

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

FINANCIAL STATEMENT EXAMINATION REPORT

OF

CITY OF BERNE

ADAMS COUNTY, INDIANA

January 1, 2013 to December 31, 2013



FILED
08/24/2016

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Gwendolyn J. Maller	01-01-12 to 12-31-19
Mayor	William F. McKean	01-01-12 to 12-31-19
President of the Board of Public Works and Safety	William F. McKean	01-01-12 to 12-31-19
President Pro Tempore of the Common Council	Gregg A. Sprunger	01-01-13 to 12-31-16
Superintendent of Water Utility	John A. Crider	01-01-13 to 12-31-16
Superintendent of Wastewater Utility	Terry L. Kongar, Jr.	01-01-13 to 12-31-16
Superintendent of Storm Water Utility	Shannon W. Smitley	01-01-13 to 12-31-16



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE CITY OF BERNE, ADAMS COUNTY, INDIANA

We have examined the accompanying financial statement of the City of Berne (City), for the period of January 1, 2013, to December 31, 2013. 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 period of January 1, 2013, to December 31, 2013.

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 period of January 1, 2013, to December 31, 2013, 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

June 30, 2016

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FINANCIAL STATEMENT AND ACCOMPANYING NOTES

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 BERNE
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended December 31, 2013

Fund	Cash and Investments 01-01-13	Receipts	Disbursements	Cash and Investments 12-31-13
General	\$ 936,058	\$ 1,402,833	\$ 1,405,998	\$ 932,893
Motor Vehicle Highway	268,194	416,061	364,844	319,411
Local Road and Street	31,952	16,310	-	48,262
Police Continuing Education	5,245	4,745	4,737	5,253
Rainy Day	112,124	100,151	-	212,275
Economic Development Income Tax	138,805	114,350	90,161	162,994
BRC Bond and Interest	569,837	132,824	230,525	472,136
Cumulative Capital Development	310,387	51,994	149,912	212,469
Cumulative Capital Improvement	92,319	10,877	-	103,196
Police Pension	86,054	14,559	11,290	89,323
Tree	1,690	-	-	1,690
Animal Control	277	-	-	277
Police Education Donations	925	-	-	925
Sidewalk Matching	9,989	14,692	17,160	7,521
Donation	569	17,099	12,203	5,465
Citizen Sewer Compliance	26,641	1,984	48	28,577
Park Donations	7,074	8,724	1,761	14,037
Park Deposit	-	4,825	4,825	-
Safe Routes to School Grant	-	47,160	47,160	-
Payroll Deduction	(496)	1,121,684	1,121,215	(27)
BRC Operating	37,590	132,261	26,398	143,453
BRC Reserve	124,746	181	-	124,927
Storm Water Operating	168,537	573,740	557,182	185,095
Storm Water Bond and Interest	190,656	370,749	363,298	198,107
Storm Water Construction	68,110	-	28,099	40,011
Storm Water Reserve	372,920	-	-	372,920
Wastewater Operating	45,716	797,668	727,078	116,306
Wastewater Depreciation	184,290	-	-	184,290
Wastewater Bond and Interest	17,719	205,720	205,747	17,692
Wastewater Construction	71,762	-	67,601	4,161
Wastewater Reserve	6,194	-	-	6,194
Wastewater SRF Bond and Interest	12,209	136,908	136,912	12,205
Wastewater SRF Reserve	328,832	14,303	431	342,704
Wastewater SRF Construction	51,851	19	51,120	750
Water Operating	255,823	657,739	551,194	362,368
Water Depreciation	168,076	59,012	33,450	193,638
Water Bond and Interest	40,954	-	-	40,954
Totals	<u>\$ 4,743,629</u>	<u>\$ 6,429,172</u>	<u>\$ 6,210,349</u>	<u>\$ 4,962,452</u>

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

CITY OF BERNE
NOTES TO FINANCIAL STATEMENT

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

The City was established under the laws of the State of Indiana. The City operates under a Council-Mayor form of government and provides some or all of the following services: public safety (police and fire), highways and streets, health and social services, culture and recreation, public improvements, planning and zoning, general administrative services, water, wastewater, storm water, trash, and urban redevelopment and housing.

The accompanying financial statement presents the financial information for the City.

B. Basis of Accounting

The financial statement is reported on a regulatory basis of accounting prescribed by the 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 tax, 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 the following: peddler licenses, dog tax licenses, auctioneer licenses, building and planning permits, demolition permits, electrical permits, sign permits, and gun permits.

CITY OF BERNE
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 these types of receipts include, but are not limited to, the following: federal grants, state grants, cigarette tax distributions received from the state, motor vehicle highway distributions 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, which 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, the following: professional services, communication and transportation, printing and advertising, insurance, utility services, repairs and maintenance, and rental charges.

CITY OF BERNE
NOTES TO FINANCIAL STATEMENT
(Continued)

Debt service - principal and interest, which includes 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 includes 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

CITY OF BERNE
NOTES TO FINANCIAL STATEMENT
(Continued)

property is assessed at 100 percent of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which normally become delinquent if not paid by May 10 and November 10, respectively.

Note 4. Deposits and Investments

Deposits, made in accordance with state statute (IC 5-13), with financial institutions in the State of Indiana, at year end, should be entirely insured by the Federal Depository Insurance Corporation or by the Indiana Public Deposit Insurance Fund. This includes any deposit accounts issued or offered by a qualifying financial institution.

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 a cost-sharing 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.

CITY OF BERNE
NOTES TO FINANCIAL STATEMENT
(Continued)

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
One North Capitol, Suite 001
Indianapolis, IN 46204
Ph. (888) 526-1687

Funding Policy and Annual Pension Cost

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

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. 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.

CITY OF BERNE
NOTES TO FINANCIAL STATEMENT
(Continued)

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
One North Capitol, 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.

OTHER INFORMATION - UNEXAMINED

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

CITY OF BERNE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2013

	General	Motor Vehicle Highway	Local Road and Street	Police Continuing Education	Rainy Day	Economic Development Income Tax	BRC Bond and Interest
Cash and investments - beginning	\$ 936,058	\$ 268,194	\$ 31,952	\$ 5,245	\$ 112,124	\$ 138,805	\$ 569,837
Receipts:							
Taxes	747,674	276,173	-	-	-	-	132,218
Licenses and permits	17,675	-	-	3,030	-	-	-
Intergovernmental receipts	291,097	139,423	16,268	-	-	84,089	-
Charges for services	293,339	-	-	1,077	-	30,000	-
Fines and forfeits	380	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	52,668	465	42	638	100,151	261	606
Total receipts	<u>1,402,833</u>	<u>416,061</u>	<u>16,310</u>	<u>4,745</u>	<u>100,151</u>	<u>114,350</u>	<u>132,824</u>
Disbursements:							
Personal services	780,540	166,840	-	-	-	-	-
Supplies	86,841	54,778	-	4,737	-	-	-
Other services and charges	416,912	128,857	-	-	-	17,258	-
Debt service - principal and interest	-	-	-	-	-	54,903	230,525
Capital outlay	20,015	14,369	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	101,690	-	-	-	-	18,000	-
Total disbursements	<u>1,405,998</u>	<u>364,844</u>	<u>-</u>	<u>4,737</u>	<u>-</u>	<u>90,161</u>	<u>230,525</u>
Excess (deficiency) of receipts over (under) disbursements	<u>(3,165)</u>	<u>51,217</u>	<u>16,310</u>	<u>8</u>	<u>100,151</u>	<u>24,189</u>	<u>(97,701)</u>
Cash and investments - ending	<u>\$ 932,893</u>	<u>\$ 319,411</u>	<u>\$ 48,262</u>	<u>\$ 5,253</u>	<u>\$ 212,275</u>	<u>\$ 162,994</u>	<u>\$ 472,136</u>

CITY OF BERNE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2013
 (Continued)

	Cumulative Capital Development	Cumulative Capital Improvement	Police Pension	Tree	Animal Control	Police Education Donations	Sidewalk Matching
Cash and investments - beginning	\$ 310,387	\$ 92,319	\$ 86,054	\$ 1,690	\$ 277	\$ 925	\$ 9,989
Receipts:							
Taxes	47,365	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	4,336	10,736	14,437	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	293	141	122	-	-	-	14,692
Total receipts	51,994	10,877	14,559	-	-	-	14,692
Disbursements:							
Personal services	-	-	11,290	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	17,160
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	149,912	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	149,912	-	11,290	-	-	-	17,160
Excess (deficiency) of receipts over (under) disbursements	(97,918)	10,877	3,269	-	-	-	(2,468)
Cash and investments - ending	\$ 212,469	\$ 103,196	\$ 89,323	\$ 1,690	\$ 277	\$ 925	\$ 7,521

CITY OF BERNE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2013
 (Continued)

	Donation	Citizen Sewer Compliance	Park Donations	Park Deposit	Safe Routes to School Grant	Payroll Deduction
Cash and investments - beginning	\$ 569	\$ 26,641	\$ 7,074	\$ -	\$ -	\$ (496)
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	47,160	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Penalties	-	-	-	-	-	-
Other receipts	17,099	1,984	8,724	4,825	-	1,121,684
Total receipts	<u>17,099</u>	<u>1,984</u>	<u>8,724</u>	<u>4,825</u>	<u>47,160</u>	<u>1,121,684</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	47,160	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	12,203	48	1,761	4,825	-	1,121,215
Total disbursements	<u>12,203</u>	<u>48</u>	<u>1,761</u>	<u>4,825</u>	<u>47,160</u>	<u>1,121,215</u>
Excess (deficiency) of receipts over (under) disbursements	<u>4,896</u>	<u>1,936</u>	<u>6,963</u>	<u>-</u>	<u>-</u>	<u>469</u>
Cash and investments - ending	<u>\$ 5,465</u>	<u>\$ 28,577</u>	<u>\$ 14,037</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (27)</u>

CITY OF BERNE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2013
 (Continued)

	BRC Operating	BRC Reserve	Storm Water Operating	Storm Water Bond and Interest	Storm Water Construction	Storm Water Reserve
Cash and investments - beginning	\$ 37,590	\$ 124,746	\$ 168,537	\$ 190,656	\$ 68,110	\$ 372,920
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	572,511	-	-	-
Penalties	-	-	-	-	-	-
Other receipts	132,261	181	1,229	370,749	-	-
Total receipts	<u>132,261</u>	<u>181</u>	<u>573,740</u>	<u>370,749</u>	<u>-</u>	<u>-</u>
Disbursements:						
Personal services	-	-	73,115	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	26,398	-	5,737	-	-	-
Debt service - principal and interest	-	-	1,500	363,298	-	-
Capital outlay	-	-	9,655	-	27,599	-
Utility operating expenses	-	-	96,357	-	500	-
Other disbursements	-	-	370,818	-	-	-
Total disbursements	<u>26,398</u>	<u>-</u>	<u>557,182</u>	<u>363,298</u>	<u>28,099</u>	<u>-</u>
Excess (deficiency) of receipts over (under) disbursements	<u>105,863</u>	<u>181</u>	<u>16,558</u>	<u>7,451</u>	<u>(28,099)</u>	<u>-</u>
Cash and investments - ending	<u>\$ 143,453</u>	<u>\$ 124,927</u>	<u>\$ 185,095</u>	<u>\$ 198,107</u>	<u>\$ 40,011</u>	<u>\$ 372,920</u>

CITY OF BERNE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2013
 (Continued)

	Wastewater Operating	Wastewater Depreciation	Wastewater Bond and Interest	Wastewater Construction	Wastewater Reserve	Wastewater SRF Bond and Interest
Cash and investments - beginning	\$ 45,716	\$ 184,290	\$ 17,719	\$ 71,762	\$ 6,194	\$ 12,209
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	782,567	-	-	-	-	-
Penalties	8,700	-	-	-	-	-
Other receipts	6,401	-	205,720	-	-	136,908
Total receipts	<u>797,668</u>	<u>-</u>	<u>205,720</u>	<u>-</u>	<u>-</u>	<u>136,908</u>
Disbursements:						
Personal services	147,799	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	15,312	-	-	-	-	-
Debt service - principal and interest	-	-	205,747	-	-	136,912
Capital outlay	4,908	-	-	-	-	-
Utility operating expenses	202,302	-	-	67,601	-	-
Other disbursements	356,757	-	-	-	-	-
Total disbursements	<u>727,078</u>	<u>-</u>	<u>205,747</u>	<u>67,601</u>	<u>-</u>	<u>136,912</u>
Excess (deficiency) of receipts over (under) disbursements	<u>70,590</u>	<u>-</u>	<u>(27)</u>	<u>(67,601)</u>	<u>-</u>	<u>(4)</u>
Cash and investments - ending	<u>\$ 116,306</u>	<u>\$ 184,290</u>	<u>\$ 17,692</u>	<u>\$ 4,161</u>	<u>\$ 6,194</u>	<u>\$ 12,205</u>

CITY OF BERNE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2013
 (Continued)

	Wastewater SRF Reserve	Wastewater SRF Construction	Water Operating	Water Depreciation	Water Bond and Interest	Totals
Cash and investments - beginning	\$ 328,832	\$ 51,851	\$ 255,823	\$ 168,076	\$ 40,954	\$ 4,743,629
Receipts:						
Taxes	-	-	-	-	-	1,203,430
Licenses and permits	-	-	-	-	-	20,705
Intergovernmental receipts	-	-	-	-	-	607,546
Charges for services	-	-	-	-	-	324,416
Fines and forfeits	-	-	-	-	-	380
Utility fees	-	-	638,820	-	-	1,993,898
Penalties	-	-	2,402	-	-	11,102
Other receipts	14,303	19	16,517	59,012	-	2,267,695
Total receipts	14,303	19	657,739	59,012	-	6,429,172
Disbursements:						
Personal services	-	-	151,080	-	-	1,330,664
Supplies	-	-	-	-	-	146,356
Other services and charges	-	-	15,312	-	-	690,106
Debt service - principal and interest	-	-	-	-	-	992,885
Capital outlay	-	-	5,815	33,450	-	265,723
Utility operating expenses	-	51,120	318,500	-	-	736,380
Other disbursements	431	-	60,487	-	-	2,048,235
Total disbursements	431	51,120	551,194	33,450	-	6,210,349
Excess (deficiency) of receipts over (under) disbursements	13,872	(51,101)	106,545	25,562	-	218,823
Cash and investments - ending	\$ 342,704	\$ 750	\$ 362,368	\$ 193,638	\$ 40,954	\$ 4,962,452

CITY OF BERNE
 SCHEDULE OF PAYABLES AND RECEIVABLES
 December 31, 2013

Government or Enterprise	Accounts Payable	Accounts Receivable
Storm Water	\$ 1,098	\$ 5,614
Wastewater	39,042	13,627
Water	73,359	6,713
Governmental activities	<u>18,661</u>	<u>3,430</u>
Totals	<u>\$ 132,160</u>	<u>\$ 29,384</u>

CITY OF BERNE
SCHEDULE OF LEASES AND DEBT
December 31, 2013

Type	Description of Debt Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities: Revenue bonds	TIF Distribution - 2003 Land Acquisition and Infrastructure Improvements	\$ 455,000	\$ 253,563
Storm Water: Revenue bonds	Major Storm Water Separation 2006	1,665,000	366,398
Wastewater: Revenue bonds	Sewer Improvements and 2011 Refund 1997 Bonds	672,000	206,372
Revenue bonds	Sewer Improvements SRF 2008 Bonds	2,273,000	135,138
Total Wastewater		2,945,000	341,510
Totals		\$ 5,065,000	\$ 961,471

CITY OF BERNE
SCHEDULE OF CAPITAL ASSETS
December 31, 2013

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	\$ 232,180
Buildings	3,041,653
Improvements other than buildings	790,741
Machinery, equipment, and vehicles	2,311,561
Total governmental activities	6,376,135
Storm Water:	
Land	211,299
Improvements other than buildings	3,364,603
Machinery, equipment, and vehicles	266,053
Total Storm Water	3,841,955
Wastewater:	
Land	54,850
Infrastructure	9,266,869
Machinery, equipment, and vehicles	577,343
Construction in progress	170,244
Total Wastewater	10,069,306
Water:	
Land	69,678
Infrastructure	4,497,257
Machinery, equipment, and vehicles	412,175
Total Water	4,979,110
Total capital assets	\$ 25,266,506

OTHER REPORTS

In addition to this report, other reports may have been issued for the City. All reports can be found on the Indiana State Board of Accounts' website: <http://www.in.gov/sboa/>.