

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

FINANCIAL STATEMENT EXAMINATION REPORT

OF

CITY OF ROCHESTER

FULTON COUNTY, INDIANA

January 1, 2012 to December 31, 2012



**FILED**  
07/18/2014



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#### SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Shoda Beehler	01-01-12 to 12-31-15
Mayor	Mark Smiley	01-01-08 to 12-31-15
President of the Common Council	Mark McCall	01-01-11 to 12-31-13
Operations Manager	Warren Lease	01-01-11 to 12-31-13



**STATE OF INDIANA**  
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**INDEPENDENT ACCOUNTANT'S REPORT**

TO: THE OFFICIALS OF THE CITY OF ROCHESTER, FULTON COUNTY, INDIANA

We have examined the accompanying financial statement of the City of Rochester (City), for the year ended December 31, 2012. The financial statement is the responsibility of the City's management. Our responsibility is to express an opinion on the financial statement based on our examination.

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

As discussed in Note 1, the 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 comprehensive 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 these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

In our opinion, because of the matter discussed in the preceding paragraph, the financial statement referred to above does not present fairly, in conformity 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.

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, on the basis of accounting described in Note 1.

Our examination 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 examination procedures applied to the financial statement and, accordingly, we express no opinion on them.

*Paul D. Joyce*  
Paul D. Joyce, CPA  
State Examiner

September 23, 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 ROCHESTER  
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	\$ 1,732,434	\$ 2,921,795	\$ 2,482,247	\$ 2,171,982
Motor Vehicle Highway	287,506	751,994	760,197	279,303
Local Road and Street	11,353	23,004	5,564	28,793
Non-Reverting Park Operating	438	52,279	22,928	29,789
Economic Development Commission	453	-	-	453
Police Continuing Education	9,061	4,456	256	13,261
Riverboat Wagering Tax Rev Sharing	226,127	36,835	21,132	241,830
Park Operating	181,623	422,297	514,803	89,117
Rainy Day	781,687	-	-	781,687
Operation Pull-Over	7,189	28,475	-	35,664
Cumulative Capital Improvement	192,565	16,492	28,901	180,156
Cumulative Capital Development	375,668	126,952	154,000	348,620
Non-Revert. Park Capital Improvement	359,778	86,253	-	446,031
Old Police Pension	145,007	109,100	84,411	169,696
Old Fire Pension	244,238	99,775	57,010	287,003
City Court Costs	112,453	2,223	11,437	103,239
LOIT Public Safety	298,839	259,461	13,843	544,457
Accounts Payable	-	6,261,243	6,261,233	10
IN Hsng Fin Auth HM701-002	-	5,601	4,554	1,047
IN Hsng Fin Auth HD401-013	54	-	-	54
Levy Excess	397	6,682	6,534	545
Marijuana Eradication	1,250	-	-	1,250
LCC Grant	2,070	-	-	2,070
Park Bond	3,581	-	-	3,581
DEA Asset Recovery Money	7,686	-	74	7,612
City Building Debt	9,048	54,121	54,873	8,296
Drug Interdiction and Investigation	9,181	-	2,390	6,791
IN-Hsng Fin Auth M96SG180114-HM701-002	12,879	-	-	12,879
ACH Clearing	15,470	540,188	541,105	14,553
Redevelopment Commission	27,156	-	6,567	20,589
IN Housing Finance Authority #HD-401-013	28,277	-	-	28,277
Payroll	31,815	520,910	537,594	15,131
Minnow Creek Maintenance	51,439	-	-	51,439
Minnow Creek Assessment	93,629	9,212	91,485	11,356
IN-Housing Finance Auth M92&94-SG180114	103,779	400	-	104,179
Wastewater Operating	587,603	1,610,231	1,247,350	950,484
Wastewater Depreciation	1,085,342	272,000	510,454	846,888
Wastewater Bond and Interest	61,177	184,682	182,595	63,264
Wastewater Debt Service Reserve	78,500	-	-	78,500
Water Operating	720,961	1,586,597	1,055,059	1,252,499
Water Customer Deposit	35,393	11,780	10,150	37,023
Water Depreciation	634,080	72,000	30,542	675,538
Totals	<u>\$ 8,567,186</u>	<u>\$ 16,077,038</u>	<u>\$ 14,699,288</u>	<u>\$ 9,944,936</u>

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



CITY OF ROCHESTER  
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.

CITY OF ROCHESTER  
NOTES TO FINANCIAL STATEMENT  
(Continued)

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, 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.

CITY OF ROCHESTER  
NOTES TO FINANCIAL STATEMENT  
(Continued)

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

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

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

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

*F. Interfund Transfers*

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

*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 ROCHESTER  
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 Capitol Street, Suite 001  
Indianapolis, IN 46204  
Ph. (888) 526-1687

CITY OF ROCHESTER  
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 ROCHESTER  
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 Capitol 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.

**Note 7. Capital Leases**

The City is a party to one capital lease for a fire truck. The balance on the fire truck lease was \$35,966 on December 31, 2012.

#### SUPPLEMENTARY INFORMATION – UNAUDITED

For additional financial information, the City's Annual Reports for years prior to 2011 can be found on the Indiana Transparency Portal website: [www.in.gov/itp/annual\\_reports/](http://www.in.gov/itp/annual_reports/).

For additional financial information, the City's Annual Report information for years 2011 and later 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 examination. This is a common occurrence in any financial statement examination. The financial information presented in this report is examined information, and the accuracy of such information can be determined by reading the opinion given in the Independent Accountant's Report.

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

CITY OF ROCHESTER  
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
For the Year Ended December 31, 2012

	General	Motor Vehicle Highway	Local Road and Street	Non-Reverting Park Operating	Economic Development Commission	Police Continuing Education
Cash and investments - beginning	\$ 1,732,434	\$ 287,506	\$ 11,353	\$ 438	\$ 453	\$ 9,061
Receipts:						
Taxes	1,638,156	535,534	-	-	-	-
Licenses and permits	385	-	-	-	-	2,620
Intergovernmental	876,052	41,432	22,954	-	-	-
Charges for services	277,778	2,475	-	6,660	-	1,836
Fines and forfeits	90	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Penalties	-	-	-	-	-	-
Other receipts	129,334	172,553	50	45,619	-	-
Total receipts	2,921,795	751,994	23,004	52,279	-	4,456
Disbursements:						
Personal services	1,559,457	241,004	-	1,000	-	-
Supplies	137,142	53,772	5,564	1,214	-	-
Other services and charges	667,207	408,130	-	20,714	-	256
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	5,701	55,291	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	112,740	2,000	-	-	-	-
Total disbursements	2,482,247	760,197	5,564	22,928	-	256
Excess (deficiency) of receipts over disbursements	439,548	(8,203)	17,440	29,351	-	4,200
Cash and investments - ending	\$ 2,171,982	\$ 279,303	\$ 28,793	\$ 29,789	\$ 453	\$ 13,261



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

	Riverboat Wagering Tax Rev Sharing	Park Operating	Rainy Day	Operation Pull-Over	Cumulative Capital Improvement	Cumulative Capital Development
Cash and investments - beginning	\$ 226,127	\$ 181,623	\$ 781,687	\$ 7,189	\$ 192,565	\$ 375,668
Receipts:						
Taxes	-	190,708	-	-	-	117,836
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	14,754	-	-	16,492	9,116
Charges for services	-	209,615	-	-	-	-
Fines and forfeits	-	35	-	-	-	-
Utility fees	-	-	-	-	-	-
Penalties	-	-	-	-	-	-
Other receipts	36,835	7,185	-	28,475	-	-
Total receipts	36,835	422,297	-	28,475	16,492	126,952
Disbursements:						
Personal services	-	236,127	-	-	-	-
Supplies	16,113	120,154	-	-	-	2,269
Other services and charges	5,019	134,152	-	-	-	11,958
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	12,999	-	-	28,901	139,773
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	11,371	-	-	-	-
Total disbursements	21,132	514,803	-	-	28,901	154,000
Excess (deficiency) of receipts over disbursements	15,703	(92,506)	-	28,475	(12,409)	(27,048)
Cash and investments - ending	\$ 241,830	\$ 89,117	\$ 781,687	\$ 35,664	\$ 180,156	\$ 348,620

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

	Non-Revert. Park Capital Improvement	Old Police Pension	Old Fire Pension	City Court Costs	LOIT Public Safety	Accounts Payable
Cash and investments - beginning	\$ 359,778	\$ 145,007	\$ 244,238	\$ 112,453	\$ 298,839	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	86,253	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Penalties	-	-	-	-	-	-
Other receipts	-	109,100	99,775	2,223	259,461	6,261,243
Total receipts	86,253	109,100	99,775	2,223	259,461	6,261,243
Disbursements:						
Personal services	-	84,261	56,935	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	150	75	11,437	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	13,843	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	6,261,233
Total disbursements	-	84,411	57,010	11,437	13,843	6,261,233
Excess (deficiency) of receipts over disbursements	86,253	24,689	42,765	(9,214)	245,618	10
Cash and investments - ending	\$ 446,031	\$ 169,696	\$ 287,003	\$ 103,239	\$ 544,457	\$ 10

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

	IN Hsng Fin Auth HM701-002	IN Hsng Fin Auth HD401-013	Levy Excess	Marijuana Eradication	LCC Grant
Cash and investments - beginning	\$ -	\$ 54	\$ 397	\$ 1,250	\$ 2,070
Receipts:					
Taxes	-	-	6,202	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental	5,601	-	480	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Penalties	-	-	-	-	-
Other receipts	-	-	-	-	-
Total receipts	5,601	-	6,682	-	-
Disbursements:					
Personal services	4,554	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service - principal and interest	-	-	6,534	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	4,554	-	6,534	-	-
Excess (deficiency) of receipts over disbursements	1,047	-	148	-	-
Cash and investments - ending	\$ 1,047	\$ 54	\$ 545	\$ 1,250	\$ 2,070

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

	Park Bond	DEA Asset Recovery Money	City Building Debt	Drug Interdiction and Investigation	IN-Hsng Fin Auth M96SG180114- HM701-002
Cash and investments - beginning	\$ 3,581	\$ 7,686	\$ 9,048	\$ 9,181	\$ 12,879
Receipts:					
Taxes	-	-	50,235	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental	-	-	3,886	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Penalties	-	-	-	-	-
Other receipts	-	-	-	-	-
Total receipts	-	-	54,121	-	-
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	750	2,390	-
Debt service - principal and interest	-	-	54,123	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	74	-	-	-
Total disbursements	-	74	54,873	2,390	-
Excess (deficiency) of receipts over disbursements	-	(74)	(752)	(2,390)	-
Cash and investments - ending	\$ 3,581	\$ 7,612	\$ 8,296	\$ 6,791	\$ 12,879

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

	ACH Clearing	Redevelopment Commission	IN Housing Finance Authority #HD-401-013	Payroll	Minnow Creek Maintenance
Cash and investments - beginning	\$ 15,470	\$ 27,156	\$ 28,277	\$ 31,815	\$ 51,439
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Penalties	-	-	-	-	-
Other receipts	540,188	-	-	520,910	-
Total receipts	540,188	-	-	520,910	-
Disbursements:					
Personal services	-	-	-	537,594	-
Supplies	-	-	-	-	-
Other services and charges	-	6,567	-	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	541,105	-	-	-	-
Total disbursements	541,105	6,567	-	537,594	-
Excess (deficiency) of receipts over disbursements	(917)	(6,567)	-	(16,684)	-
Cash and investments - ending	\$ 14,553	\$ 20,589	\$ 28,277	\$ 15,131	\$ 51,439

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

	Minnow Creek Assessment	IN-Housing Finance Auth M92&94- SG180114	Wastewater Operating	Wastewater Depreciation	Wastewater Bond and Interest
Cash and investments - beginning	\$ 93,629	\$ 103,779	\$ 587,603	\$ 1,085,342	\$ 61,177
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental	9,212	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	1,573,945	-	-
Penalties	-	-	23,812	-	-
Other receipts	-	400	12,474	272,000	184,682
Total receipts	9,212	400	1,610,231	272,000	184,682
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service - principal and interest	91,485	-	-	-	-
Capital outlay	-	-	25,100	510,454	-
Utility operating expenses	-	-	576,728	-	-
Other disbursements	-	-	645,522	-	182,595
Total disbursements	91,485	-	1,247,350	510,454	182,595
Excess (deficiency) of receipts over disbursements	(82,273)	400	362,881	(238,454)	2,087
Cash and investments - ending	\$ 11,356	\$ 104,179	\$ 950,484	\$ 846,888	\$ 63,264

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

	Wastewater Debt Service Reserve	Water Operating	Water Customer Deposit	Water Depreciation	Totals
Cash and investments - beginning	\$ 78,500	\$ 720,961	\$ 35,393	\$ 634,080	\$ 8,567,186
Receipts:					
Taxes	-	-	-	-	2,538,671
Licenses and permits	-	-	-	-	3,005
Intergovernmental	-	-	-	-	999,979
Charges for services	-	-	-	-	584,617
Fines and forfeits	-	-	-	-	125
Utility fees	-	1,560,617	-	-	3,134,562
Penalties	-	5,687	-	-	29,499
Other receipts	-	20,293	11,780	72,000	8,786,580
Total receipts	-	1,586,597	11,780	72,000	16,077,038
Disbursements:					
Personal services	-	-	-	-	2,720,932
Supplies	-	-	-	-	336,228
Other services and charges	-	-	-	-	1,268,805
Debt service - principal and interest	-	-	-	-	152,142
Capital outlay	-	-	-	30,542	822,604
Utility operating expenses	-	949,817	-	-	1,526,545
Other disbursements	-	105,242	10,150	-	7,872,032
Total disbursements	-	1,055,059	10,150	30,542	14,699,288
Excess (deficiency) of receipts over disbursements	-	531,538	1,630	41,458	1,377,750
Cash and investments - ending	\$ 78,500	\$ 1,252,499	\$ 37,023	\$ 675,538	\$ 9,944,936

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

Government or Enterprise	Accounts Payable	Accounts Receivable
Wastewater	\$ -	\$ 160,164
Water	-	118,898
Governmental activities	-	-
Totals	<u>\$ -</u>	<u>\$ 279,062</u>



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

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
First Financial Community Bank	Fire engine	\$ 42,531	12-22-08	12-31-13
Type	Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year	
Governmental activities:				
General obligation bonds	General Obligation Bond - City Hall	\$ 245,000	\$ 57,183	
Notes and loans payable	Minnow Creek debt	29,040	6,292	
Total governmental activities		274,040	63,475	
Wastewater:				
Revenue bonds	2010 Wastewater Revenue bond	530,000	185,725	
Totals		\$ 804,040	\$ 249,200	

CITY OF ROCHESTER  
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.

	Ending Balance
Governmental activities:	
Land	\$ 378,265
Infrastructure	7,902,271
Buildings	2,390,000
Improvements other than buildings	1,391,710
Machinery, equipment, and vehicles	<u>4,500,100</u>
Total governmental activities	<u>16,562,346</u>
Wastewater:	
Land	110,878
Buildings	3,648,126
Improvements other than buildings	8,914,840
Machinery, equipment, and vehicles	<u>2,518,500</u>
Total Wastewater	<u>15,192,344</u>
Water:	
Land	53,269
Buildings	1,009,322
Improvements other than buildings	7,060,500
Machinery, equipment, and vehicles	716,500
Construction in progress	<u>1,200,000</u>
Total Water	<u>10,039,591</u>
Total capital assets	<u><u>\$ 41,794,281</u></u>

CITY OF ROCHESTER  
EXIT CONFERENCE

The contents of this report were discussed on November 6, 2013, with Shoda Beehler, Clerk-Treasurer, and Carolyn Gray, Deputy Clerk-Treasurer.