

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

FINANCIAL STATEMENT EXAMINATION REPORT

OF

CITY OF BEDFORD

LAWRENCE COUNTY, INDIANA

January 1, 2012 to December 31, 2012



FILED

12/05/2014

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	2
Independent Accountant's Report.....	3
Financial Statement:	
Statement of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis	6
Notes to Financial Statement.....	7-12
Supplementary Information - Unaudited:	
Combining Schedule of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis	14-25
Schedule of Payables and Receivables	26
Schedule of Leases and Debt	27
Schedule of Capital Assets.....	28
Exit Conference.....	29

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Julie L. Blackwell Chase	01-01-12 to 12-31-15
Mayor	Shawna M. Girgis	01-01-12 to 12-31-15
President of the Board of Public Works and Safety	Shawna M. Girgis	01-01-12 to 12-31-15
President of the Common Council	Byron L. Buker	01-01-12 to 12-31-14
Utilities Director	Misty Adams	01-01-12 to 12-31-14



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE CITY OF BEDFORD, LAWRENCE COUNTY, INDIANA

We have examined the accompanying financial statement of the City of Bedford (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

October 17, 2014

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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 BEDFORD
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	\$ 3,441,808	\$ 8,275,436	\$ 7,475,044	\$ 4,242,200
MVH-MOTOR VEHICLE HIGHWAY	723,861	1,666,415	1,532,614	857,662
LRS- LOCAL ROADS & STREET	40,061	73,885	75,000	38,946
PARK N/R	55,000	44,984	36,472	63,512
CRIME CONTROL FUND	5,000	-	-	5,000
LOCAL LAW ENF CONT ED	16,941	16,293	15,500	17,734
ELECTRONIC MAP GENERATI O	970	18	-	988
PARK & RECREATION	616,634	1,399,848	1,340,181	676,301
RAINY DAY	321,492	-	-	321,492
LEVY EXCESS	11,887	38,783	11,887	38,783
CUM CAP IMP - CIG TAX	188,368	35,575	160,144	63,799
CUM CAP DEVELOPMENT	308,624	137,205	127,634	318,195
N/R GOLF CARTS	11,172	73,347	55,727	28,792
TIF REDEV DIST CAPITAL FD	1,095,436	4,728	334,803	765,361
ANTHEM/GRP INSURANCE	1,979,643	2,577,569	2,107,074	2,450,138
POLICE PENSION	207,468	595,623	543,072	260,019
FIRE PENSION	215,390	718,807	665,129	269,068
LOCAL OPTION INCOME TAX	660,357	837,159	769,306	728,210
SIGN MODERNIZATION FUND	-	91,777	91,777	-
FEMA 2009-FO-10320	1	-	1	-
HARP COMMONS GRANT FUND	-	35,000	-	35,000
OTIS MERCHANDISE SALES	-	11,690	11,638	52
PARK N/R SHELTER DEPOSITS	-	26,975	25,500	1,475
OTIS TRUST FUND	2,266	2,604	3,794	1,076
N/R OTIS PARK	75,499	85,941	77,550	83,890
N/R JOHN LOWERY POOL	27,169	6,481	28,500	5,150
DARE FUND	12,726	5,292	8,026	9,992
LCLCC-DRUG FREE FUND	362	7,000	6,949	413
FIRE PREVENTION FUND	2,663	2,475	1,196	3,942
HOUSING REHAB HD 000-009	2,543	216	-	2,759
MICRO LN PRG 89-001M G	7,523	830	-	8,353
3286ALARMS	5,094	1,830	-	6,924
PETTY CASH & CHANGE FUNDS	1,815	-	-	1,815
FIRE TRUCK LEASE PURCHAS	14,864	-	14,864	-
TIF REDEV DIST GENERAL FD	1,759,517	537,789	100,073	2,197,233
TIF BOND PRINCIPAL & INTE	322,260	315,760	319,660	318,360
TIF DEBT SERV RES ACCOUNT	319,260	-	-	319,260
BEDFORD REDEVELOPMENT COM	57,299	3,671	-	60,970
N/R TRANSIT CAP IMP FUND	133,037	13,158	15,220	130,975
ARRA STIMULUS TRANSPORTAT	80	28,458	28,538	-
TASC BUS FARES	654	10,322	10,168	808
PAYROLL	-	1,294,517	1,294,517	-
PAYROLL/FEDERAL W/H	-	768,677	768,677	-
PAYROLL/FICA	-	360,355	360,355	-
PAYROLL/MEDICARE	-	169,546	169,546	-
PAYROLL/STATE W/H	31,026	248,270	258,483	20,813
PAYROLL/COUNTY W/H	13,947	103,592	108,852	8,687
PAYROLL/PERF	28,823	102,228	131,051	-
PAYROLL/1977 POLICE PENSI	16,708	72,946	89,654	-
PAYROLL/1977 FIRE PENSION	19,812	83,605	103,417	-
PAYROLL/VISION	(108)	25,457	25,368	(19)
PAYROLL/DENTAL	(209)	4,729	4,834	(314)
PAYROLL/BLUE CROSS	43,000	561,772	561,056	43,716
PAYROLL/FIREFIGHTERS DUE	(13)	13,709	13,696	-
PAYROLL/BONDS	1,930	7,034	8,964	-
PAYROLL/AMERICAN HERITAGE	-	2,124	2,124	-
PAYROLL/AFLAC&AM GENERAL	-	3,072	3,072	-
PAYROLL/GARNISHMENTS	-	64,124	64,124	-
PAYROLL/DEFERRED COMPENSA	-	75,190	75,190	-
PAYROLL/UNITED WAY	-	810	810	-
PAYROLL/LIBERTY PRE-TAX	532	14,747	14,732	547
PAYROLL/AFLAC 125	-	28,222	28,222	-
PAYROLL/DD-DIRECT DEPOSIT	-	4,122,951	4,122,951	-
PAYROLL/LIBERTY POST-TAX	183	4,922	4,918	187
PAYROLL/AFLAC CI	-	1,594	1,594	-
STORM WATER FUND	890	700	1,590	-
TRASH COLLECTION SERVICE	8,396	894,486	902,456	426
SEWER OPERATING	96	2,275,940	2,252,365	23,671
SEWER DEPRECIATION	337,849	247,000	461,259	123,590
SEWER BOND & INT	417,151	384,000	377,720	423,431
SEWER INSURANCE FUND	54,324	20,753	28,510	46,567
SEWER BIO SOLIDS FUND	94,027	56,000	100,580	49,447
SEWER IN LIEU OF TAXES	-	148,308	148,308	-
WATER OPERATING	121,330	2,945,768	3,065,719	1,379
WATER DEPRECIATION	167,500	402,000	397,395	172,105
WATER BOND & INTEREST	613,061	408,000	403,088	617,973
WATER TOWER FUND	152,830	295,000	297,348	150,482
WATER INSURANCE FUND	4,679	60,420	48,454	16,645
WATER IN LIEU OF TAXES FU	-	295,904	295,904	-
Totals	\$ 14,772,508	\$ 34,251,416	\$ 32,989,944	\$ 16,033,980

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

CITY OF BEDFORD
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 Indiana 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. The basis of accounting involves the reporting of only cash and investments and the changes therein resulting from cash inflows (receipts) and cash outflows (disbursements) reported in the period in which they occurred.

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 BEDFORD
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.

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.

CITY OF BEDFORD
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

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

F. Interfund Transfers

The 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 BEDFORD
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 BEDFORD
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 BEDFORD
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. Cash Balance Deficits

The financial statement contains some payroll funds with deficits in cash. This is a result of timing differences for some health premiums at year end.

Note 8. Other Postemployment Benefits

Those employees who have opted for early retirement incentives receive health insurance at employee cost until the employee becomes eligible for Medicare. These benefits pose a liability to the City for this year and in future years. Information regarding the benefits can be obtained by contacting the City.

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

	GENERAL FUND	MVH-MOTOR VEHICLE HIGHWAY	LRS- LOCAL ROADS & STREET	PARK N/R	CRIME CONTROL FUND	LOCAL LAW ENF CONT ED	ELECTRONIC MAP GENERATI O
Cash and investments - beginning	\$ 3,441,808	\$ 723,861	\$ 40,061	\$ 55,000	\$ 5,000	\$ 16,941	\$ 970
Receipts:							
Taxes	4,602,454	1,214,275	-	-	-	-	-
Licenses and permits	42,608	-	-	-	-	7,905	-
Intergovernmental	3,127,748	429,633	73,885	-	-	-	-
Charges for services	119,383	2,661	-	44,984	-	2,346	18
Fines and forfeits	255,603	-	-	-	-	1,036	-
Utility fees	-	-	-	-	-	-	-
Other receipts	127,640	19,846	-	-	-	5,006	-
Total receipts	<u>8,275,436</u>	<u>1,666,415</u>	<u>73,885</u>	<u>44,984</u>	<u>-</u>	<u>16,293</u>	<u>18</u>
Disbursements:							
Personal services	5,398,403	831,619	-	24,244	-	-	-
Supplies	305,257	160,530	-	10,523	-	1,000	-
Other services and charges	1,150,781	102,181	-	-	-	12,000	-
Debt service - principal and interest	30,490	-	-	-	-	-	-
Capital outlay	528,693	408,800	75,000	-	-	2,500	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	61,420	29,484	-	1,705	-	-	-
Total disbursements	<u>7,475,044</u>	<u>1,532,614</u>	<u>75,000</u>	<u>36,472</u>	<u>-</u>	<u>15,500</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>800,392</u>	<u>133,801</u>	<u>(1,115)</u>	<u>8,512</u>	<u>-</u>	<u>793</u>	<u>18</u>
Cash and investments - ending	<u>\$ 4,242,200</u>	<u>\$ 857,662</u>	<u>\$ 38,946</u>	<u>\$ 63,512</u>	<u>\$ 5,000</u>	<u>\$ 17,734</u>	<u>\$ 988</u>

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

	PARK & RECREATION	RAINY DAY	LEVY EXCESS	CUM CAP IMP - CIG TAX	CUM CAP DEVELOPMENT	N/R GOLF CARTS	TIF REDEV DIST CAPITAL FD
Cash and investments - beginning	\$ 616,634	\$ 321,492	\$ 11,887	\$ 188,368	\$ 308,624	\$ 11,172	\$ 1,095,436
Receipts:							
Taxes	901,822	-	18,398	-	127,681	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	67,265	-	-	35,575	9,524	-	-
Charges for services	406,906	-	-	-	-	68,501	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	23,855	-	20,385	-	-	4,846	4,728
Total receipts	1,399,848	-	38,783	35,575	137,205	73,347	4,728
Disbursements:							
Personal services	937,919	-	-	-	-	-	-
Supplies	144,762	-	-	-	-	-	-
Other services and charges	226,306	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	50,716	-
Capital outlay	14,824	-	-	160,144	127,634	-	334,803
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	16,370	-	11,887	-	-	5,011	-
Total disbursements	1,340,181	-	11,887	160,144	127,634	55,727	334,803
Excess (deficiency) of receipts over disbursements	59,667	-	26,896	(124,569)	9,571	17,620	(330,075)
Cash and investments - ending	\$ 676,301	\$ 321,492	\$ 38,783	\$ 63,799	\$ 318,195	\$ 28,792	\$ 765,361

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

	ANTHEM/GRP INSURANCE	POLICE PENSION	FIRE PENSION	LOCAL OPTION INCOME TAX	SIGN MODERNIZATION FUND	FEMA 2009-FO-10320	HARP COMMONS GRANT FUND
Cash and investments - beginning	\$ 1,979,643	\$ 207,468	\$ 215,390	\$ 660,357	\$ -	\$ 1	\$ -
Receipts:							
Taxes	-	33,358	33,358	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	550,080	643,012	751,068	44,550	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	2,577,569	12,185	42,437	86,091	47,227	-	35,000
Total receipts	2,577,569	595,623	718,807	837,159	91,777	-	35,000
Disbursements:							
Personal services	2,010,226	530,837	622,692	769,306	-	-	-
Supplies	-	50	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	49,500	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	96,848	12,185	42,437	-	42,277	1	-
Total disbursements	2,107,074	543,072	665,129	769,306	91,777	1	-
Excess (deficiency) of receipts over disbursements	470,495	52,551	53,678	67,853	-	(1)	35,000
Cash and investments - ending	\$ 2,450,138	\$ 260,019	\$ 269,068	\$ 728,210	\$ -	\$ -	\$ 35,000

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

	OTIS MERCHANDISE SALES	PARK N/R SHELTER DEPOSITS	OTIS TRUST FUND	N/R OTIS PARK	N/R JOHN LOWERY POOL	DARE FUND	LCLCC-DRUG FREE FUND
Cash and investments - beginning	\$ -	\$ -	\$ 2,266	\$ 75,499	\$ 27,169	\$ 12,726	\$ 362
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	45,499	-	-	-
Fines and forfeits	-	26,975	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	11,690	-	2,604	40,442	6,481	5,292	7,000
Total receipts	<u>11,690</u>	<u>26,975</u>	<u>2,604</u>	<u>85,941</u>	<u>6,481</u>	<u>5,292</u>	<u>7,000</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	4,976	1,479
Other services and charges	-	-	-	-	3,500	3,050	4,150
Debt service - principal and interest	-	-	-	74,421	-	-	-
Capital outlay	-	-	3,794	-	25,000	-	1,320
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	11,638	25,500	-	3,129	-	-	-
Total disbursements	<u>11,638</u>	<u>25,500</u>	<u>3,794</u>	<u>77,550</u>	<u>28,500</u>	<u>8,026</u>	<u>6,949</u>
Excess (deficiency) of receipts over disbursements	<u>52</u>	<u>1,475</u>	<u>(1,190)</u>	<u>8,391</u>	<u>(22,019)</u>	<u>(2,734)</u>	<u>51</u>
Cash and investments - ending	<u>\$ 52</u>	<u>\$ 1,475</u>	<u>\$ 1,076</u>	<u>\$ 83,890</u>	<u>\$ 5,150</u>	<u>\$ 9,992</u>	<u>\$ 413</u>

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

	FIRE PREVENTION FUND	HOUSING REHAB HD 000-009	MICRO LN PRG 89-001M G	3286ALARMS	PETTY CASH & CHANGE FUNDS	FIRE TRUCK LEASE PURCHAS	TIF REDEV DIST GENERAL FD
Cash and investments - beginning	\$ 2,663	\$ 2,543	\$ 7,523	\$ 5,094	\$ 1,815	\$ 14,864	\$ 1,759,517
Receipts:							
Taxes	-	-	-	-	-	-	532,524
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	1,830	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	2,475	216	830	-	-	-	5,265
Total receipts	<u>2,475</u>	<u>216</u>	<u>830</u>	<u>1,830</u>	<u>-</u>	<u>-</u>	<u>537,789</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	1,151	-	-	-	-	-	-
Other services and charges	45	-	-	-	-	-	13,982
Debt service - principal and interest	-	-	-	-	-	14,864	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	86,091
Total disbursements	<u>1,196</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>14,864</u>	<u>100,073</u>
Excess (deficiency) of receipts over disbursements	<u>1,279</u>	<u>216</u>	<u>830</u>	<u>1,830</u>	<u>-</u>	<u>(14,864)</u>	<u>437,716</u>
Cash and investments - ending	<u>\$ 3,942</u>	<u>\$ 2,759</u>	<u>\$ 8,353</u>	<u>\$ 6,924</u>	<u>\$ 1,815</u>	<u>\$ -</u>	<u>\$ 2,197,233</u>

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

	TIF BOND PRINCIPAL & INTE	TIF DEBT SERV RES ACCOUNT	BEDFORD REDEVELOPMENT COM	N/R TRANSIT CAP IMP FUND	ARRA STIMULUS TRANSPORTAT	TASC BUS FARES	PAYROLL
Cash and investments - beginning	\$ 322,260	\$ 319,260	\$ 57,299	\$ 133,037	\$ 80	\$ 654	\$ -
Receipts:							
Taxes	315,760	-	3,500	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	13,238	-	-
Charges for services	-	-	-	-	-	10,322	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	171	13,158	15,220	-	1,294,517
Total receipts	315,760	-	3,671	13,158	28,458	10,322	1,294,517
Disbursements:							
Personal services	-	-	-	-	-	-	1,294,517
Supplies	-	-	-	-	-	-	-
Other services and charges	400	-	-	-	-	-	-
Debt service - principal and interest	319,260	-	-	-	-	-	-
Capital outlay	-	-	-	-	15,380	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	15,220	13,158	10,168	-
Total disbursements	319,660	-	-	15,220	28,538	10,168	1,294,517
Excess (deficiency) of receipts over disbursements	(3,900)	-	3,671	(2,062)	(80)	154	-
Cash and investments - ending	\$ 318,360	\$ 319,260	\$ 60,970	\$ 130,975	\$ -	\$ 808	\$ -

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

	PAYROLL/FEDERAL W/H	PAYROLL/FICA	PAYROLL/MEDICARE	PAYROLL/STATE W/H	PAYROLL/COUNTY W/H	PAYROLL/PERF	PAYROLL/1977 POLICE PENSI
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ 31,026	\$ 13,947	\$ 28,823	\$ 16,708
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	768,677	360,355	169,546	248,270	103,592	102,228	72,946
Total receipts	768,677	360,355	169,546	248,270	103,592	102,228	72,946
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	768,677	360,355	169,546	258,483	108,852	131,051	89,654
Total disbursements	768,677	360,355	169,546	258,483	108,852	131,051	89,654
Excess (deficiency) of receipts over disbursements	-	-	-	(10,213)	(5,260)	(28,823)	(16,708)
Cash and investments - ending	\$ -	\$ -	\$ -	\$ 20,813	\$ 8,687	\$ -	\$ -

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

	PAYROLL/1977 FIRE PENSION	PAYROLL/VISION	PAYROLL/DENTAL	PAYROLL/BLUE CROSS	PAYROLL/FIREFIGHTERS DUE	PAYROLL/ BONDS	PAYROLL/AMERICAN HERITAGE
Cash and investments - beginning	\$ 19,812	\$ (108)	\$ (209)	\$ 43,000	\$ (13)	\$ 1,930	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	83,605	25,457	4,729	561,772	13,709	7,034	2,124
Total receipts	83,605	25,457	4,729	561,772	13,709	7,034	2,124
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	103,417	25,368	4,834	561,056	13,696	8,964	2,124
Total disbursements	103,417	25,368	4,834	561,056	13,696	8,964	2,124
Excess (deficiency) of receipts over disbursements	(19,812)	89	(105)	716	13	(1,930)	-
Cash and investments - ending	\$ -	\$ (19)	\$ (314)	\$ 43,716	\$ -	\$ -	\$ -

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

	PAYROLL/AFLAC&AM GENERAL	PAYROLL/GARNISHMENTS	PAYROLL/DEFERRED COMPENSA	PAYROLL/UNITED WAY	PAYROLL/LIBERTY PRE-TAX	PAYROLL/AFLAC 125
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ 532	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	3,072	64,124	75,190	810	14,747	28,222
Total receipts	<u>3,072</u>	<u>64,124</u>	<u>75,190</u>	<u>810</u>	<u>14,747</u>	<u>28,222</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	3,072	64,124	75,190	810	14,732	28,222
Total disbursements	<u>3,072</u>	<u>64,124</u>	<u>75,190</u>	<u>810</u>	<u>14,732</u>	<u>28,222</u>
Excess (deficiency) of receipts over disbursements	-	-	-	-	15	-
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 547</u>	<u>\$ -</u>

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

	PAYROLL/DD-DIRECT DEPOSIT	PAYROLL/LIBERTY POST-TAX	PAYROLL/AFLAC CI	STORM WATER FUND	TRASH COLLECTION SERVICE	SEWER OPERATING
Cash and investments - beginning	\$ -	\$ 183	\$ -	\$ 890	\$ 8,396	\$ 96
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	854,773	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	700	-	2,121,340
Other receipts	4,122,951	4,922	1,594	-	39,713	154,600
Total receipts	4,122,951	4,922	1,594	700	894,486	2,275,940
Disbursements:						
Personal services	-	-	-	-	602,492	548,344
Supplies	-	-	-	-	129,822	-
Other services and charges	-	-	-	-	154,132	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	12,392	85,663
Utility operating expenses	-	-	-	-	-	763,302
Other disbursements	4,122,951	4,918	1,594	1,590	3,618	855,056
Total disbursements	4,122,951	4,918	1,594	1,590	902,456	2,252,365
Excess (deficiency) of receipts over disbursements	-	4	-	(890)	(7,970)	23,575
Cash and investments - ending	\$ -	\$ 187	\$ -	\$ -	\$ 426	\$ 23,671

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

	SEWER DEPRECIATION	SEWER BOND & INT	SEWER INSURANCE FUND	SEWER BIO SOLIDS FUND	SEWER IN LIEU OF TAXES	WATER OPERATING
Cash and investments - beginning	\$ 337,849	\$ 417,151	\$ 54,324	\$ 94,027	\$ -	\$ 121,330
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	2,573,978
Other receipts	247,000	384,000	20,753	56,000	148,308	371,790
Total receipts	247,000	384,000	20,753	56,000	148,308	2,945,768
Disbursements:						
Personal services	-	-	-	-	-	543,981
Supplies	-	-	-	-	-	-
Other services and charges	-	-	28,510	-	-	-
Debt service - principal and interest	-	377,720	-	-	-	-
Capital outlay	334,659	-	-	100,580	-	92,861
Utility operating expenses	-	-	-	-	-	1,059,059
Other disbursements	126,600	-	-	-	148,308	1,369,818
Total disbursements	461,259	377,720	28,510	100,580	148,308	3,065,719
Excess (deficiency) of receipts over disbursements	(214,259)	6,280	(7,757)	(44,580)	-	(119,951)
Cash and investments - ending	\$ 123,590	\$ 423,431	\$ 46,567	\$ 49,447	\$ -	\$ 1,379

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

	WATER DEPRECIATION	WATER BOND & INTEREST	WATER TOWER FUND	WATER INSURANCE FUND	WATER IN LIEU OF TAXES FU	Totals
Cash and investments - beginning	\$ 167,500	\$ 613,061	\$ 152,830	\$ 4,679	\$ -	\$ 14,772,508
Receipts:						
Taxes	-	-	-	-	-	7,783,130
Licenses and permits	-	-	-	-	-	50,513
Intergovernmental	-	-	-	-	-	5,745,578
Charges for services	-	-	-	-	-	1,555,393
Fines and forfeits	-	-	-	-	-	285,444
Utility fees	-	-	-	-	-	4,696,018
Other receipts	402,000	408,000	295,000	60,420	295,904	14,135,340
Total receipts	402,000	408,000	295,000	60,420	295,904	34,251,416
Disbursements:						
Personal services	-	-	-	-	-	14,114,580
Supplies	-	-	-	-	-	759,550
Other services and charges	-	-	-	48,454	-	1,747,491
Debt service - principal and interest	336,295	403,088	-	-	-	1,606,854
Capital outlay	-	-	61,612	-	-	2,435,159
Utility operating expenses	-	-	-	-	-	1,822,361
Other disbursements	61,100	-	235,736	-	295,904	10,503,949
Total disbursements	397,395	403,088	297,348	48,454	295,904	32,989,944
Excess (deficiency) of receipts over disbursements	4,605	4,912	(2,348)	11,966	-	1,261,472
Cash and investments - ending	\$ 172,105	\$ 617,973	\$ 150,482	\$ 16,645	\$ -	\$ 16,033,980

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

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Trash	\$ -	\$ 74,296
Wastewater	-	251,027
Water	-	<u>295,980</u>
Totals	<u>\$ -</u>	<u>\$ 621,303</u>

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

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
DeLage Landen Public Finance LLC	Lease Electronic Golf Carts (Otis Golf Course)	\$ 50,716	10/1/2011	11/1/2016
GE Capital Finance	Lease/Purchase Mowing Equipment	53,311	2/1/2013	1/1/2018
Great America Leasing	Copier Lease	29,338	1/1/2012	12/31/2016
Prolease Capital (assigned to USBank)	Lease/Purchase of Telephone System	<u>46,461</u>	11/1/2009	10/31/2014
Total governmental activities		<u>179,826</u>		
Water:				
PNC (TE-1706)	Improvements to Water Meters & Vaults	<u>336,295</u>	1/22/2010	7/22/2024
Total of annual lease payments		<u>\$ 516,121</u>		

Type	Description of Debt Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:			
Revenue bonds	Plaza Drive North Project	<u>\$ 2,530,000</u>	<u>\$ 315,360</u>
Trash:			
Notes and loans payable	German American Bank (8600000080)	<u>216,512</u>	<u>136,459</u>
Wastewater:			
Revenue bonds	Improvements to Sewer Treatment Plant (CS182136 01)	2,140,000	342,060
Revenue bonds	Improvements to Sewer Treatment Plant (CS182136 02)	<u>240,000</u>	<u>36,960</u>
Total Wastewater		<u>2,380,000</u>	<u>379,020</u>
Water:			
Revenue bonds	Improvements to Water Treatment Plant (DW199101 01)	<u>2,880,000</u>	<u>403,808</u>
Totals		<u>\$ 8,006,512</u>	<u>\$ 1,234,647</u>

CITY OF BEDFORD
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	\$ 667,320
Infrastructure	1,411,728
Buildings	1,289,968
Improvements other than buildings	23,652,744
Machinery, equipment, and vehicles	6,542,273
Total governmental activities	33,564,033
Storm Water:	
Total Storm Water	-
Trash:	
Machinery, equipment, and vehicles	781,181
Wastewater:	
Land	42,500
Buildings	6,947,040
Machinery, equipment, and vehicles	1,909,033
Total Wastewater	8,898,573
Water:	
Land	42,500
Buildings	9,039,957
Machinery, equipment, and vehicles	4,051,177
Total Water	13,133,634
Total capital assets	\$ 56,377,421

CITY OF BEDFORD
EXIT CONFERENCE

The contents of this report were discussed on October 17, 2014, with Julie L. Blackwell Chase, Clerk-Treasurer; Lisa Zehr, First Deputy Clerk-Treasurer; Shawna M. Girgis, Mayor; and Patrick Robbins, Council member.