLEBG Crime Prevention	Police Alarms Systems	CDBG Entitle/House RLF NR	CDBG Local Match
Cash and investments - beginning	\$ 102	\$ -	\$ 17,817	\$ 9	\$ 84,919	\$ 5,108	\$ 4,270
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	3,045	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	-	75,000	23,923	-	114	314,197	-
Total receipts	-	75,000	23,923	-	3,159	314,197	-
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	8	-	34,623	-	-	325,051	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	75,000	-	-	-	-	-
Total disbursements	8	75,000	34,623	-	-	325,051	-
Excess (deficiency) of receipts over disbursements	(8)	-	(10,700)	-	3,159	(10,854)	-
Cash and investments - ending	\$ 94	\$ -	\$ 7,117	\$ 9	\$ 88,078	\$ (5,746)	\$ 4,270

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

	Com. Dev. Ethnic Expo	Banner Fund 287	Com Dev Garden Plots	Volunteers In Medicine	Maint Eastside Comm Ctr	Com Dev Mayor'S Breakfast	Mayor'S 2010 Cheer Fund
Cash and investments - beginning	\$ 31,797	\$ -	\$ 2,128	\$ -	\$ 418	\$ 43	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	51,842	750	1,556	6,314	-	-	4,436
Total receipts	51,842	750	1,556	6,314	-	-	4,436
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	65,700	414	2,839	-	-	43	4,436
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	65,700	414	2,839	-	-	43	4,436
Excess (deficiency) of receipts over disbursements	(13,858)	336	(1,283)	6,314	-	(43)	-
Cash and investments - ending	\$ 17,939	\$ 336	\$ 845	\$ 6,314	\$ 418	\$ -	\$ -

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

	Adopt A Brick	Cummins Garage Reserve Fd	Jackson St Garage Income	Cummins 2Nd Street Garage	Retail Lease/Commons Mall	Parks Bond Of 2005	Human Rhts Heritage Grant
Cash and investments - beginning	\$ 3,279	\$ 939,636	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	372,882	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	23,997	4,300
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	(1)	502	106,659	115,950	80,392	-	-
Total receipts	(1)	502	106,659	115,950	80,392	396,879	4,300
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	339	401	-	-	80,392	-	1,306
Debt service - principal and interest	-	-	-	-	-	367,875	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	339	401	-	-	80,392	367,875	1,306
Excess (deficiency) of receipts over disbursements	(340)	101	106,659	115,950	-	29,004	2,994
Cash and investments - ending	\$ 2,939	\$ 939,737	\$ 106,659	\$ 115,950	\$ -	\$ 29,004	\$ 2,994

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

	Transit Non-Reverting	Com. Dev. Streetscape	Engineering Special Proj.	Fire Alarms Systems	Safe Routes /School Plans	Payroll Fund	Pension-Net Payroll
Cash and investments - beginning	\$ 25,000	\$ 53,850	\$ 72,061	\$ 4,961	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	12,152	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	-	-	-	1	-	917,206	4,846
Total receipts	-	-	-	1	12,152	917,206	4,846
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	39,180	-	-	12,152	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	917,206	4,846
Total disbursements	-	39,180	-	-	12,152	917,206	4,846
Excess (deficiency) of receipts over disbursements	-	(39,180)	-	1	-	-	-
Cash and investments - ending	\$ 25,000	\$ 14,670	\$ 72,061	\$ 4,962	\$ -	\$ -	\$ -

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

	Federal Tax Withholdings	FICA Withholdings	Medicare Withholdings	Barth. State&Local Tax	Johnson State&Local Tax	Decatur State&Local Tax	Jennings State&Local Tax
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ 87,833	\$ 108	\$ 88	\$ 24
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	2,148,905	1,071,618	526,500	873,822	1,812	1,091	850
Total receipts	<u>2,148,905</u>	<u>1,071,618</u>	<u>526,500</u>	<u>873,822</u>	<u>1,812</u>	<u>1,091</u>	<u>850</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	2,148,905	1,071,618	526,500	872,479	1,780	1,089	724
Total disbursements	<u>2,148,905</u>	<u>1,071,618</u>	<u>526,500</u>	<u>872,479</u>	<u>1,780</u>	<u>1,089</u>	<u>724</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,343</u>	<u>32</u>	<u>2</u>	<u>126</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 89,176</u>	<u>\$ 140</u>	<u>\$ 90</u>	<u>\$ 150</u>

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

	Brown State&Local Tax	Marion State&Local Tax	Monroe State&Local Tax	Jackson State&Local Tax	Vanderburgh St.&Local Tax	457 Deferred Comp.	IU Bank Direct Deposit
Cash and investments - beginning	\$ 272	\$ -	\$ -	\$ 190	\$ 20	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	3,146	249	410	2,688	249	513,240	13,761,883
Total receipts	<u>3,146</u>	<u>249</u>	<u>410</u>	<u>2,688</u>	<u>249</u>	<u>513,240</u>	<u>13,761,883</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	3,166	212	367	2,686	269	513,240	13,761,883
Total disbursements	<u>3,166</u>	<u>212</u>	<u>367</u>	<u>2,686</u>	<u>269</u>	<u>513,240</u>	<u>13,761,883</u>
Excess (deficiency) of receipts over disbursements	<u>(20)</u>	<u>37</u>	<u>43</u>	<u>2</u>	<u>(20)</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 252</u>	<u>\$ 37</u>	<u>\$ 43</u>	<u>\$ 192</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Garnishment Fee	LTD	United Way Of Bartholomew	PFIA	Voluntary Perf	Lee & Ryan Environmental	Fire PERF
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ 495	\$ -	\$ 30,652
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	135	16,464	3,331	36,846	738	5,001	131,236
Total receipts	135	16,464	3,331	36,846	738	5,001	131,236
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	5,001	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	135	16,464	3,331	36,846	1,233	-	137,461
Total disbursements	135	16,464	3,331	36,846	1,233	5,001	137,461
Excess (deficiency) of receipts over disbursements	-	-	-	-	(495)	-	(6,225)
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 24,427

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

	Indusites Woodside N/W #3	Police Perf	Escrow Milestone Const	Escrow Nading Mechanical	Barth Co. Treas	Barth.Clerk-59 J.Ar buckle	Barth.Co.Clerk#34
Cash and investments - beginning	\$ -	\$ 25,263	\$ 55,583	\$ 33,258	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	217,100	111,245	76	9	240	300	1,000
Total receipts	217,100	111,245	76	9	240	300	1,000
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	33,267	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	115,192	-	-	240	300	1,000
Total disbursements	-	115,192	-	33,267	240	300	1,000
Excess (deficiency) of receipts over disbursements	217,100	(3,947)	76	(33,258)	-	-	-
Cash and investments - ending	\$ 217,100	\$ 21,316	\$ 55,659	\$ -	\$ -	\$ -	\$ -

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

	Smitherman Cons. Escrow	Kosciusko Co.	Div F&C#35	Div Of F&C-39	Div Of F&C-40	Div Of F&C-32	Div Of F&C-31
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	7,566	3,601	1,088	972	1,645	4,800	3,120
Total receipts	<u>7,566</u>	<u>3,601</u>	<u>1,088</u>	<u>972</u>	<u>1,645</u>	<u>4,800</u>	<u>3,120</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	3,601	1,088	972	1,645	4,800	3,120
Total disbursements	<u>-</u>	<u>3,601</u>	<u>1,088</u>	<u>972</u>	<u>1,645</u>	<u>4,800</u>	<u>3,120</u>
Excess (deficiency) of receipts over disbursements	<u>7,566</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 7,566</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Div Of F &C 803	Barth.Co.Clerk-53	Barth.Clk-44	Barth. Co. Clerk-46	Div Of Family/ Children	Div Of Family/Children 2	Div Of Family/Children 3
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	4,158	2,192	1,056	400	3,432	39,504	7,436
Total receipts	<u>4,158</u>	<u>2,192</u>	<u>1,056</u>	<u>400</u>	<u>3,432</u>	<u>39,504</u>	<u>7,436</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	4,158	2,192	1,056	400	3,432	39,504	7,436
Total disbursements	<u>4,158</u>	<u>2,192</u>	<u>1,056</u>	<u>400</u>	<u>3,432</u>	<u>39,504</u>	<u>7,436</u>
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	-	-
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Div Of Family/Children	Div Of Family/Children-37	Div Of Family/ Children-38	Div Of Family/Child-805	Bartholomew Co. Clerk #54	Div Of Family/Children 9	Div Of Family/Children10
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	1,716	4,134	1,820	4,700	550	15,600	6,396
Total receipts	<u>1,716</u>	<u>4,134</u>	<u>1,820</u>	<u>4,700</u>	<u>550</u>	<u>15,600</u>	<u>6,396</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	1,716	4,134	1,820	4,700	550	15,600	6,396
Total disbursements	<u>1,716</u>	<u>4,134</u>	<u>1,820</u>	<u>4,700</u>	<u>550</u>	<u>15,600</u>	<u>6,396</u>
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	-	-
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	N.Carolina Chhild Support	Div.Of F&C#11	Robert A. Brothers	Floyd Co Tax	Bartholomew Co. Clerk-29	Allied Collection Service	Uniforms-Garage
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ 58	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	2,400	7,384	6,480	403	1,500	650	2,415
Total receipts	<u>2,400</u>	<u>7,384</u>	<u>6,480</u>	<u>403</u>	<u>1,500</u>	<u>650</u>	<u>2,415</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	2,400	7,384	6,480	461	1,500	650	2,415
Total disbursements	<u>2,400</u>	<u>7,384</u>	<u>6,480</u>	<u>461</u>	<u>1,500</u>	<u>650</u>	<u>2,415</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>-</u>	<u>-</u>	<u>(58)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Uniforms-Parks	Union Dues	Johnson Circuit	Barth.Co.Clerk-16	Div of F&C#16	Pension-Direct Deposit	Pension-Federal & F/M WH
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	2,261	23,559	628	5,671	4,841	2,363,108	284,691
Total receipts	<u>2,261</u>	<u>23,559</u>	<u>628</u>	<u>5,671</u>	<u>4,841</u>	<u>2,363,108</u>	<u>284,691</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	2,261	23,559	628	5,671	4,841	2,363,108	284,691
Total disbursements	<u>2,261</u>	<u>23,559</u>	<u>628</u>	<u>5,671</u>	<u>4,841</u>	<u>2,363,108</u>	<u>284,691</u>
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	-	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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

	Pension-State & Local	Ind State Central Collect	Fop Over 20Yrs\$13.25-26.50	Fop Reg.Dues\$17.50-\$35.00	Orange Co. State & Local	85 Wastewater Operating	86 - Wastewater Deposit
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,989,030	\$ 163,423
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	11,293,356	-
Penalties	-	-	-	-	-	144,288	-
Other receipts	87,394	275	571	5,650	232	678,824	55,016
Total receipts	87,394	275	571	5,650	232	12,116,468	55,016
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	4,344,866	-
Other disbursements	87,394	275	571	5,650	174	9,708,748	45,595
Total disbursements	87,394	275	571	5,650	174	14,053,614	45,595
Excess (deficiency) of receipts over disbursements	-	-	-	-	58	(1,937,146)	9,421
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ 58	\$ 2,051,884	\$ 172,844

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

	Wastewater Depreciation	Wastewater Bond Reserve	Bond & Interest	Wastewater Bond Const.	Water Operating	Water Deposits	Water Depreciation
Cash and investments - beginning	\$ 7,939,204	\$ 2,552,739	\$ 3,996,294	\$ 3,573,084	\$ 1,997,548	\$ 99,619	\$ 1,474,223
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	43,201	5,203,841	-	-
Penalties	-	-	-	-	23,144	-	-
Other receipts	2,278,375	1,250,993	5,981,590	10,772	274,264	34,779	1,164,293
Total receipts	<u>2,278,375</u>	<u>1,250,993</u>	<u>5,981,590</u>	<u>53,973</u>	<u>5,501,249</u>	<u>34,779</u>	<u>1,164,293</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	1,584,927	-	-	2,885,944	-	-	939,115
Utility operating expenses	-	-	-	-	3,330,315	-	-
Other disbursements	650,000	3,732	5,932,717	284,316	2,505,671	31,920	23,814
Total disbursements	<u>2,234,927</u>	<u>3,732</u>	<u>5,932,717</u>	<u>3,170,260</u>	<u>5,835,986</u>	<u>31,920</u>	<u>962,929</u>
Excess (deficiency) of receipts over disbursements	<u>43,448</u>	<u>1,247,261</u>	<u>48,873</u>	<u>(3,116,287)</u>	<u>(334,737)</u>	<u>2,859</u>	<u>201,364</u>
Cash and investments - ending	<u>\$ 7,982,652</u>	<u>\$ 3,800,000</u>	<u>\$ 4,045,167</u>	<u>\$ 456,797</u>	<u>\$ 1,662,811</u>	<u>\$ 102,478</u>	<u>\$ 1,675,587</u>

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

	Water B & I	Brownfield Grant	Aviation General Operating	FAA Grant Fund	SIHO Medical Claims	SIHO Flex Plan	Totals
Cash and investments - beginning	\$ 621,125	\$ -	\$ 2,151,211	\$ 107,259	\$ 113,407	\$ 15,509	\$ 72,748,140
Receipts:							
Taxes	-	-	-	-			30,109,577
Licenses and permits	-	-	-	-			518,462
Intergovernmental	-	-	-	785,367			17,423,021
Charges for services	-	-	699,998	-			7,510,074
Fines and forfeits	-	-	-	-			51,898
Utility fees	-	-	-	-			16,540,398
Penalties	-	-	-	-			167,432
Other receipts	750,937	886,178	1,140,518	-	6,786,855	331,616	66,058,178
Total receipts	750,937	886,178	1,840,516	785,367	6,786,855	331,616	138,379,040
Disbursements:							
Personal services	-	-	308,314	-			21,876,552
Supplies	-	-	76,311	-			2,266,622
Other services and charges	-	-	492,056	-			26,386,445
Debt service - principal and interest	-	-	-	-			9,276,034
Capital outlay	-	-	159,704	829,591			11,615,207
Utility operating expenses	-	-	-	-			7,675,181
Other disbursements	730,587	886,178	-	-	6,802,236	331,070	56,025,229
Total disbursements	730,587	886,178	1,036,385	829,591	6,802,236	331,070	135,121,270
Excess (deficiency) of receipts over disbursements	20,350	-	804,131	(44,224)	(15,381)	546	3,257,770
Cash and investments - ending	\$ 641,475	\$ -	\$ 2,955,342	\$ 63,035	\$ 98,026	\$ 16,055	\$ 76,005,910

CITY OF COLUMBUS  
 SCHEDULE OF PAYABLES AND RECEIVABLES  
 December 31, 2012

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Water	\$ 80,928	\$ 360,211
Aviation	174,050	12,929
Wastewater	43,898	909,320
Governmental activities	<u>3,157,498</u>	<u>578,198</u>
Totals	<u>\$ 3,456,374</u>	<u>\$ 1,860,658</u>

CITY OF COLUMBUS  
SCHEDULE OF LEASES AND DEBT  
December 31, 2012

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
Foundation For Youth	2012 Foundation For Youth Lease	\$ 338,000	12-31-12	12-31-17
Regions Bank	2010 Parks Vehicle & Equipment	86,547	04-01-11	10-01-15
Regions Bank	2009 Police Vehicle & Equipment	<u>216,495</u>	10-01-09	04-01-14
Total governmental activities		<u>641,042</u>		
Total of annual lease payments		<u>\$ 641,042</u>		

Type	Description of Debt Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:			
General obligation bonds	2005 Park District Refunding Bonds	\$ 1,665,000	\$ 371,600
General obligation bonds	2007 Redevelopment District - Parking Garage A1	4,890,000	339,644
General obligation bonds	2007 Redevelopment District - Parking Garage A2	4,875,000	428,311
General obligation bonds	2007 Redevelopment District - Woodside	900,000	109,790
General obligation bonds	2008 Redevelopment District - Parking Garage	870,000	88,700
General obligation bonds	2009 Commons Bond	8,145,000	712,763
Revenue bonds	Series 2011 Buckingham COle Taxable Ec. Dev. Bond	1,635,000	135,675
Revenue bonds	SRF Redevelopment District Rev. Bonds 2011A	570,000	30,000
Revenue bonds	Brownfield Series 2011B Revenue Bond	1,140,000	60,000
Revenue bonds	Ec. Dev. Certified Tech Park Rev Bond Series 2011A	7,450,000	1,977,085
Revenue bonds	Ec. Dev. TIF Bonds Series 2011B	3,730,000	168,013
Revenue bonds	Taxable Economic Development Revenue Bonds Series 2009	12,099,634	335,000
Revenue bonds	Economic Development Income Tax Revenue Bonds Series 2012	<u>7,845,000</u>	<u>681,468</u>
Total governmental activities		<u>55,814,634</u>	<u>5,438,049</u>
Water:			
Revenue bonds	Water Plant Improvements	<u>720,000</u>	<u>735,000</u>
Wastewater:			
Revenue bonds	EB collection sysyem upgrade	680,000	71,746
Notes and loans payable	2006 CSO & Eastside	25,166,000	2,176,181
Notes and loans payable	2008 Southside LS and lines	5,080,000	414,970
Notes and loans payable	2009 new Wastewater Plant	47,430,000	3,225,743
Notes and loans payable	Provide sewer service to Royal View	<u>235,000</u>	<u>29,213</u>
Total Wastewater		<u>78,591,000</u>	<u>5,917,853</u>
Totals		<u>\$ 135,125,634</u>	<u>\$ 12,090,902</u>

CITY OF COLUMBUS  
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	\$ 8,212,682
Infrastructure	219,274,953
Buildings	104,232,301
Improvements other than buildings	13,152,412
Machinery, equipment, and vehicles	21,186,527
Books and other	<u>128,000</u>
Total governmental activities	<u>366,186,875</u>
Water:	
Land	237,523
Infrastructure	29,221,979
Buildings	19,010,980
Improvements other than buildings	250,000
Machinery, equipment, and vehicles	4,205,685
Construction in progress	<u>18,780</u>
Total Water	<u>52,944,947</u>
Wastewater:	
Land	1,707,894
Infrastructure	52,004,225
Buildings	44,041,694
Improvements other than buildings	350,000
Machinery, equipment, and vehicles	32,558,202
Construction in progress	<u>3,234,552</u>
Total Wastewater	<u>133,896,567</u>
Aviation:	
Land	2,009,644
Buildings	3,323,889
Improvements other than buildings	28,613,639
Machinery, equipment, and vehicles	730,646
Construction in progress	<u>872,630</u>
Total Aviation	<u>35,550,448</u>
Total capital assets	<u>\$ 588,578,837</u>

CITY OF COLUMBUS  
AUDIT RESULT AND COMMENT

**INTERNAL CONTROLS**

The City did not have a proper system of internal control in place to prevent or detect and correct errors on the Schedule of Expenditures of Federal Awards (SEFA). The City should have proper controls in place over the preparation of the SEFA to ensure accurate reporting of federal awards. Without a proper system of internal control in place that operates effectively, material misstatements of the SEFA could remain undetected.

During the audit of the SEFA, we noted the following errors: The Federal expenditures for a project within the Highway Planning and Construction Cluster and Brownfields Assessment and Cleanup Cooperative Agreements were not separately identified as being funded with ARRA funds; the pass-through entity's identifying number was not always correct. Audit adjustments were proposed, accepted by the City, and made to the SEFA presented in this report. These adjustments resulted in a presentation of the SEFA that is materially correct in relation to the financial statement.

Internal controls over the reporting for the financial activities were insufficient: The Annual Financial Report submitted to the State Board of Accounts via Gateway on February 28, 2012, contained a number of errors and did not properly reflect the financial activity reported on the ledger of the City of Columbus Wastewater Utility. During the preparations of the annual report the Utility Director of Finance and Business prepares, for each utility fund, total receipts and disbursements for the year and inputs into Gateway for the Annual Financial Report. While comparing the Annual Financial Report to the Utilities' ledger, we found receipts reported were understated and disbursements reported were overstated.

Additionally, funds held in trust by a third party administrator were not included on the Annual Financial Report submitted via Gateway. The City is self-insured for health insurance and pays a third party administrator to administer health benefit claims. The City uses the Insurance Non Reverting fund to account for the receipt of premiums paid by the City and employees of the City and for the disbursement of benefit claims to the third party administrator. The Non Reverting Fund was properly reported on the Annual Financial Report Gateway system; however, the funds received and subsequently paid out by the third party administrator were not included. The City made the corrections to the Annual Financial Report in Gateway and resubmitted.

Governmental units should have internal controls in effect which provide reasonable assurance regarding the reliability of financial information and records, effectiveness and efficiency of operations, proper execution of management's objectives, and compliance with laws and regulations. Among other things, segregation of duties, safeguarding controls over cash and all other assets, and all forms of information processing are necessary for proper internal control.

Controls over the receipting, disbursing, recording, and accounting for the financial activities are necessary to avoid substantial risk of invalid transactions, inaccurate records and financial statements and incorrect decision making. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

Indiana Code 5-11-1-4(a) states:

"(a) The state examiner shall require from every municipality and every state or local governmental unit, entity, or instrumentality financial reports covering the full period of each fiscal year. These reports shall be prepared, verified, and filed with the state examiner not later than sixty (60) days after the close of each fiscal year. The reports must be in the form and content prescribed filed electronically, in a manner prescribed by the state examiner and filed electronically in the manner prescribed under IC 5-14-3.8-7."

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SUPPLEMENTAL AUDIT OF  
FEDERAL AWARDS



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

TO: THE OFFICIALS OF THE CITY OF COLUMBUS, BARTHOLOMEW COUNTY, INDIANA

***Report on Compliance for Each Major Federal Program***

We have audited the City of Columbus'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.

***Other Matters***

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with OMB Circular A - 133 and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2012-3, 2012-4, and 2012-5. Our opinion on each major federal program is not modified with respect to these matters.

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

The City's response to the noncompliance findings identified in our audit is described in the accompanying Corrective Action Plan. The City's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

***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.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be material weaknesses.

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. We consider the deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as items 2012-3, 2012-4, and 2012-5 to be material weaknesses.

The City's response to the internal control over compliance findings identified in our audit is described in the accompanying Corrective Action Plan. The City's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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

August 13, 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 COLUMBUS  
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
<b>Department of Housing and Urban Development</b>				
CDBG - Entitlement Grants Cluster	Direct Grant			
Community Development Block Grants/Entitlement Grants				
Community Development		14.218	B-11-MC-18-0020	\$ 222,058
Community Development		14.218	B-11-MC-18-0020	91,037
Total - Community Development Block Grants/Entitlement Grants				<u>313,095</u>
Total - CDBG - Entitlement Grants Cluster				<u>313,095</u>
CDBG - State-Administered CDBG Cluster				
Community Development Block Grants/State's Program and Non Entitlement Grants in Hawaii FEMA Buyout	Indiana Housing and Community Development Authority	14.228	DR1HB-009-001	7,771
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii NSP1 Northbrook & Linc Ctrl	Indiana Office of Community and Rural Affairs	14.228	NSP1-009-012	450,448
Total - CDBG - State-Administered CDBG Cluster				<u>458,219</u>
Economic Development Initiative-Special Project/ Neighborhood Initiative and Miscellaneous Grants Former Columbus Wood Treating Site Brownfields Clean Up	Direct Grant	14.251	B-08-SP-IN-0518	326,300
Total - Department of Housing and Urban Development				<u>1,097,614</u>
<b>Department of Justice</b>				
JAG Program Cluster	Indiana Criminal Justice Institute			
Edward Byrne Memorial Justice Assistance Grant Program				
CPD Grant Funds		16.738	2008-DJ-BX-0018	1,615
CPD Grant Funds		16.738	2010-DJ-BX-0254	4,385
Total - JAG Program Cluster				<u>6,000</u>
Total - Department of Justice				<u>6,000</u>
<b>Department of Transportation</b>				
Highway Planning and Construction Cluster	Indiana Department of Transportation			
ARRA - Highway Planning and Construction				
ARRA - CE Bridge Deck Replacement & Widening 17th Street		20.205	DES-0500692	59,523
Highway Plan and Construction				
Safe Routes/School Plan		20.205	DES-0902285	12,152
Metropolitan Planning Organization		20.205	PO 0010806298	34,347
Total - Highway Planning and Construction Cluster				<u>106,022</u>
Federal Transit Cluster	Direct Grant			
Federal Transit Formula Grant				
Transit Operations		20.507	IN-90-4639	292,626
Transit Operations		20.507	IN-90-4616	149,941
Total - Federal Transit Cluster				<u>442,567</u>

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

CITY OF COLUMBUS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For The Year Ended December 31, 2012  
(Continued)

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>Department of Transportation (continued)</u>				
Highway Safety Cluster				
State and Community Highway Safety 2012 Operation Pullover	Indiana Criminal Justice Institute	20.600	D3-12-6430	5,500
Total - Highway Safety Cluster				5,500
Airport Improvement Program	Direct Grant			
FAA Grant Fund/AIP 24 TWY D South Corp		20.106	3-18-0012-024-2012	785,366
Total - Department of Transportation				1,339,455
<u>Environmental Protection Agency</u>				
Capitalization Grants for Clean Water State Revolving Funds	Indiana Finance Authority			
2006 SRF Grant		66.458	CS18239901	-
2009 SRF Grant		66.458	WW08090304	43,200
2012 SRF Grant		66.458	WW10232305	5,696
Total - Capitalization Grants for Clean Water State Revolving Funds				48,896
ARRA - Brownfields Assessment & Cleanup Cooperative Agreements	Indiana Finance Authority			
ARRA - 2012 Brownfield Grant		66.818	2B-00E96801-1	574,339
Brownfields Assessment & Cleanup Cooperative Agreements	Indiana Finance Authority			
2012 Brownfield Grant			BL-00E48101-4	311,839
Total - Brownfields Assessment & Cleanup Cooperative Agreements				886,178
Total - Environmental Protection Agency				935,074
<u>Department of Homeland Security</u>				
Hazard Mitigation Grant	Indiana Department of Homeland Security			
FEMA Buyout		97.039	C44P-0-178A	23,314
State Homeland Security Program	Indiana Department of Homeland Security			
County Grant for CPD		97.073	2010-SS-T0-0038	20,014
Total - Department of Homeland Security				43,328
Total federal awards expended				<u>\$ 3,421,471</u>

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

CITY OF COLUMBUS  
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 Columbus 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 COLUMBUS  
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?	yes
Significant deficiencies identified?	none reported
Noncompliance material to financial statement noted?	yes

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	yes
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?	yes

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
	Federal Transit Cluster
	Highway Planning and Construction Cluster
	CDBG - State-Administered CDBG Cluster
20.106	Airport Improvement Program
66.818	Brownfield Assessment & Cleanup Cooperative Agreements

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**

**FINDING 2012-1 - INTERNAL CONTROLS OVER PREPARATION OF THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

The City did not have a proper system of internal control in place to prevent or detect and correct errors on the Schedule of Expenditures of Federal Awards (SEFA). The City should have proper controls in place over the preparation of the SEFA to ensure accurate reporting of federal awards. Without a proper system of internal control in place that operates effectively, material misstatements of the SEFA could remain undetected.

CITY OF COLUMBUS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)

During the audit of the SEFA, we noted the following errors: The Federal expenditures for a project within the Highway Planning and Construction Cluster and Brownfields Assessment and Cleanup Cooperative Agreements were not separately identified as being funded with ARRA funds; the pass-through entity's identifying number was not always correct. Audit adjustments were proposed, accepted by the City, and made to the SEFA presented in this report. These adjustments resulted in a presentation of the SEFA that is materially correct in relation to the financial statement.

Governmental units should have internal controls in effect which provide reasonable assurance regarding the reliability of financial information and records, effectiveness and efficiency of operations, proper execution of management's objectives, and compliance with laws and regulations. Among other things, segregation of duties, safeguarding controls over cash and all other assets, and all forms of information processing are necessary for proper internal control.

Controls over the receipting, disbursing, recording, and accounting for the financial activities are necessary to avoid substantial risk of invalid transactions, inaccurate records and financial statements and incorrect decision making. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

OMB Circular A-133, Subpart C, section. 300 states in part: "The auditee shall . . . (d) Prepare appropriate financial statements, including the schedule of expenditures of Federal Awards in accordance with section.310."

OMB Circular A-133, Subpart C, section. 310(b) states:

"Schedule of expenditures of Federal awards: The auditee shall also prepare a schedule of expenditures of Federal awards for the period covered by the auditee's financial statements. While not required, the auditee may choose to provide information requested by Federal awarding agencies and pass-through entities to make the schedule easier to use. For example, when a Federal program has multiple award years, the auditee may list the amount of Federal awards expended for each award year separately. At a minimum, the schedule shall:

- (1) List individual Federal programs by Federal agency. For Federal programs included in a cluster of programs, list individual Federal programs within a cluster of programs. For R&D, total Federal awards expended shall be shown either by individual award or by Federal agency and major subdivision within the Federal agency. For example, the National Institutes of Health is a major subdivision I the Department of Health and Human Services.
- (2) For Federal awards received as a sub-recipient, the name of the pass-through entity and identifying number assigned by the pass-through entity shall be included.
- (3) Provide the total Federal awards expended for each individual Federal program and the CFDA number or other identifying number when the CFDA information is not available.
- (4) Include notes that describe the significant accounting policies used in preparing the schedule.
- (5) To the extent practical, pass-through entities should identify in the schedule the total amount provided to sub-recipients from each Federal program.

CITY OF COLUMBUS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)

- (6) Include, in either the schedule or a note to the schedule, the value of the Federal awards expended in the form of non-cash assistance, the amount of insurance in effect during the year, and loans or loan guarantees outstanding at year end. While not required, it is preferable to present this information in the schedule."

***FINDING 2012-2 - INTERNAL CONTROLS OVER FINANCIAL TRANSACTIONS AND REPORTING***

We noted deficiencies in the internal control system of the City related to financial transactions and reporting. We believe the following deficiencies constitutes a material weakness:

1. **Preparing Financial Statements:** Effective internal control over financial reporting involves the identification and analysis of the risks of material misstatement to the City's audited financial statement and then determining how those identified risks should be managed. The City has not identified risks to the preparation of a reliable financial statement as generated by the Gateway Annual Financial Report and as a result has failed to design effective controls over the preparation of the financial statement to prevent or detect material misstatements, including notes to the financial statement.

The Gateway Annual Financial Report (Annual Report) submitted to the Indiana State Board of Accounts on February 28, 2012, contained a number of errors and did not properly reflect the financial activity reported on the ledger of the City's Wastewater Utility. During the preparation of the annual report, the Utility Director of Finance and Business prepares, for each utility fund, total receipts and disbursements for the year and inputs into Gateway System for the Annual Report. While comparing the Annual Report to the Utilities' ledger, we found receipts reported were understated and disbursements reported were overstated.

Additionally, funds held in trust by a third party administrator were not on the Annual Report submitted. The City is self-insured for health insurance and pays a third party administrator to administer health benefit claims. The City uses the Insurance Non Reverting fund to account for the receipt of premiums paid by the City and employees of the City and for the disbursement of benefit claims to the third party administrator. The Non Reverting Fund was properly reported on the Annual Report; however, the funds received and subsequently paid out by the third party administrator were not included. The City made the corrections to the Annual Report and resubmitted.

2. **Lack of Segregation of Duties:** Control activities should be selected and developed at various levels of the City to reduce risks to the achievement of financial reporting objectives. The City has not separated incompatible activities related to Aviation receipts and cash and investment balances. The failure to establish these controls could enable material misstatements or irregularities to remain undetected.

Governmental units should have internal controls in effect which provide reasonable assurance regarding the reliability of financial information and records, effectiveness and efficiency of operations, proper execution of management's objectives, and compliance with laws and regulations. Among other things, segregation of duties, safeguarding controls over cash and all other assets and all forms of information processing are necessary for proper internal control.

Controls over the receipting, disbursing, recording and accounting for the financial activities are necessary to avoid substantial risk of invalid transactions, inaccurate records and financial statements and incorrect decision making. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

CITY OF COLUMBUS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)

Indiana Code 5-11-1-4(a) states:

"(a) The state examiner shall require from every municipality and every state or local governmental unit, entity, or instrumentality financial reports covering the full period of each fiscal year. These reports shall be prepared, verified, and filed with the state examiner not later than sixty (60) days after the close of each fiscal year. The reports must be in the form and content prescribed filed electronically, in a manner prescribed by the state examiner and filed electronically in the manner prescribed under IC 5-14-3.8-7."

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

**FINDING 2012-3 - REPORTING**

Federal Agency: Department of Transportation

Federal Program: Federal Transit - Formula Grants (Urbanized Area Formula Program)

CFDA Number: 20.507

Federal Award Number and Year (or Other Identifying Number): IN-90-4639; IN-90-4616

Management of the City has not established an effective internal control system over the preparation of the quarterly federal financial reports to ensure compliance with reporting requirements. The failure to establish an effective internal control system places the City at risk of material noncompliance.

Quarterly Operating Financial Status Report is required to be filed quarterly. Two of the reports were filed late. The reports were due by July 30, 2012 and October 30<sup>th</sup>, but were not filed until August 22, 2012 and December 19, 2012, respectively.

49 CFR 18.41b states in part:

"(3) Frequency. The Federal agency may prescribe the frequency of the report for each project or program. However, the report will not be required more frequently than quarterly. If the Federal agency does not specify the frequency of the report, it will be submitted annually. A final report will be required upon expiration or termination of grant support.

(4) Due date. When reports are required on a quarterly or semiannual basis, they will be due 30 days after the reporting period. When required on an annual basis, they will be due 90 days after the grant year. Final reports will be due 90 days after the expiration or termination of grant support."

OMB Circular A-133, Subpart C, section .300 states in part:

"The auditee shall: . . . (b) Maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs."

The City was not in compliance with the reporting compliance requirements. Failure to comply with these requirements could cause the City to be ineligible to receive future federal awards.

We recommended the City's management establish controls to ensure that the financial reports are prepared timely.

CITY OF COLUMBUS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)

***FINDING 2012-4 - CASH MANAGEMENT***

Federal Agency: U.S. Department of Transportation  
Federal Program: Highway Planning and Construction  
CFDA Number: 20.205  
Federal Award Number and Year (or Other Identifying Number): DES#0902285  
Pass-Through Entity: Indiana Department of Transportation

Management of the City has not established an effective internal control system over the preparation and submission of reimbursement requests to ensure compliance with cash management requirements. The failure to establish an effective internal control system places the City at risk of material noncompliance.

Amounts received for the Highway Planning and Construction grants were supposed to be disbursed before the reimbursement was received from the pass-through agency. However, the City had requested and received the reimbursement before the funds were disbursed. The INDOT reimbursement was received on April 5, 2012, but the City did not pay the invoice until April 24, 2012.

Title 49 subpart 18.21(d) states in part:

"Reimbursement shall be the preferred method when the requirements in paragraph (c) of this section are not met. Grantees and subgrantees may also be paid by reimbursement for any construction grant. Except as otherwise specified in regulation, Federal agencies shall not use the percentage of completion method to pay construction grants. The grantee or subgrantee may use that method to pay its construction contractor, and if it does, the awarding agency's payments to the grantee or subgrantee will be based on the grantee's or subgrantee's actual rate of disbursement."

OMB Circular A-133, Subpart C, section .300 states in part:

"The auditee shall: . . . (b) Maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs."

The City was not in compliance with the cash management compliance requirements. Failure to comply with these requirements could cause the City to be ineligible to receive future federal awards.

We recommend the City's management establish controls for proper preparation and submission of reimbursement requests.

***FINDING 2012-5 - SPECIAL TESTS AND PROVISIONS***

Federal Agency: Environmental Protection Agency  
Federal Program: Brownfields Assessment & Cleanup Cooperative Agreements  
CFDA Number: 66.818  
Federal Award Number and Year (or Other Identifying Number): 2B-00E96801-1  
Pass-Through Entity: Indiana Finance Authority

CITY OF COLUMBUS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)

Federal Agency: Department of Transportation  
Federal Program: Highway Planning and Construction  
CFDA Number: 20.205  
Federal Award Number and Year (or Other Identifying Number): DES-0500692  
Pass-Through Entity: Indiana Department of Transportation

Management of the City has not established an effective internal control system over the reporting of ARRA funding to ensure compliance with the American Recovery and Reinvestment Act of 2009 (ARRA). The failure to establish an effective internal control system places the City at risk of material noncompliance.

The City is required to report ARRA expenditures separately on the Schedule of Expenditures of Federal Awards (SEFA), but instead combined them with non ARRA expenditures. Adjustments were proposed, accepted by the City, and made to the SEFA presented in this report.

2 CFR 176.210 (b) states:

"For recipients covered by the Single Audit Act Amendments of 1996 and OMB Circular A-133, 'Audits of States, Local Governments, and Non-Profit Organizations,' recipients agree to separately identify the expenditures for Federal awards under the Recovery Act on the Schedule of Expenditures of Federal Awards (SEFA) and the Data Collection Form (SF-SAC) required by OMB Circular A-133. This shall be accomplished by identifying expenditures for Federal awards made under the Recovery Act separately on the SEFA, and as separate rows under Item 9 of Part III on the SF-SAC by CFDA number, and inclusion of the prefix 'ARRA-' in identifying the name of the Federal program on the SEFA and as the first characters in Item 9d of Part III on the SF-SAC."

OMB Circular A-133, Subpart C, section .300 states in part:

"The auditee shall: . . . (b) Maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs."

The City was not in compliance with ARRA Funding compliance requirements. Failure to comply with these requirements could cause the City to be ineligible to receive future federal awards.

We recommended the City's management establish controls for the reporting of ARRA funding for all grants.

## SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

### Finding Number 2011-2

Original SBA Audit Report Number: B41036  
Fiscal Year 2011  
Auditee Contact Person Luann Welmer  
Title of Contact Person Clerk Treasurer  
Phone Number 812-376-2510  
Status of Finding: Completed

Cash management – a plan has been implemented to ensure that the time between receipt and disbursement of federal funds is minimized according to grant regulations.

### Finding Number 2011-3

Original SBA Audit Report Number: B41036  
Fiscal Year 2011  
Auditee Contact Person Luann Welmer  
Title of Contact Person Clerk Treasurer  
Phone Number 812-376-2510  
Status of Finding: Completed

A new spread sheet has been created to track the federal dollars on grant reimbursements.

### Finding Number 2011-4

Original SBA Audit Report Number: B41036  
Fiscal Year 2011  
Auditee Contact Person Luann Welmer  
Title of Contact Person Clerk Treasurer  
Phone Number 812-376-2510  
Status of Finding: Completed

New personnel are in place; this should help eliminate any problems in the future.



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Luann G. Welmer, Clerk-Treasurer  
CORRECTIVE ACTION PLAN

August 22, 2013

Contact Person: Luann Welmer

Contact Information: 123 Washington St.  
Columbus, IN 47201  
Phone: 812-376-2510  
E-mail: [lwelmer@columbus.in.gov](mailto:lwelmer@columbus.in.gov)

FINDING 2012-1 Internal Controls over Preparation of the Schedule of Expenditures of Federal Awards

The grand total amount reported on the federal expenditures for the Brownfields Assessment and Cleanup Cooperative Agreement was correct; however, of that total amount the ARRA funds were not stated. In the future all ARRA funds will be stated separately.

FINDING 2012-2 Internal Controls over Financial Transactions and Reporting

1. Regarding the reporting procedures with Columbus Wastewater Utility, in the future Columbus Utility Manager will review all data before final input into Gateway to verify balances of financial statements are accurate.

The audit refers to money being held by a third party administrator (Southern Indiana Health Organization) and not listed on the city's annual report. Our accounting processes and detailed spreadsheets have been in place for almost eight years and have never been addressed by SBOA as being inadequate. In the future, any amount held by a third party administrator will be included in our annual report.

2. See official response from Columbus Municipal Airport Director.

FINDING 2012-3 Reporting

Federal Agency: Department of Transportation

Federal Program: Federal Transit – Formula Grants (Urbanized Area Formula Program)

CFDA Number: 20.507

Federal Award Number and Year: IN-90-4639; IN-90-4616

A corrective action plan is in place to file quarterly financial and operating reports on a timely basis.

FINDING 2012-4 Cash Management

Federal Agency: U.S. Department of Transportation  
Federal Program: Highway Planning and Construction  
CFDA Number: 20.205  
Federal Award Number and Year: DES#0902285  
Pass-Through Entity: Indiana Department of Transportation

As a corrective action plan the city will pay the invoice and include a copy of the processed check clarifying payment and then ask for reimbursement of the expenditure.

FINDING 2012-5 Special Tests and Provisions

Federal Agency: Environmental Protection Agency  
Federal Program: Brownfields Assessment & Cleanup Cooperative Agreements  
CFDA Number: 66.818  
Federal Award Number and Year: 2B-00E96801-1  
Pass-Through Entity: Indiana Finance Authority

Federal Agency: U.S. Department of Transportation  
Federal Program: Highway Planning and Construction  
CFDA Number: 20.205  
Federal Award Number and Year: DES-0500692  
Pass-Through Entity: Indiana Department of Transportation

The total amount reported on the federal expenditures for the Brownfields Assessment and Cleanup Cooperative Agreement was correct; however, of that total amount the ARRA funds were not stated. In the future all ARRA funds will be stated separately.



Luann Welmer  
City Clerk Treasurer



August 19, 2013

RE: 2012-2 Internal Controls

State Board of Accounts,

The Airport Office Manager and Airport Director had followed the SOP that the previous Airport administration had instructed. Upon being informed by SBOA that these procedures are not acceptable, we have changed the SOP so that every deposit has its own receipt number as well as purchasing a SBOA approved receipt book to receipt in cash and check transactions that are hand delivered to the office. In addition, the Airport Director reviews and initials every receipted transaction. We have also hired an Assistant Airport Manager to oversee and review all receipted transactions in the absence of the Airport Director.

Yours truly,

Brian J. Payne  
Airport Director  
Columbus Municipal Airport

CITY OF COLUMBUS  
EXIT CONFERENCE

The contents of this report were discussed on August 13, 2013, with Luann Welmer, Clerk-Treasurer, Kristen S. Brown, Mayor; John R. Brand; President of the Common Council; Dale Langfeman; Utilities Business Manager; Jeff Logston, City Attorney; and Pam Harrell, Deputy Clerk-Treasurer.