

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

ANNUAL FINANCIAL REPORT

2008

CITY OF JEFFERSONVILLE

CLARK COUNTY, INDIANA



FILED
02/01/2010

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Peggy Wilder	01-01-08 to 12-31-11
Mayor	Thomas R. Galligan	01-01-08 to 12-31-11
President of the Board of Public Works and Safety	Thomas R. Galligan	01-01-08 to 12-31-11
President of the Common Council	Ed Zastawny Connie Sellers	01-01-08 to 12-31-08 01-01-09 to 12-31-09
Utility Office Manager	Bill Mattingly Len Ashack	01-01-08 to 12-31-08 01-01-09 to 12-31-09



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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302 WEST WASHINGTON STREET
ROOM E418
INDIANAPOLIS, INDIANA 46204-2769

Telephone: (317) 232-2513
Fax: (317) 232-4711
Web Site: www.in.gov/sboa

INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS
AND SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

TO: THE OFFICIALS OF THE CITY OF JEFFERSONVILLE, CLARK COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Jeffersonville (City), as of and for the year ended December 31, 2008, which collectively comprise the City's basic financial statements as listed in the Table of Contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

Except as discussed in the following paragraph, we conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

The City was unable to obtain representations from the City's attorney with respect to litigations, claims, and assessments.

As discussed in Note I, the City prepares its financial statements on the prescribed basis of accounting that demonstrates compliance with the cash and investment basis and budget laws of the State of Indiana, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

As discussed in Note I, the financial statements referred to above do not include a number of component units of the City which should have been included to fairly present the financial position of the City.

In our opinion, except for the disclosure of information, if any, as might have been determined to be necessary had the City been able to provide representations from the City's attorney with respect to litigations, claims, and assessments and except that the omission of the component units of the City referred to in the preceding paragraph results in incomplete presentation, the financial statements referred to above present fairly, in all material respects, the respective cash and investment balances of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of December 31, 2008, and the respective cash receipts and cash disbursements during the year then ended on the basis of accounting described in Note I.

INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS
AND SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
(Continued)

In accordance with Government Auditing Standards, we have also issued a report dated December 21, 2009, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The Schedules of Funding Progress, Schedule of Contributions From the Employer and Other Contributing Entities, as listed in the Table of Contents, are not required parts of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management, regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

The City has not presented Management's Discussion and Analysis or Budgetary Comparison Schedules that accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be part of, the basic financial statements.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The Combining Schedules, as listed in the Table of Contents, Schedule of Capital Assets, and Schedule of Long-Term Debt are presented for additional analysis and are not required parts of the basic financial statements. The Combining Schedules, as listed in the Table of Contents, have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The Schedule of Capital Assets and Schedule of Long-Term Debt have not been subjected to the auditing procedures applied by us in the audit of the basic financial statements and, accordingly, we express no opinion on them.

STATE BOARD OF ACCOUNTS

December 21, 2009



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REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

TO: THE OFFICIALS OF THE CITY OF JEFFERSONVILLE, CLARK COUNTY, INDIANA

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Jeffersonville (City), as of and for the year ended December 31, 2008, which collectively comprise the City's basic financial statements and have issued our report thereon dated December 21, 2009. The opinions to the financial statements were qualified due to the City being unable to obtain representations from the City's attorney with respect to litigations, claims, and assessments and due to the omission of a number of component units of the City which should have been included to fairly present the financial position of the City. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS
(Continued)

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be significant deficiencies or material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

This report is intended solely for the information and use of the City's management, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. In accordance with Indiana Code 5-11-5-1, this report is a part of the public records of the State Board of Accounts and of the office examined.

STATE BOARD OF ACCOUNTS

December 21, 2009

CITY OF JEFFERSONVILLE
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS
For The Year Ended December 31, 2008

Functions/Programs	Program Receipts				Net (Disbursement) Receipt and Changes in Net Assets		
	Disbursements	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Totals
					Governmental Activities	Business-Type Activities	
Primary government:							
Governmental activities:							
General government	\$ 7,970,258	\$ 1,421,839	\$ 6,339,463	\$ 105,839	\$ (103,117)	\$ -	\$ (103,117)
Public safety	9,965,785	1,179,948	30,746	-	(8,755,091)	-	(8,755,091)
Highways and streets	1,446,284	12,514	1,079,566	-	(354,204)	-	(354,204)
Sanitation	1,349,479	308,612	68,690	-	(972,177)	-	(972,177)
Health and welfare	365,557	11,259	-	-	(354,298)	-	(354,298)
Urban redevelopment	2,213,869	-	15,926	211,498	(1,986,445)	-	(1,986,445)
Economic development	14,061	-	-	1,178,239	1,164,178	-	1,164,178
Culture and recreation	1,751,708	415,367	81,905	-	(1,254,436)	-	(1,254,436)
Debt service	2,795,051	-	-	-	(2,795,051)	-	(2,795,051)
Total governmental activities	27,872,052	3,349,539	7,616,296	1,495,576	(15,410,641)	-	(15,410,641)
Business-type activities:							
Wastewater	15,268,584	7,945,891	-	-	-	(7,322,693)	(7,322,693)
Total business-type activities	15,268,584	7,945,891	-	-	-	(7,322,693)	(7,322,693)
Total primary government	\$ 43,140,636	\$ 11,295,430	\$ 7,616,296	\$ 1,495,576	(15,410,641)	(7,322,693)	(22,733,334)
General receipts:							
Property taxes					21,496,960	-	21,496,960
Bonds and loans					2,769,426	9,800,000	12,569,426
Unrestricted investment earnings					135,621	346,485	482,106
Unrestricted intergovernmental receipts					630,670	-	630,670
Riverboat revenue sharing					171,644	-	171,644
Net short term financing activity					(3,793,000)	-	(3,793,000)
Insurance proceeds					31,605	-	31,605
Miscellaneous nonoperating receipts					-	467,369	467,369
Other operating receipts					1,556,270	-	1,556,270
Total general receipts					22,999,196	10,613,854	33,613,050
Change in net assets					7,588,555	3,291,161	10,879,716
Net assets - beginning					9,047,307	9,797,890	18,845,197
Net assets - ending					\$ 16,635,862	\$ 13,089,051	\$ 29,724,913
Assets							
Cash and investments					\$ 1,848,079	\$ 5,587,872	\$ 7,435,951
Cash with fiscal agent					-	4,986,786	4,986,786
Restricted assets:							
Cash and investments					14,787,783	2,514,393	17,302,176
Total assets					\$ 16,635,862	\$ 13,089,051	\$ 29,724,913
Net Assets							
Restricted for:							
Public safety					\$ 464,286	\$ -	\$ 464,286
Highways and streets					286,281	-	286,281
Health and welfare					1,187,090	-	1,187,090
Urban redevelopment					9,029,638	-	9,029,638
Economic development					1,178,239	-	1,178,239
Culture and recreation					38,684	-	38,684
Debt service					-	1,396,786	1,396,786
Capital outlay					2,603,565	6,104,393	8,707,958
Unrestricted					1,848,079	5,587,872	7,435,951
Total net assets					\$ 16,635,862	\$ 13,089,051	\$ 29,724,913

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

CITY OF JEFFERSONVILLE
STATEMENT OF ASSETS AND FUND BALANCES AND RECEIPTS,
DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
GOVERNMENTAL FUNDS
For The Year Ended December 31, 2008

	General	TIF 57, 61 - ICR Allocation	Rainy Day	Veterans Parkway Bond Account	Other Governmental Funds	Totals
Receipts:						
Taxes	\$ 10,887,940	\$ 1,404,330	\$ -	\$ -	\$ 9,204,690	\$ 21,496,960
Intergovernmental	4,584,040	-	746,174	-	4,243,405	9,573,619
Charges for services	1,510,066	-	-	-	1,270,854	2,780,920
Other	469,119	-	2,478	12,537	1,153,288	1,637,422
Total receipts	17,451,165	1,404,330	748,652	12,537	15,872,237	35,488,921
Disbursements:						
General government	6,070,304	-	186,027	-	1,046,654	7,302,985
Public safety	9,113,966	-	-	-	851,819	9,965,785
Highways and streets	-	-	-	-	1,446,284	1,446,284
Sanitation	-	-	-	-	1,349,479	1,349,479
Health and welfare	303,338	-	-	-	62,219	365,557
Culture and recreation	-	-	-	-	1,751,708	1,751,708
Urban redevelopment and housing	-	20,103	-	1,169,765	1,024,001	2,213,869
Economic development	14,061	-	-	-	-	14,061
Debt service:						
Principal	-	-	-	-	1,695,365	1,695,365
Interest	-	-	-	-	1,099,686	1,099,686
Total disbursements	15,501,669	20,103	186,027	1,169,765	10,327,215	27,204,779
Excess (deficiency) of receipts over disbursements	1,949,496	1,384,227	562,625	(1,157,228)	5,545,022	8,284,142
Other financing sources (uses):						
Bond proceeds	-	-	-	2,769,426	-	2,769,426
Transfers in	187,000	-	-	-	1,422,770	1,609,770
Transfers out	(239,371)	-	-	-	(1,370,399)	(1,609,770)
Principal on short term debt	(3,006,000)	-	-	-	(787,000)	(3,793,000)
Total other financing sources (uses)	(3,058,371)	-	-	2,769,426	(734,629)	(1,023,574)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,108,875)	1,384,227	562,625	1,612,198	4,810,393	7,260,568
Cash and investment fund balance - beginning	(1,591,693)	1,780,130	3,149,425	-	4,906,650	8,244,512
Cash and investment fund balance - ending	\$ (2,700,568)	\$ 3,164,357	\$ 3,712,050	\$ 1,612,198	\$ 9,717,043	15,505,080
Amounts reported for governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis are different because:						
Internal services funds are used by management to charge the costs of certain services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis.						
						1,130,782
Net assets of governmental activities						\$ 16,635,862
Cash and Investment Assets - December 31						
Cash and investments	\$ (2,700,568)	\$ -	\$ 3,712,050	\$ -	\$ 836,597	\$ 1,848,079
Restricted assets:						
Cash and investments	-	3,164,357	-	1,612,198	8,880,446	13,657,001
Total cash and investment assets - December 31	\$ (2,700,568)	\$ 3,164,357	\$ 3,712,050	\$ 1,612,198	\$ 9,717,043	\$ 15,505,080
Cash and Investment Fund Balance - December 31						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ 464,286	\$ 464,286
Highways and streets	-	-	-	-	286,281	286,281
Health and welfare	-	-	-	-	56,308	56,308
Urban redevelopment	-	3,164,357	-	-	5,865,281	9,029,638
Economic development	-	-	-	-	1,178,239	1,178,239
Culture and recreation	-	-	-	-	38,684	38,684
Capital outlay	-	-	-	1,612,198	991,367	2,603,565
Unrestricted	(2,700,568)	-	3,712,050	-	836,597	1,848,079
Total cash and investment fund balance - December 31	\$ (2,700,568)	\$ 3,164,357	\$ 3,712,050	\$ 1,612,198	\$ 9,717,043	\$ 15,505,080

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

CITY OF JEFFERSONVILLE
STATEMENT OF ASSETS AND FUND BALANCES AND
RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
PROPRIETARY FUNDS
As Of And For The Year Ended December 31, 2008

	<u>Wastewater Utility</u>	<u>Internal Service Funds</u>
Operating receipts:		
Charges for services:		
Employer contributions	\$ -	\$ 2,290,000
Employee contributions	-	568,619
Flat rate receipts	1,172,512	-
Measured revenue	6,267,751	-
Other	<u>505,628</u>	<u>419,572</u>
 Total operating receipts	 <u>7,945,891</u>	 <u>3,278,191</u>
 Operating disbursements:		
Insurance benefits	-	2,953,861
Other	-	3,412
Equipment and capital improvements	4,357,295	-
Collection system - operations and maintenance	3,868,809	-
Drainage - operations and maintenance	888,677	-
Treatment and disposal disbursements - operations and maintenance	3,797,338	-
Customer accounts	194,595	-
Administration and general	<u>219,763</u>	<u>-</u>
 Total operating disbursements	 <u>13,326,477</u>	 <u>2,957,273</u>
 Excess (deficiency) of operating receipts over operating disbursements	 <u>(5,380,586)</u>	 <u>320,918</u>
 Nonoperating receipts (disbursements):		
Bond proceeds	9,800,000	-
Interest and investment receipts	346,485	7,069
Miscellaneous receipts	467,369	-
Debt service of principal	(1,095,000)	-
Interest and investment disbursement	(764,226)	-
Miscellaneous disbursements	<u>(82,881)</u>	<u>-</u>
 Total nonoperating receipts (disbursements)	 <u>8,671,747</u>	 <u>7,069</u>
 Excess of receipts over disbursements and nonoperating receipts (disbursements)	 3,291,161	 327,987
 Cash and investment fund balance - beginning	 <u>9,797,890</u>	 <u>802,795</u>
 Cash and investment fund balance - ending	 <u>\$ 13,089,051</u>	 <u>\$ 1,130,782</u>
 <u>Cash and Investment Assets - December 31</u>		
Cash and investments	\$ 5,587,872	\$ -
Cash with fiscal agent	4,986,786	-
Restricted assets:		
Cash and investments	<u>2,514,393</u>	<u>1,130,782</u>
 Total cash and investment assets - December 31	 <u>\$ 13,089,051</u>	 <u>\$ 1,130,782</u>
 <u>Cash and Investment Fund Balance - December 31</u>		
Restricted for:		
Health and welfare	\$ -	\$ 1,130,782
Debt service	1,396,786	-
Capital outlay	6,104,393	-
Unrestricted	<u>5,587,872</u>	<u>-</u>
 Total cash and investment fund balance - December 31	 <u>\$ 13,089,051</u>	 <u>\$ 1,130,782</u>

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

CITY OF JEFFERSONVILLE
STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
FIDUCIARY FUNDS
For The Year Ended December 31, 2008

	<u>Pension Trust Funds</u>	<u>Agency Funds</u>
Additions:		
Contributions:		
Employer	\$ 1,078,174	
Plan members	1,302	
State	<u>1,514,975</u>	
Total contributions	<u>2,594,451</u>	
Deductions:		
Benefits	1,893,317	
Administrative and general	21,497	
Temporary loan	<u>543,000</u>	
Total deductions	<u>2,457,814</u>	
Excess of total additions over total deductions	136,637	
Cash and investment fund balance - beginning	<u>815,171</u>	
Cash and investment fund balance - ending	<u>\$ 951,808</u>	<u>\$ 350,746</u>

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

CITY OF JEFFERSONVILLE
NOTES TO FINANCIAL STATEMENTS

I. 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 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, wastewater, economic development and urban redevelopment.

The City's financial reporting entity is composed of the following:

Primary Government: City of Jeffersonville

In determining the financial reporting entity, the City complies with the provisions of GASB Statement No. 14, *The Financial Reporting Entity*.

The Jeffersonville Redevelopment Authority and Flood Control District, blended component units, have been omitted from these financial statements. Accordingly, the financial statements do not include the data of all of the City's component units necessary to fairly present the financial position of the City.

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

The Statement of Activities and Net Assets – Cash and Investment Basis displays information about the reporting government as a whole. It includes all funds of the reporting entity except for fiduciary funds. The statement distinguishes between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

Fund Financial Statements

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitutes its assets, fund equity, receipts, and disbursements. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The City reports the following major governmental funds:

The general fund is the primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The TIF 57, 61-ICR allocation fund is used to account for the revenues and expenses relating to the economic development or urban redevelopment of this TIF district.

CITY OF JEFFERSONVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

The rainy day fund accounts for the transfer of unused and unencumbered monies remaining in other city funds and may be used for any city purpose.

The Veterans Parkway bond account fund is for the construction of certain improvements to Veterans Parkway and Thompson Road.

The City reports the following major proprietary fund:

The wastewater utility fund accounts for the operation of the wastewater treatment plant, pumping stations, and collection systems.

Additionally, the City reports the following fund types:

The internal service fund accounts for medical benefits provided to other departments on a cost-reimbursement basis.

The pension trust funds account for the activities of the 1925 police and 1937 fire pension funds which accumulate resources for pension benefit payments.

Agency funds account for assets held by the City as an agent for Clark County, the State of Indiana, various local law enforcement agencies, and the department of redevelopment and serve as control of accounts for certain cash transactions during the time they are a liability to the City.

C. Measurement Focus and Basis of Accounting

The government-wide, governmental fund, proprietary fund, and fiduciary fund financial statements are reported using the basis of accounting that demonstrates compliance with the cash and investment basis and budget laws of the State of Indiana, 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 cash and investment 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. Investment transactions are not presented on the financial statements.

If the City utilized the basis of accounting recognized as generally accepted, the fund financial statements for governmental funds would use the modified accrual basis of accounting, while the fund financial statements for proprietary fund types would use the accrual basis of accounting. All government-wide financials would be presented on the accrual basis of accounting.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in the enterprise fund statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their enterprise funds, subject to this same limitation. The City has elected not to follow subsequent private-sector guidance.

CITY OF JEFFERSONVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the City and Wastewater Utility. Elimination of these charges would distort the direct costs and program receipts reported for the various functions concerned.

Enterprise funds distinguish operating receipts and disbursements from nonoperating items. Operating receipts and disbursements generally result from providing services and producing and delivering goods in connection with an enterprise fund's principal ongoing operations. The principal operating receipts of the enterprise funds are charges to customers for sales and services. Operating disbursements for enterprise funds include the cost of sales and services and administrative costs. All receipts and disbursements not meeting this definition are reported as nonoperating receipts and disbursements. Internal service funds are used to account for activities provided to other departments or agencies primarily with the government.

D. Assets and Cash and Investment Balances

1. Cash and Investments

Investments are stated at cost. Any changes in fair value of the investments are reported as interest receipts in the year of the sale of the investment.

2. Property Taxes

Property taxes levied are collected by the County Treasurer and are distributed to the City in June and in December. 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% 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 become delinquent if not paid by May 10 and November 10, respectively.

3. Capital Assets

Capital assets arising from cash transactions acquired for use in governmental or proprietary fund operations are accounted for as capital outlay disbursements of the fund upon acquisition.

4. Long-Term Debt

Long-term debt arising from cash basis transactions of governmental and proprietary funds is not reported as liabilities in the basic financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as disbursements.

CITY OF JEFFERSONVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

5. Equity Classification

Government-Wide Statements

Equity is classified as net assets and displayed in two components:

- a. Restricted net assets – Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments, or (2) law through constitutional provisions or enabling legislation.
- b. Unrestricted net assets – All other net assets that do not meet the definition of "restricted."

It is the City's policy to first use restricted net assets prior to the use of unrestricted net assets when a disbursement is incurred for purposes for which both restricted and unrestricted net assets are available.

Fund Financial Statements

Governmental fund equity is classified as fund balance. Proprietary fund equity is classified the same as in the government-wide statements.

E. Receipts and Disbursements

1. Program Receipts

Amounts reported as program receipts include (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general receipts rather than as program receipts. Likewise, general receipts include all taxes.

2. Operating Receipts and Disbursements

Operating receipts and disbursements for proprietary funds result from providing services and producing and delivering goods and/or services. They also include all receipts and disbursements not related to capital and related financing, noncapital financing, or investing activities.

F. Internal and Interfund Balances and Activities

In the process of aggregating the financial information for the government-wide Statement of Activities and Net Assets – Cash and Investment Basis, some amounts reported as interfund activity and balances in the fund financial statements have been eliminated or reclassified.

Fund Financial Statements

1. Interfund services – Sales or purchases of goods and services between funds are reported as receipts and disbursements.

CITY OF JEFFERSONVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

2. Interfund reimbursements – Repayments from funds responsible for certain disbursements to the funds that initially paid for them are not reported as reimbursements but as adjustments to disbursements in the respective funds.
3. Interfund transfers – Flow of assets from one fund to another where repayment is not expected is reported as transfers in and out.

Government-Wide Financial Statements

Interfund activity and balances, if any, are eliminated or reclassified in the government-wide financial statements as follows:

Internal activities – Amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide Statement of Activities and Net Assets – Cash and Investment Basis except for the net amount of transfers between governmental and business-type activities, which are reported as Transfers – Internal Activities. The effects of interfund services between funds, if any, are not eliminated in the government-wide Statement of Activities and Net Assets – Cash and Investment Basis.

II. Stewardship, Compliance and Accountability

A. Budgetary Information

Annual budgets are adopted on the cash basis, which is not consistent with accounting principles generally accepted in the United States of America. All annual appropriations lapse at calendar year end.

Prior to the first required publication, the fiscal officer of the City submits to the governing board a proposed operating budget for the year commencing the following January 1. Prior to adoption, the budget is advertised and public hearings are conducted by the governing board to obtain taxpayer comments. In September of each year, the governing board, through the passage of a resolution/ordinance, approves the budget for the next year. Copies of the budget resolution/ordinance and the advertisement for funds for which property taxes are levied or highway use taxes are received are sent to the Indiana Department of Local Government Finance. The budget becomes legally enacted after the fiscal officer of the City receives approval of the Indiana Department of Local Government Finance.

The City's management cannot transfer budgeted appropriations between object classifications of a budget without approval of the governing board. The Indiana Department of Local Government Finance must approve any revisions to the appropriations for any fund or any department of the General Fund. The legal level of budgetary control is by object and department within the fund for the General Fund and by object within the fund for all other budgeted funds.

B. Disbursements in Excess of Appropriations

For the year ended December 31, 2008, disbursements exceeded budgeted appropriations in the following funds by the amounts below:

CITY OF JEFFERSONVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

Fund	2008
General	\$ 994,567
Motor Vehicle Highway	500,232
Local Road and Street	207,456
Park and Recreation	41,630
Sanitation	259,383
Total	\$ 2,003,268

These disbursements were funded by revenues collected in the form of income taxes.

C. Cash and Investment Balance Deficits

At December 31, 2008, the following funds reported deficits in cash and investments, which are violations of the Uniform Compliance Guidelines and state statute:

Fund	2008
General	\$ 2,700,568
Motor Vehicle Highway	87,678
Local Road and Street	3,596
Park and Recreation	422,123
Park Special Nonreverting	54,743
Narcotics Surveillance Grant	144
Grant City Court	5,000
Sanitation	179,625
Jeff Park and Ride	52,815
TIF 65 Gateway	253,261
Sidewalk Renovation Nonreverting	275
Total	\$ 3,759,828

Cash and investment deficits arose primarily from disbursements exceeding receipts due to various reasons; these deficits are to be repaid from future receipts.

III. Detailed Notes on All Funds

A. Deposits and Investments

1. Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. Indiana Code 5-13-8-1 allows a political subdivision of the State of Indiana to deposit public funds in a financial institution only if the financial institution is a depository eligible to receive state funds and has a principal office or branch that qualifies to

CITY OF JEFFERSONVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

receive public funds of the political subdivision. The City does not have a deposit policy for custodial credit risk. At December 31, 2008, the City had deposit balances in the amount of \$29,381,618.

The bank balances were insured by the Federal Deposit Insurance Corporation or the Public Deposit Insurance Fund, which covers all public funds held in approved depositories.

2. Investments

As of December 31, 2008, the City had the following investments:

Investment Type	Primary Government Market Value
Mutual funds	\$ 7,273,632

Statutory Authorization for Investments

Indiana Code 5-13-9 authorizes the City to invest in securities backed by the full faith and credit of the United States Treasury or fully guaranteed by the United States of America and issued by the United States Treasury, a federal agency, a federal instrumentality, or a federal government sponsored enterprise. Indiana Code also authorizes the City to invest in securities fully guaranteed and issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise. These investments are required by statute to have a stated final maturity of not more than two years.

Indiana Code also provides for investment in money market mutual funds that are in the form of securities of, or interest in, an open-end, no-load, management-type investment company or investment trust registered under the provision of the federal Investment Company Act of 1940, as amended. Investments in money market mutual funds may not exceed 50% of the funds held by the City and available for investment. The portfolio of an investment company or investment trust used must be limited to direct obligations of the United States of America, obligations issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise or repurchase agreements fully collateralized by direct obligations of the United States of America or obligations issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise. The form of securities of, or interest in, an investment company or investment trust must be rated as AAA, or its equivalent by Standard and Poor's Corporation or its successor or Aaa, or its equivalent, by Moody's Investors Service, Inc., or its successor. The form of securities in an investment company or investment trust should have a stated final maturity of one day.

Additionally, the City may enter into repurchase agreements with depositories designated by the State Board of Finance as depositories for state deposits involving the City's purchase and guaranteed resale of any interest-bearing obligations issued or fully insured or guaranteed by the United States of America, a United States of America government agency, an

CITY OF JEFFERSONVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

instrumentality of the United States of America, or a federal government sponsored enterprise. The repurchase agreement is considered to have a stated final maturity of one day. This agreement must be fully collateralized by interest-bearing obligations as determined by their current market value.

B. Interfund Transfers

Interfund transfers for the year ended December 31, 2008, were as follows:

<u>Transfer From</u>	<u>Transfer To</u>	<u>2008</u>
General Fund	Other governmental funds	\$ 239,371
Other governmental funds	General Fund	187,000
Other governmental funds	Other governmental funds	<u>1,183,399</u>
 Total		 <u><u>\$ 1,609,770</u></u>

The City typically uses transfers for cash flow purposes as provided by various statutory provisions.

C. Restatements and Reclassifications

For the year ended December 31, 2008, certain changes have been made to the financial statements to more appropriately reflect financial activity of the City. The following schedule presents a summary of restated beginning balances by opinion unit. Prior period adjustments represent a short-term loan proceeds that was applied to the General Fund instead of the Fire Pension Fund.

<u>Opinion Unit</u>	<u>Balance as Reported December 31, 2007</u>	<u>Prior Period Adjustments</u>	<u>Balance as Restated January 1, 2008</u>
Governmental Funds	\$ 8,451,512	\$ (207,000)	\$ 8,244,512
Pension Trust Funds	608,171	207,000	815,171

IV. Other Information

A. Risk Management

The City is 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 (excluding postemployment benefits); and natural disasters.

The risks of torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters are covered by commercial insurance from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years. There were no significant reductions in insurance by major category of risk.

CITY OF JEFFERSONVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

Medical Benefits to Employees, Retirees, and Dependents

The City has chosen to establish a risk financing fund for risks associated with medical benefits to employees, retirees and dependents. The risk financing fund is accounted for in the Self Insurance Fund, an internal service fund, where assets are set aside for claim settlements. An excess policy through commercial insurance covers individual claims in excess of \$85,000 per year. Settled claims resulting from this risk did not exceed commercial insurance coverage in the past three years. Amounts are paid into the fund by all funds with payroll and are available to pay claims, claim reserves, and administrative costs of the program. Interfund premiums are based upon an overall premium percentage which is applied to each fund's gross wages and are reported as quasi-external interfund transactions.

Job Related Illnesses or Injuries

During 1990, the City joined the Indiana Public Employer's Plan, Inc., a public entity risk pool currently operating as a common risk management and insurance program for member governmental entities. This risk pool was formed in 1989. The purpose of the risk pool is to provide a medium for the funding and administration of workers compensation claims. The City pays an annual premium to the risk pool for its workers compensation coverage. The risk pool is considered a self-sustaining risk pool that will provide coverage for its members for up to \$1,000,000 per insured event.

B. Holding Corporation

The City has entered into a capital lease with Jeffersonville Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing facilities for lease to the City. The lessor has been determined to be a related party of the City. Lease payments during the year totaled \$460,500.

C. Subsequent Events

Beginning in 2009, the State Pension Relief Fund shall pay to each unit of local government with Pre-1977 Local Police and Fire Fighter Pension obligations, the total amount of pension, disability, and survivor benefit payments. The Pre-1977 funds include the 1925 Police Pension Fund, the 1937 Firefighters' Fund, and the 1953 Police Pension Fund. For property taxes due and payable after December 31, 2008, the Indiana Department of Local Government Finance shall reduce the maximum permissible property tax levy of any civil taxing unit and special service district by the amount of the payment to be made in 2009 by the State for the obligations.

In 2008, the City authorized the issuance of sewage works revenue bonds, Ordinance 2008-OR-9, for the purpose of providing funds to pay the cost of certain additions, extensions and improvements to the municipal sewage works not to exceed \$15,800,000. The Wastewater Utility received financial assistance from the State Revolving Wastewater Loan Program (SRF) in the amount of \$9,800,000 in 2008; and in 2009, they received another \$1,400,000 from SRF and received \$600,000 from the American Recovery and Reinvestment Act (ARRA). It is anticipated that the \$600,000 will be forgiven by SRF upon maturity date. To finish the funding of this project, \$4,000,000 in Bank Anticipation Notes (BANs) were issued in 2009.

On December 21, 2009, the City passed Ordinance 2009-OR-43 to increase the Wastewater rates in five scheduled phases over the next six years.

CITY OF JEFFERSONVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

On December 7, 2009, the City authorized the refunding of the Sewage Works Revenue Bonds, Series 1998, and the issuance of sewage works revenue bonds, Ordinance 2009-OR-44, for the purpose of certain additions, extensions and improvements to the municipal sewage works not to exceed \$52,250,000.

On November 16, 2009, the City Council passed Ordinance 2009-OR-45 to change the classification of the City of Jeffersonville from a third class city to a second class city.

D. Contingent Liabilities

The City entered into an agreement for contract operations with Environmental Management Corporation (EMC) to operate the City's sanitary sewer treatment and collection system facility with subsequent annual amendments to the agreement on or about May 1, 2004. In August 2008, EMC filed a complaint in Superior Court No. 1 for Clark County against the City for declaratory judgment, breach of contract and specific performance. The City has filed a counterclaim to the complaint against EMC for breach of contract and constructive fraud.

The City's Wastewater Utility (City) is a defendant in a lawsuit, by the Environmental Protection Agency, alleging the City knowingly exceeded discharge levels of untreated sewage at the City's waste disposal plant.

E. Postemployment Benefits

In addition to the pension benefits described below, the City provides postemployment health insurance benefits, as authorized by Indiana Code 5-10-8, to all employees who retire from the City on or after attaining age fifty-five with at least twenty years of service and the last ten years of service are completed immediately preceding the retirement date. A retiree may continue in the City's self-insurance plan until the retiree reaches eligibility age under the federal Medicare program in which the City's insurance plan will automatically terminate. Currently, seventeen retirees meet these eligibility requirements. The City and retirees provide 70% and 30%, respectively, for family coverage and 77% and 23%, respectively, for single coverage of these postemployment benefits. Disbursements for those postemployment benefits are recognized on a pay-as-you-go basis. Disbursements for postemployment benefits cannot be reasonably estimated.

F. Property Leases

The City leased riverfront property to Kingfish Restaurant in 1998. The terms of the lease require rental payments in the amount of \$30,000 annually, over a ten year period, plus 1.5% of tenant's gross sales in excess of three million dollars. At the end of the ten year period, the property may be purchased from the City for \$100,000. The lease ended in 2008 and Kingfish Restaurant is planning to exercise the conditions of the lease to purchase the property.

The City has entered a lease agreement with Community Action of Southern Indiana, Inc. The terms of the lease call for the City to receive annual rent of \$180,000 for a period of ten years beginning January 2002. The City retains ownership of the property at the end of the rental agreement.

CITY OF JEFFERSONVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

G. Rate Structure – Enterprise Funds

Wastewater Utility

The current rate structure was approved by the City Council on December 6, 2004.

H. Pension Plans

1. Agent Multiple-Employer and Single-Employer Defined Benefit Pension Plans

a. Public Employees' Retirement Fund

Plan Description

The City contributes to the Indiana Public Employees' Retirement Fund (PERF), 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 the defined benefit plan. State statutes (IC 5-10.2 and 5-10.3) govern, through the PERF 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 member's contributions, set by state statute at 3% of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

PERF 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. The report may be obtained by contacting:

Public Employees' Retirement Fund
Harrison Building, Room 800
143 West Market Street
Indianapolis, IN 46204
Ph. (317) 233-4162

Funding Policy and Annual Pension Cost

The contribution requirements of plan members for PERF are established by the Board of Trustees of PERF. The City's annual pension cost and related information, as provided by the actuary, is presented in this note.

Information to segregate the assets/liabilities and the actuarial study figures between the City and the Utilities is not available.

CITY OF JEFFERSONVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

b. 1925 Police Officers' Pension Plan

Plan Description

The City contributes to the 1925 Police Officers' Pension Plan, which 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 and Annual Pension Cost

The contribution requirements of plan members for the 1925 Police Officers' Pension Plan are established by state statute. The City's annual pension cost and related information as provided by the actuary is presented in this note.

The use of the pay-as-you-go actuarial cost method by the City results in significant underfunding of the plan. Therefore, the Net Pension Obligation (NPO) is not reflected in the financial statements of the pension trust funds.

c. 1937 Firefighters' Pension Plan

Plan Description

The City contributes to the 1937 Firefighters' Pension Plan, which 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 and Annual Pension Cost

The contribution requirements of plan members for the 1937 Firefighters' Pension Plan are established by state statute. The City's annual pension cost and related information, as provided by the actuary, is presented in this note.

The use of the pay-as-you-go actuarial cost method by the City results in significant underfunding of the plan. Therefore, the Net Pension Obligation (NPO) is not reflected in the financial statements of the pension trust funds.

CITY OF JEFFERSONVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

Actuarial Information for the Above Plans

	PERF Park	PERF Civil City	1925 Police Officers' Pension	1937 Firefighters' Pension
Annual required contribution	\$ 35,082	\$ 206,595	\$ 901,200	\$ 1,014,200
Interest on net pension obligation	(267)	(11,544)	351,400	514,100
Adjustment to annual required contribution	304	13,156	(443,400)	(648,600)
Annual pension cost	35,119	208,207	809,200	879,700
Contributions made	33,888	207,492	1,040,716	1,552,434
Increase (decrease) in net pension obligation	1,231	715	(231,516)	(672,734)
Net pension obligation, beginning of year	(3,684)	(159,233)	5,856,722	8,568,651
Net pension obligation, end of year	<u>\$ (2,453)</u>	<u>\$ (158,518)</u>	<u>\$ 5,625,206</u>	<u>\$ 7,895,917</u>

	PERF Park	PERF Civil City	1925 Police Officers' Pension	1937 Firefighters' Pension
Contribution rates:				
City	7%	5.38%	0%	1,071%
Plan members	3%	3%	6%	6%
Actuarial valuation date	07-01-08	07-01-08	01-01-08	01-01-08
Actuarial cost method	Entry age	Entry age	Entry age	Entry age
Amortization method	Level	Level	Level	Level
	percentage of projected payroll, closed	percentage of projected payroll, closed	percentage of projected payroll, closed	percentage of projected payroll, closed
Amortization period	30 years	30 years	30 years	30 years
Amortization period (from date)	07-01-97	07-01-97	01-01-05	01-01-05
Asset valuation method	75% of expected actuarial value plus 25% of market value	75% of expected actuarial value plus 25% of market value	4 year phase in of unrealized and realized capital	4 year phase in of unrealized and realized capital

Actuarial Assumptions	PERF Park	PERF Civil City	1925 Police Officers' Pension	1937 Firefighters' Pension
Investment rate of return	7.25%	7.25%	6%	6%
Projected future salary increases:				
Total	5%	5%	4%	4%
Attributed to inflation	4%	4%	4%	4%
Attributed to merit/seniority	1%	1%	0%	0%
Cost-of-living adjustments	2%	2%	2.75/4%*	2.75/4%*

*2.75% converted members; 4% nonconverted members

CITY OF JEFFERSONVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

Three Year Trend Information

	Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
PERF Park	06-30-06	\$ 28,551	71%	\$ (8,111)
	06-30-07	29,437	85%	(3,684)
	06-30-08	35,119	96%	(2,453)
PERF Civil City	06-30-06	166,398	102%	(146,714)
	06-30-07	174,069	107%	(159,233)
	06-30-08	208,207	100%	(158,518)
1925 Police Officers' Pension Plan	12-31-06	844,100	147%	5,677,995
	12-31-07	775,300	77%	5,856,722
	12-31-08	809,200	129%	5,625,206
1937 Firefighters' Pension Plan	12-31-06	1,110,300	130%	8,203,446
	12-31-07	987,200	63%	8,568,651
	12-31-08	879,700	176%	7,895,917

Membership in the 1925 Police Officers' Pension Plan and the 1937 Firefighters' Pension Plan at January 1, 2008, was comprised of the following:

	1925 Police Officers' Pension	1937 Firefighters' Pension
Retirees and beneficiaries currently receiving benefits	32	41

2. Cost-Sharing Multiple-Employer Defined Benefit Pension Plan

1977 Police Officers' and Firefighters' Pension and Disability Fund

Plan Description

The City contributes to the 1977 Police Officers' and Firefighters' Pension and Disability Fund, a cost-sharing multiple-employer defined benefit pension plan administered by the Indiana Public Employees' Retirement Plan (PERF) 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 55 with 20 years of service. An employee with 20 years of service may leave service, but will not receive benefits until reaching age 55. The plan also provides for death and disability benefits.

PERF 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:

CITY OF JEFFERSONVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

Public Employees' Retirement Fund
Harrison Building, Room 800
143 West Market Street
Indianapolis, IN 46204
Ph. (317) 233-4162

Funding Policy and Annual Pension Costs

Plan members are required to contribute 6% of the first-class police officers' and firefighters' salary and the City is to contribute at an actuarially determined rate. The current rate, which has not changed since the inception of the plan, is 21% of the first-class police officers' and firefighters' salary. The contribution requirements of plan members and the City are established by the Board of Trustees of PERF. The City's contributions to the plan for the years ending December 31, 2008, 2007, and 2006, were \$1,168,349, \$1,034,610, and \$939,672, respectively, equal to the required contributions for each year.

CITY OF JEFFERSONVILLE
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULES OF FUNDING PROGRESS

Public Employees' Retirement Fund (Park)

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-06	\$ 441,118	\$ 526,526	\$ (85,408)	84%	\$ 423,493	(20%)
07-01-07	510,515	616,104	(105,589)	83%	485,426	(22%)
07-01-08	585,804	667,581	(81,777)	88%	458,051	(18%)

Public Employees' Retirement Fund (Civil City)

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Excess of Assets Over (Unfunded) AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Excess (Unfunded) AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-06	\$ 3,165,290	\$ 2,955,651	\$ 209,639	107%	\$ 3,213,114	7%
07-01-07	3,654,499	3,495,125	159,374	105%	3,603,868	4%
07-01-08	3,753,237	3,789,296	(36,059)	99%	3,726,575	(1%)

1925 Police Officers' Pension Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
01-01-03	\$ 530,439	\$ 13,253,000	\$(12,722,561)	4%	\$ 238,000	(5,346%)
01-01-04	453,237	13,059,400	(12,606,163)	3%	123,800	(10,183%)
01-01-05	182,177	12,239,800	(12,057,623)	1%	85,000	(14,185%)
01-01-06	35,499	12,612,200	(12,576,701)	0%	87,500	(14,373%)
01-01-07	385,290	11,836,900	(11,451,610)	3%	-	0%
01-01-08	368,545	12,252,700	(11,884,155)	3%	-	0%

1937 Firefighters' Pension Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
01-01-03	\$ 1,105,152	\$ 15,422,900	\$(14,317,748)	7%	\$ 476,000	(3,008%)
01-01-04	943,388	16,438,400	(15,495,012)	6%	330,100	(4,694%)
01-01-05	592,776	16,190,700	(15,597,924)	4%	339,900	(4,589%)
01-01-06	477,860	15,939,200	(15,461,340)	3%	350,100	(4,416%)
01-01-07	761,928	14,604,100	(13,842,172)	5%	227,600	(6,082%)
01-01-08	446,626	13,448,900	(13,002,274)	3%	94,700	(13,730%)

CITY OF JEFFERSONVILLE
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULES OF CONTRIBUTIONS FROM THE
 EMPLOYER AND OTHER CONTRIBUTING ENTITIES

	Year Ending	Annual Required Contribution (ARC)	Percentage of ARC Contributed	
			City	State
1925 Police Officers' Pension Plan	12-31-03	\$ 1,493,800	40%	0%
	12-31-04	1,521,700	34%	0%
	12-31-05	888,100	61%	0%
	12-31-06	926,600	62%	72%
	12-31-07	858,000	18%	52%
	12-31-08	901,200	45%	70%
1937 Firefighters' Pension Plan	12-31-03	\$ 1,881,000	37%	0%
	12-31-04	1,960,000	23%	0%
	12-31-05	1,229,400	39%	0%
	12-31-06	1,226,200	53%	65%
	12-31-07	1,106,700	7%	49%
	12-31-08	1,014,200	67%	86%

CITY OF JEFFERSONVILLE
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008

	Motor Vehicle Highway	Local Road and Street	Street Department Nonreverting	Park and Recreation	INDOT and Jeff City	Fire Department Nonreverting	Fire Department Grant
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ 1,610,359	\$ -	\$ -	\$ -
Intergovernmental	766,407	303,695	-	81,905	-	-	-
Charges for services	6,506	-	-	7,670	-	-	-
Other	25,461	11,812	-	11,073	91,999	3,751	-
Total receipts	798,374	315,507	-	1,711,007	91,999	3,751	-
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	6,429	23,399
Highways and streets	953,038	207,456	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	988,279	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	150,000	-	-	-
Interest	-	-	-	23,465	-	-	-
Total disbursements	953,038	207,456	-	1,161,744	-	6,429	23,399
Excess (deficiency) of receipts over disbursements	(154,664)	108,051	-	549,263	91,999	(2,678)	(23,399)
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	23,399
Transfers out	-	-	-	-	-	-	-
Principal on short term debt	-	-	-	(505,000)	-	-	-
Total other financing sources (uses)	-	-	-	(505,000)	-	-	23,399
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(154,664)	108,051	-	44,263	91,999	(2,678)	-
Cash and investment fund balance - beginning	66,986	(111,647)	3,632	(466,386)	-	4,121	-
Cash and investment fund balance - ending	(87,678)	(3,596)	3,632	(422,123)	91,999	1,443	-
Cash and Investment Assets - December 31							
Cash and investments	\$ (87,678)	\$ (3,596)	\$ -	\$ (422,123)	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	-	-	3,632	-	91,999	1,443	-
Total cash and investment assets - December 31	(87,678)	(3,596)	3,632	(422,123)	91,999	1,443	-
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,443	\$ -
Highways and streets	-	-	3,632	-	91,999	-	-
Health and welfare	-	-	-	-	-	-	-
Urban redevelopment	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Unrestricted	(87,678)	(3,596)	-	(422,123)	-	-	-
Total cash and investment fund balance - December 31	(87,678)	(3,596)	3,632	(422,123)	91,999	1,443	-

CITY OF JEFFERSONVILLE
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Youth Football League	Animal Shelter Spay/ Neuter Program	Animal Shelter Building and Capital Improvement	Mayor's Nonreverting	P & R Board Nonreverting Aquatic	Jeff Riverfront Park Nonreverting	Park Special Nonreverting
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-	-
Charges for services	25,370	11,259	-	-	268,301	-	114,026
Other	1,230	26,794	-	-	1,910	32,000	4,069
Total receipts	26,600	38,053	-	-	270,211	32,000	118,095
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-
Health and welfare	-	42,161	-	-	-	-	-
Culture and recreation	25,838	-	-	-	239,631	68,063	218,273
Urban redevelopment and housing	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	137,452	-	-
Total disbursements	25,838	42,161	-	-	377,083	68,063	218,273
Excess (deficiency) of receipts over disbursements	762	(4,108)	-	-	(106,872)	(36,063)	(100,178)
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Principal on short term debt	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	762	(4,108)	-	-	(106,872)	(36,063)	(100,178)
Cash and investment fund balance - beginning	-	60,416	181	52	127,890	44,653	45,435
Cash and investment fund balance - ending	\$ 762	\$ 56,308	\$ 181	\$ 52	\$ 21,018	\$ 8,590	\$ (54,743)
Cash and Investment Assets - December 31							
Cash and investments	\$ -	\$ -	\$ -	\$ 52	\$ -	\$ -	\$ (54,743)
Restricted assets:							
Cash and investments	762	56,308	181	-	21,018	8,590	-
Total cash and investment assets - December 31	\$ 762	\$ 56,308	\$ 181	\$ 52	\$ 21,018	\$ 8,590	\$ (54,743)
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	56,308	-	-	-	-	-
Urban redevelopment	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	762	-	-	-	21,018	8,590	-
Capital outlay	-	-	181	-	-	-	-
Unrestricted	-	-	-	52	-	-	(54,743)
Total cash and investment fund balance - December 31	\$ 762	\$ 56,308	\$ 181	\$ 52	\$ 21,018	\$ 8,590	\$ (54,743)

CITY OF JEFFERSONVILLE
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	City Engineer Nonreverting	Duffy's Landing Docks	Narcotics Surveillance Grant	Cops Grant Salaries	Share of Gaming Revenue	Major Moves	Building Demolition Nonreverting
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	171,644	-	-
Charges for services	-	-	-	-	-	-	-
Other	6,697	12,483	-	-	4,000	4,000	-
Total receipts	6,697	12,483	-	-	175,644	4,000	-
Disbursements:							
General government	2,210	-	-	-	175,968	-	-
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	25,674	-
Sanitation	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total disbursements	2,210	-	-	-	175,968	25,674	-
Excess (deficiency) of receipts over disbursements	4,487	12,483	-	-	(324)	(21,674)	-
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	16,000
Transfers out	-	-	-	(598,408)	-	-	-
Principal on short term debt	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	(598,408)	-	-	16,000
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	4,487	12,483	-	(598,408)	(324)	(21,674)	16,000
Cash and investment fund balance - beginning	38,120	-	(144)	598,408	390,197	212,324	39,131
Cash and investment fund balance - ending	<u>\$ 42,607</u>	<u>\$ 12,483</u>	<u>\$ (144)</u>	<u>\$ -</u>	<u>\$ 389,873</u>	<u>\$ 190,650</u>	<u>\$ 55,131</u>
Cash and Investment Assets - December 31							
Cash and investments	\$ 42,607	\$ -	\$ (144)	\$ -	\$ 389,873	\$ -	\$ -
Restricted assets:							
Cash and investments	-	12,483	-	-	-	190,650	55,131
Total cash and investment assets - December 31	\$ 42,607	\$ 12,483	\$ (144)	\$ -	\$ 389,873	\$ 190,650	\$ 55,131
Cash and Investment Fund Balance - December 31							
Restricted for:							
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	190,650	-
Health and welfare	-	-	-	-	-	-	-
Urban redevelopment	-	12,483	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	55,131
Unrestricted	42,607	-	(144)	-	389,873	-	-
Total cash and investment fund balance - December 31	\$ 42,607	\$ 12,483	\$ (144)	\$ -	\$ 389,873	\$ 190,650	\$ 55,131

CITY OF JEFFERSONVILLE
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Juvenile Justice Grant	Grant City Court	Justice Assistance Grant	Clerk's Record Perpetuation	Sanitation	Certified Technology
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 1,164,504	\$ -
Intergovernmental	-	-	-	-	68,690	1,178,239
Charges for services	23,962	-	86,833	2,004	308,612	-
Other	-	-	-	-	106	-
Total receipts	23,962	-	86,833	2,004	1,541,912	1,178,239
Disbursements:						
General government	-	-	-	-	-	-
Public safety	19,832	1,525	69,770	1,045	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	1,349,479	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total disbursements	19,832	1,525	69,770	1,045	1,349,479	-
Excess (deficiency) of receipts over disbursements	4,130	(1,525)	17,063	959	192,433	1,178,239
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Principal on short term debt	-	-	-	-	(282,000)	-
Total other financing sources (uses)	-	-	-	-	(282,000)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	4,130	(1,525)	17,063	959	(89,567)	1,178,239
Cash and investment fund balance - beginning	-	(3,475)	-	40	(90,058)	-
Cash and investment fund balance - ending	\$ 4,130	\$ (5,000)	\$ 17,063	\$ 999	\$ (179,625)	\$ 1,178,239
Cash and Investment Assets - December 31						
Cash and investments	\$ -	\$ (5,000)	\$ -	\$ 999	\$ (179,625)	\$ -
Restricted assets:						
Cash and investments	4,130	-	17,063	-	-	1,178,239
Total cash and investment assets - December 31	\$ 4,130	\$ (5,000)	\$ 17,063	\$ 999	\$ (179,625)	\$ 1,178,239
Cash and Investment Fund Balance - December 31						
Restricted for:						
Public safety	\$ 4,130	\$ -	\$ 17,063	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Urban redevelopment	-	-	-	-	-	-
Economic development	-	-	-	-	-	1,178,239
Culture and recreation	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	(5,000)	-	999	(179,625)	-
Total cash and investment fund balance - December 31	\$ 4,130	\$ (5,000)	\$ 17,063	\$ 999	\$ (179,625)	\$ 1,178,239

CITY OF JEFFERSONVILLE
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Special Nonreverting on Annexation	Jeff Park and Ride	Donations	Probation User Fee	Beautification Nonreverting	City Court Nonreverting
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	9,464	-	-	-	-
Charges for services	-	-	-	200,095	-	102,270
Other	-	-	159,726	3,590	6,510	-
Total receipts	-	9,464	159,726	203,685	6,510	102,270
Disbursements:						
General government	549,797	-	-	-	-	-
Public safety	-	-	500	204,961	-	41,478
Highways and streets	-	24,179	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	20,058	-	-	-
Culture and recreation	-	-	76,381	-	18,723	-
Urban redevelopment and housing	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total disbursements	549,797	24,179	96,939	204,961	18,723	41,478
Excess (deficiency) of receipts over disbursements	(549,797)	(14,715)	62,787	(1,276)	(12,213)	60,792
Other financing sources (uses):						
Transfers in	1,000,000	-	-	-	13,500	-
Transfers out	-	-	-	-	-	-
Principal on short term debt	-	-	-	-	-	-
Total other financing sources (uses)	1,000,000	-	-	-	13,500	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	450,203	(14,715)	62,787	(1,276)	1,287	60,792
Cash and investment fund balance - beginning	-	(38,100)	63,234	192,823	6,340	77,655
Cash and investment fund balance - ending	<u>\$ 450,203</u>	<u>\$ (52,815)</u>	<u>\$ 126,021</u>	<u>\$ 191,547</u>	<u>\$ 7,627</u>	<u>\$ 138,447</u>
Cash and Investment Assets - December 31						
Cash and investments	\$ 450,203	\$ (52,815)	\$ 126,021	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	-	191,547	7,627	138,447
Total cash and investment assets - December 31	\$ 450,203	\$ (52,815)	\$ 126,021	\$ 191,547	\$ 7,627	\$ 138,447
Cash and Investment Fund Balance - December 31						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ 191,547	\$ -	\$ 138,447
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Urban redevelopment	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	7,627	-
Capital outlay	-	-	-	-	-	-
Unrestricted	450,203	(52,815)	126,021	-	-	-
Total cash and investment fund balance - December 31	\$ 450,203	\$ (52,815)	\$ 126,021	\$ 191,547	\$ 7,627	\$ 138,447

CITY OF JEFFERSONVILLE
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Nonreverting Floating Stage	Sprint Lease Nonreverting	Tax Increment Financing	TIF 63 Vogt Valve	TIF 64 Galvstar	TIF 65 Gateway
Receipts:						
Taxes	\$ -	\$ -	\$ 585,467	\$ 632,350	\$ 431,893	\$ 22,003
Intergovernmental	-	-	15,926	-	-	-
Charges for services	-	-	-	-	-	-
Other	-	14,300	-	-	-	-
Total receipts	-	14,300	601,393	632,350	431,893	22,003
Disbursements:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	86,649	-	-	-
Debt service:						
Principal	-	-	145,000	104,395	280,000	-
Interest	-	-	58,000	160,116	25,250	-
Total disbursements	-	-	289,649	264,511	305,250	-
Excess (deficiency) of receipts over disbursements	-	14,300	311,744	367,839	126,643	22,003
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	(119,000)	-	-	-
Principal on short term debt	-	-	-	-	-	-
Total other financing sources (uses)	-	-	(119,000)	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	14,300	192,744	367,839	126,643	22,003
Cash and investment fund balance - beginning	687	72,300	510,887	(100,100)	35,666	(275,264)
Cash and investment fund balance - ending	<u>687</u>	<u>86,600</u>	<u>703,631</u>	<u>267,739</u>	<u>162,309</u>	<u>(253,261)</u>
Cash and Investment Assets - December 31						
Cash and investments	\$ -	\$ 86,600	\$ -	\$ -	\$ -	\$ (253,261)
Restricted assets:						
Cash and investments	687	-	703,631	267,739	162,309	-
Total cash and investment assets - December 31	<u>\$ 687</u>	<u>\$ 86,600</u>	<u>\$ 703,631</u>	<u>\$ 267,739</u>	<u>\$ 162,309</u>	<u>\$ (253,261)</u>
Cash and Investment Fund Balance - December 31						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Urban redevelopment	-	-	703,631	267,739	162,309	-
Economic development	-	-	-	-	-	-
Culture and recreation	687	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	86,600	-	-	-	(253,261)
Total cash and investment fund balance - December 31	<u>\$ 687</u>	<u>\$ 86,600</u>	<u>\$ 703,631</u>	<u>\$ 267,739</u>	<u>\$ 162,309</u>	<u>\$ (253,261)</u>

CITY OF JEFFERSONVILLE
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	TIF 66 Keystone	TIF 67 Bethnova	Department of Law Nonreverting	TIF 57, 61 ICR Surplus Allocation	TIF 57,61 - ICR Redevelopment Capital	TIF 62 Harbour Falls
Receipts:						
Taxes	\$ 201,232	\$ 183,354	\$ -	\$ 1,863,508	\$ -	\$ 2,182,331
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	201,232	183,354	-	1,863,508	-	2,182,331
Disbursements:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	18,247	18,572	29,956
Debt service:						
Principal	116,605	70,000	-	370,000	-	353,267
Interest	3,175	6,265	-	305,056	-	220,070
Total disbursements	119,780	76,265	-	693,303	18,572	603,293
Excess (deficiency) of receipts over disbursements	81,452	107,089	-	1,170,205	(18,572)	1,579,038
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Principal on short term debt	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	81,452	107,089	-	1,170,205	(18,572)	1,579,038
Cash and investment fund balance - beginning	3,183	2,481	9,666	(360,414)	597,776	(52,517)
Cash and investment fund balance - ending	<u>\$ 84,635</u>	<u>\$ 109,570</u>	<u>\$ 9,666</u>	<u>\$ 809,791</u>	<u>\$ 579,204</u>	<u>\$ 1,526,521</u>
Cash and Investment Assets - December 31						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	84,635	109,570	9,666	809,791	579,204	1,526,521
Total cash and investment assets - December 31	\$ 84,635	\$ 109,570	\$ 9,666	\$ 809,791	\$ 579,204	\$ 1,526,521
Cash and Investment Fund Balance - December 31						
Restricted for:						
Public safety	\$ -	\$ -	\$ 9,666	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Urban redevelopment	84,635	109,570	-	809,791	579,204	1,526,521
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - December 31	\$ 84,635	\$ 109,570	\$ 9,666	\$ 809,791	\$ 579,204	\$ 1,526,521

CITY OF JEFFERSONVILLE
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Cumulative Capital Improvement	Jeffersonville Police Forfeiture	Police SWAT Nonreverting	Police Automobile Nonreverting	Cumulative Capital Development	Sidewalk Renovation Nonreverting
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 327,689	\$ -
Intergovernmental	88,983	-	-	-	16,856	-
Charges for services	-	-	-	47,769	-	6,008
Other	-	74,488	-	-	-	-
Total receipts	88,983	74,488	-	47,769	344,545	6,008
Disbursements:						
General government	-	-	-	-	35,585	-
Public safety	-	9,119	26,874	43,440	-	-
Highways and streets	-	-	-	-	-	15,330
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total disbursements	-	9,119	26,874	43,440	35,585	15,330
Excess (deficiency) of receipts over disbursements	88,983	65,369	(26,874)	4,329	308,960	(9,322)
Other financing sources (uses):						
Transfers in	-	-	25,000	-	-	15,871
Transfers out	(388,592)	-	-	-	-	-
Principal on short term debt	-	-	-	-	-	-
Total other financing sources (uses)	(388,592)	-	25,000	-	-	15,871
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(299,609)	65,369	(1,874)	4,329	308,960	6,549
Cash and investment fund balance - beginning	347,330	-	4,812	10,795	(142,574)	(6,824)
Cash and investment fund balance - ending	<u>\$ 47,721</u>	<u>\$ 65,369</u>	<u>\$ 2,938</u>	<u>\$ 15,124</u>	<u>\$ 166,386</u>	<u>\$ (275)</u>
Cash and Investment Assets - December 31						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (275)
Restricted assets:						
Cash and investments	47,721	65,369	2,938	15,124	166,386	-
Total cash and investment assets - December 31	\$ 47,721	\$ 65,369	\$ 2,938	\$ 15,124	\$ 166,386	\$ (275)
Cash and Investment Fund Balance - December 31						
Restricted for:						
Public safety	\$ -	\$ 65,369	\$ 2,938	\$ 15,124	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Urban redevelopment	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Capital outlay	47,721	-	-	-	166,386	-
Unrestricted	-	-	-	-	-	(275)
Total cash and investment fund balance - December 31	\$ 47,721	\$ 65,369	\$ 2,938	\$ 15,124	\$ 166,386	\$ (275)

CITY OF JEFFERSONVILLE
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Law Enforcement Continuing Education	Jeff Building Authority Operating Nonreverting	Jeff Building Authority Capital Imp. Reserve	Tree Planting Nonreverting	Economic Development Income Tax	CASI
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	1,330,098	-
Charges for services	60,169	-	-	-	-	-
Other	-	705	-	-	3,546	150,000
Total receipts	60,169	705	-	-	1,333,644	150,000
Disbursements:						
General government	-	122,822	-	-	160,272	-
Public safety	59,011	-	-	-	344,436	-
Highways and streets	-	-	-	-	220,607	-
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	116,520	-
Urban redevelopment and housing	-	-	-	-	-	22,376
Debt service:						
Principal	-	-	-	-	83,455	22,643
Interest	-	-	-	-	140,344	20,493
Total disbursements	59,011	122,822	-	-	1,065,634	65,512
Excess (deficiency) of receipts over disbursements	1,158	(122,117)	-	-	268,010	84,488
Other financing sources (uses):						
Transfers in	-	140,000	70,000	-	-	-
Transfers out	-	-	-	-	(241,000)	-
Principal on short term debt	-	-	-	-	-	-
Total other financing sources (uses)	-	140,000	70,000	-	(241,000)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,158	17,883	70,000	-	27,010	84,488
Cash and investment fund balance - beginning	17,401	44,014	70,000	4,067	706,528	200,035
Cash and investment fund balance - ending	<u>\$ 18,559</u>	<u>\$ 61,897</u>	<u>\$ 140,000</u>	<u>\$ 4,067</u>	<u>\$ 733,538</u>	<u>\$ 284,523</u>
Cash and Investment Assets - December 31						
Cash and investments	\$ -	\$ 61,897	\$ -	\$ 4,067	\$ 733,538	\$ -
Restricted assets:						
Cash and investments	18,559	-	140,000	-	-	284,523
Total cash and investment assets - December 31	<u>\$ 18,559</u>	<u>\$ 61,897</u>	<u>\$ 140,000</u>	<u>\$ 4,067</u>	<u>\$ 733,538</u>	<u>\$ 284,523</u>
Cash and Investment Fund Balance - December 31						
Restricted for:						
Public safety	\$ 18,559	\$ -	\$ -	\$ -	\$ -	\$ -
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Urban redevelopment	-	-	-	-	-	284,523
Economic development	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Capital outlay	-	-	140,000	-	-	-
Unrestricted	-	61,897	-	4,067	733,538	-
Total cash and investment fund balance - December 31	<u>\$ 18,559</u>	<u>\$ 61,897</u>	<u>\$ 140,000</u>	<u>\$ 4,067</u>	<u>\$ 733,538</u>	<u>\$ 284,523</u>

CITY OF JEFFERSONVILLE
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2008
 (Continued)

	Redevelopment Grant	Redevelopment Revolving Loan	Redevelopment Operating	City Hall Bond	Veterans Parkway Bond Retainage	Totals
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,204,690
Intergovernmental	211,498	-	-	-	-	4,243,405
Charges for services	-	-	-	-	-	1,270,854
Other	-	52,790	195,579	174	254,495	1,153,288
Total receipts	211,498	52,790	195,579	174	254,495	15,872,237
Disbursements:						
General government	-	-	-	-	-	1,046,654
Public safety	-	-	-	-	-	851,819
Highways and streets	-	-	-	-	-	1,446,284
Sanitation	-	-	-	-	-	1,349,479
Health and welfare	-	-	-	-	-	62,219
Culture and recreation	-	-	-	-	-	1,751,708
Urban redevelopment and housing	238,876	7,000	602,025	300	-	1,024,001
Debt service:						
Principal	-	-	-	-	-	1,695,365
Interest	-	-	-	-	-	1,099,686
Total disbursements	238,876	7,000	602,025	300	-	10,327,215
Excess (deficiency) of receipts over disbursements	(27,378)	45,790	(406,446)	(126)	254,495	5,545,022
Other financing sources (uses):						
Transfers in	-	-	119,000	-	-	1,422,770
Transfers out	(23,399)	-	-	-	-	(1,370,399)
Principal on short term debt	-	-	-	-	-	(787,000)
Total other financing sources (uses)	(23,399)	-	119,000	-	-	(734,629)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(50,777)	45,790	(287,446)	(126)	254,495	4,810,393
Cash and investment fund balance - beginning	75,011	224,227	1,318,070	327,579	-	4,906,650
Cash and investment fund balance - ending	<u>\$ 24,234</u>	<u>\$ 270,017</u>	<u>\$ 1,030,624</u>	<u>\$ 327,453</u>	<u>\$ 254,495</u>	<u>\$ 9,717,043</u>
Cash and Investment Assets - December 31						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 836,597
Restricted assets:						
Cash and investments	24,234	270,017	1,030,624	327,453	254,495	8,880,446
Total cash and investment assets - December 31	\$ 24,234	\$ 270,017	\$ 1,030,624	\$ 327,453	\$ 254,495	\$ 9,717,043
Cash and Investment Fund Balance - December 31						
Restricted for:						
Public safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 464,286
Highways and streets	-	-	-	-	-	286,281
Health and welfare	-	-	-	-	-	56,308
Urban redevelopment	24,234	270,017	1,030,624	-	-	5,865,281
Economic development	-	-	-	-	-	1,178,239
Culture and recreation	-	-	-	-	-	38,684
Capital outlay	-	-	-	327,453	254,495	991,367
Unrestricted	-	-	-	-	-	836,597
Total cash and investment fund balance - December 31	\$ 24,234	\$ 270,017	\$ 1,030,624	\$ 327,453	\$ 254,495	\$ 9,717,043

CITY OF JEFFERSONVILLE
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PENSION TRUST FUNDS
 For The Year Ended December 31, 2008

	<u>Fire Pension</u>	<u>Police Pension</u>	<u>Totals</u>
Additions:			
Contributions:			
Employer	\$ 676,071	\$ 402,103	\$ 1,078,174
Plan members	1,302	-	1,302
State	<u>876,362</u>	<u>638,613</u>	<u>1,514,975</u>
Total contributions	<u>1,553,735</u>	<u>1,040,716</u>	<u>2,594,451</u>
Deductions:			
Benefits	1,090,283	803,034	1,893,317
Administrative and general	14,186	7,311	21,497
Temporary loan	<u>375,000</u>	<u>168,000</u>	<u>543,000</u>
Total deductions	<u>1,479,469</u>	<u>978,345</u>	<u>2,457,814</u>
Excess of total additions over total deductions	74,266	62,371	136,637
Cash and investment fund balance - beginning	<u>446,626</u>	<u>368,545</u>	<u>815,171</u>
Cash and investment fund balance - ending	<u>\$ 520,892</u>	<u>\$ 430,916</u>	<u>\$ 951,808</u>

CITY OF JEFFERSONVILLE
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2008

	<u>Court Cost Due County</u>	<u>User Fees</u>	<u>City Court</u>	<u>Redevelopment Payroll</u>	<u>Totals</u>
Additions:					
Agency fund additions	\$ 18,338	\$ 2,953	\$ 749,618	\$ 132,046	\$ 902,955
Deductions:					
Agency fund deductions	131,724	3	683,968	132,482	948,177
Excess (deficiency) of total additions over total deductions	(113,386)	2,950	65,650	(436)	(45,222)
Cash and investment fund balance - beginning	121,316	28,764	245,452	436	395,968
Cash and investment fund balance - ending	<u>\$ 7,930</u>	<u>\$ 31,714</u>	<u>\$ 311,102</u>	<u>\$ -</u>	<u>\$ 350,746</u>

CITY OF JEFFERSONVILLE
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS
 December 31, 2008

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.

General infrastructure assets (those reported by governmental activities) are included regardless of their acquisition date or amount. The government was able to estimate the historical cost for the initial reporting of these assets through backtrending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year.) As the government constructs or acquires additional capital assets each period, including infrastructure assets, they are reported at historical cost.

<u>Primary Government</u>	<u>Ending Balance</u>
Governmental activities:	
Capital assets, not being depreciated:	
Land	\$ 4,763,839
Infrastructure	26,522,994
Buildings	18,770,557
Improvements other than buildings	6,232,968
Machinery and equipment	6,786,918
Construction in progress	<u>3,186,802</u>
 Total governmental activities, capital assets not being depreciated	 <u>\$ 66,264,078</u>

<u>Primary Government</u>	<u>Ending Balance</u>
Business-type activities:	
Wastewater Utility:	
Capital assets:	
Land	888,703
Land - Drainage	11,000
Infrastructure	1,677,254
Infrastructure - Drainage	3,405,487
Construction in progress	8,102,265
Construction in progress - Drainage	302,395
Buildings	18,417,707
Improvements other than buildings	26,823,670
Machinery and equipment	1,218,170
Machinery and equipment - Drainage	<u>283,329</u>
 Total business-type activities capital assets	 <u>\$ 61,129,980</u>

CITY OF JEFFERSONVILLE
SUPPLEMENTARY INFORMATION
SCHEDULE OF LONG-TERM DEBT
December 31, 2008

The City has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:		
Capital leases:		
2005 Garbage Trucks	\$ 75,850	\$ 52,252
Galvpro - Redevelopment Authority	860,000	138,275
Riverside Landing - Redevelopment Authority	2,375,000	203,000
Aquatic Center - Redevelopment Authority	3,460,000	349,000
Sound and Light Equipment - Riverstage	107,524	35,329
Fire Station #2	3,940,000	342,000
Fire Station #4	2,140,000	189,000
City Service Building	4,535,000	390,000
2008 Fire truck	989,720	129,795
2008 Garbage truck	197,132	53,000
Notes and loans payable:		
Redevelopment Loan - CASI	419,075	46,730
State Infrastructure Bank Program Loan	2,389,331	-
Bonds payable:		
Revenue bonds:		
2003 Capital Development Tourism Bonds	182,285	42,762
2005 Tax Increment Revenue Bonds - Series A - City Hall	2,350,000	370,205
2005 Tax Increment Revenue Bonds - Series B - Medventure	4,000,003	554,823
2008 Tax Increment Revenue Bonds - Veteran's Highway	<u>2,790,000</u>	<u>117,407</u>
Total governmental activities debt	<u>\$ 30,810,920</u>	<u>\$ 3,013,578</u>
Business-type activities:		
Wastewater Utility:		
Notes and loans payable:		
1999 State Revolving Loan	\$ 2,377,440	\$ 215,452
2008 State Revolving Loan	9,800,000	300,860
Revenue bonds:		
1998 Wastewater Improvement Revenue Bonds	3,975,000	88,943
2003 Drainage Improvement Revenue Bonds	2,630,000	58,761
2004 Wastewater Refunding Revenue Bonds	1,415,000	24,763
2005 Sewage Works Revenue Bonds	<u>6,500,000</u>	<u>133,812</u>
Total business-type activities debt	<u>\$ 26,697,440</u>	<u>\$ 822,591</u>

CITY OF JEFFERSONVILLE
AUDIT RESULTS AND COMMENTS

PAYROLL FUND NOT RECONCILED (Applies to Clerk-Treasurer)

The Clerk-Treasurer's office uses a separate payroll bank account to account for financial activity related to payroll. A separate Payroll Fund is shown on the Fund Report. However, no month end reconciliations between the Payroll Fund's cash balance with the cash balance reported on the bank statements were performed. The Fund Report showed the Payroll Fund had a deficit cash balance in the amount of \$6,165,032 at December 31, 2008. The reconciliation presented for audit by the Clerk-Treasurer's office showed the Payroll Fund with a zero balance.

The Clerk-Treasurer's office presented information for audit that showed an alternative method being used to reconcile the payroll bank account. However, this method did not include reconciling the Fund Report's cash balance of the Payroll Fund with the payroll bank account. Our review of financial activity for the Payroll Fund showed instances of financial activity processed through the payroll bank account that was not being recorded in the Payroll Fund.

IC 5-13-6-1(e) states: "All local investment officers shall reconcile at least monthly the balance of public funds, as disclosed by the records of the local officers, with the balance statements provided by the respective depositories."

At all times, the manual and/or computerized records, subsidiary ledgers, control ledger, and reconciled bank balance should agree. If the reconciled bank balance is less than the subsidiary or control ledgers, then the responsible official or employee may be held personally responsible for the amount needed to balance the fund. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

PAYROLL FUND NOT REPORTED ON ANNUAL REPORT (Applies to Clerk-Treasurer)

The financial activity for the Payroll Fund was not reported on the City and Town Annual Report (Form CTAR1).

Officials and employees are required to use State Board of Accounts prescribed or approved forms in the manner prescribed. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

NONREVERTING HEALTH INSURANCE FUND TRANSACTIONS (Applies to Clerk-Treasurer)

The following financial transactions for the Nonreverting Health Insurance (NRHI) Fund were not recorded timely:

1. A check dated December 18, 2008, in the amount of \$590,000 written from the General Fund to the NRHI fund. The check cleared the bank on December 19, 2008; however, the \$590,000 was not recorded as a receipt to the NRHI Fund until February 26, 2009.
2. Disbursement transactions dated in November and December of the year 2008 in the amounts of \$195,463 and \$155,490, respectively, were not recorded on the ledger until February 26, 2009.

CITY OF JEFFERSONVILLE
 AUDIT RESULTS AND COMMENTS
 (Continued)

All documents and entries to records should be done in a timely manner to ensure that accurate financial information is available to allow the governmental unit to make informed management decisions and to help ensure compliance with IC 5-15-1-1 et seq., commonly referred to as the Public Records Law. (Accounting and Uniform Compliance Manual for Cities and Towns, Chapter 7)

OVERDRAWN CASH BALANCES (Applies to Clerk-Treasurer and City Council)

The following funds had overdrawn cash balances as of December 31, 2008:

Fund	Amount
General	\$ 2,700,568
Motor Vehicle Highway	87,678
Local Road and Street	3,596
Park and Recreation	422,123
Park Special Non-reverting	54,743
Narcotics Surveillance Grant	144
Grant City Court	5,000
Sanitation	179,625
Jeff Park and Ride	52,815
TIF65 Gateway	253,261
Sidewalk Renovation Nonreverting	275
Total	\$ 3,759,828

Overdrawn cash balances can occur only because several City funds share a common depository account. When a deficit cash balance occurs, the Clerk-Treasurer is in effect borrowing funds from other City Funds without obtaining formal approval from the City Council.

IC 36-1-8-4 (a) states: "The fiscal body of a political subdivision may, by ordinance or resolution, permit the transfer of a prescribed amount, for a prescribed period, to a fund in need of money for cash flow purposes from another fund of the political subdivision if all these conditions are met:

- (1) It must be necessary to borrow money to enhance the fund that is in need of money for cash flow purposes.
- (2) There must be sufficient money on deposit to the credit of the other fund that can be temporarily transferred.
- (3) Except as provided in subsection (b), the prescribed period must end during the budget year of the year in which the transfer occurs.
- (4) The amount transferred must be returned to the other fund at the end of the prescribed period.
- (5) Only revenues derived from the levying and collection of property taxes or special taxes or from operation of the political subdivision may be included in the amount transferred."

CITY OF JEFFERSONVILLE
 AUDIT RESULTS AND COMMENTS
 (Continued)

The cash balance of any fund may not be reduced below zero. Routinely overdrawn funds could be an indicator of serious financial problems which should be investigated by the governmental unit. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

A similar comment was reported in prior Reports B31275 and B33749.

APPROPRIATIONS (Applies to Clerk-Treasurer and City Council)

The records presented for audit showed the following funds incurred expenditures in excess of budgeted appropriations for year 2008:

Fund	Excess Amount Expended
General	\$ 994,567
Local Road and Street	207,456
Motor Vehicle Highway	500,232
Park and Recreation	41,630
Sanitation	259,383

IC 6-1.1-18-4 states in part: ". . . the proper officers of a political subdivision shall appropriate funds in such a manner that the expenditures for a year do not exceed its budget for that year as finally determined under this article."

BANK RECONCILEMENTS NOT PERFORMED (Applies to the Department of Redevelopment)

The Department of Redevelopment maintains seven bank accounts to account for the funds of the Department. No bank reconcilements were presented for audit for six of the seven bank accounts.

The City has assigned a staff member to reconcile the Redevelopment Operating Fund's bank account. The Redevelopment Commission has appointed a Treasurer for the Department of Redevelopment; however, no information was presented for audit to indicate that the Treasurer is performing reconcilements or delegating the responsibility for reconciling the Department of Redevelopment's other six bank accounts.

IC 36-7-14-8(b) states in part: ". . . Notwithstanding any other provision of this chapter, the treasurer has charge over and is responsible for the administration, investment, and disbursement of all funds and accounts of the redevelopment commission in accordance with the requirements of this chapter.

IC 5-13-6-1(e) states: "All local investment officers shall reconcile at least monthly the balance of public funds, as disclosed by the records of the local officers, with the balance statements provided by the respective depositories."

At all times, the manual and/or computerized records, subsidiary ledgers, control ledger, and reconciled bank balance should agree. If the reconciled bank balance is less than the subsidiary or control ledgers, then the responsible official or employee may be held personally responsible for the amount needed to balance the fund. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

CITY OF JEFFERSONVILLE
 AUDIT RESULTS AND COMMENTS
 (Continued)

SIGNING OF CHECKS (Applies to the Department of Redevelopment)

A review of canceled checks for the Department of Redevelopment shows that the checks were signed by the Director of the Department of Redevelopment and not by the Treasurer.

IC 36-7-14-8(b) states in part: "The redevelopment commission may appoint a treasurer who need not be a member of the redevelopment commission. The redevelopment commission may provide for the payment of compensation to a treasurer who is not a member of the redevelopment commission. Notwithstanding any other provision of this chapter, the treasurer has charge over and is responsible for the administration, investment, and disbursement of all funds and accounts of the redevelopment commission in accordance with the requirements of this chapter."

CONDITION OF RECORDS (Applies to Department of Redevelopment)

The following deficiencies were noted relating to recordkeeping of the Department of Redevelopment:

1. No canceled checks or optical imaged checks were presented for audit on some of the bank accounts.

Supporting documentation such as receipts, canceled checks, invoices, bills, contracts, and other public records must be available for audit to provide supporting information for the validity and accountability of monies disbursed. Payments without supporting documentation may be the personal obligation of the responsible official or employee. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

2. The following schedule shows examples of collections received and deposited for which either receipts were not issued timely or no receipts were issued:

Source	Date Deposited	Amount Received	Month Receipt Issued
Revolving Loan Payment	January 7, 2008	\$ 443.68	March 2008
Revolving Loan Payment	February 4, 2008	1,178.52	April 2008
Revolving Loan Payment	February 13, 2008	1,054.01	October 2008
Bond Proceeds	September 3, 2008	2,769,426.35	No Receipt Issued
Revolving Loan Payment	October 22, 2008	239.77	November 2008
Wire Transfer	December 30, 2008	23,232.04	No Receipt Issued

Receipts shall be issued and recorded at the time of the transaction; for example, when cash or a check is received, a receipt is to be immediately prepared and given to the person making payment. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

CITY OF JEFFERSONVILLE
AUDIT RESULTS AND COMMENTS
(Continued)

All documents and entries to records should be done in a timely manner to ensure that accurate financial information is available to allow the governmental unit to make informed management decisions and to help ensure compliance with IC 5-15-1-1 et seq., commonly referred to as the Public Records Law. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

A similar comment was written in the prior Report B33749.

3. A comparison of the dates funds were received with the dates funds were deposited showed that 23% of funds received were deposited three or more days after receipt.

IC 5-13-6-1(d) states: "A city (other than a consolidated city) or a town shall deposit funds not later than the next business day following the receipt of the funds in depositories: (1) selected by the city or town as provided in an ordinance adopted by the city or the town; and (2) approved as depositories of state funds."

4. Checks written in December of 2008 totaling \$37,857 were not recorded on the financial ledger.

All documents and entries to records should be done in a timely manner to ensure that accurate financial information is available to allow the governmental unit to make informed management decisions and to help ensure compliance with IC 5-15-1-1 et seq., commonly referred to as the Public Records Law. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

5. The Department of Redevelopment's Assistant to the Director uses an electronic spread sheet program as a ledger for the individual funds administered by the Department of Redevelopment. The Assistant also enters detail financial transactions for the Redevelopment Operating Fund to a separate ledger maintained on a computerized accounting software program. No reconcilements were performed between the cash balances recorded on the electronic spread sheet program and the computerized accounting software program. The cash balance for the Redevelopment Operating Fund reported on the electronic spreadsheet program was \$477,482 and the cash balance reported on the computerized accounting software program was \$438,284.

At all times, the manual and/or computerized records, subsidiary ledgers, control ledger, and reconciled bank balance should agree. If the reconciled bank balance is less than the subsidiary or control ledgers, then the responsible official or employee may be held personally responsible for the amount needed to balance the fund. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

6. The Department of Redevelopment has four investments in certificate of deposits that total \$1,009,275 at December 31, 2008. Three out of the four investments matured in 2008, but the Department did not receipt the principal and interest to the records at the maturity dates. Instead, the Department allowed the investments to roll over into a new term automatically, adding the accrued interest into the principal balance. Furthermore, the Department did not maintain the General Form 350, Register of Investments.

Interest on investments should not be automatically added into the investment. Instead, interest on investments should be paid to the governmental unit at each maturity date and posted to the appropriate fund. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

CITY OF JEFFERSONVILLE
 AUDIT RESULTS AND COMMENTS
 (Continued)

Officials and employees are required to use State Board of Accounts prescribed or approved forms in the manner prescribed. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

A similar comment was written in the prior Report B33749.

CASH NECESSARY TO BALANCE (Applies to City Court)

Monthly bank reconcilements were not performed. The reconciling procedure performed by Patty Rush, City Court Clerk, consisted only of tracing the deposits and checks to the bank statements and not comparing the bank balance reported on the bank statements to the Cash Book's cash balance.

We reconstructed a reconcilment of bank balances to record balances of cash at December 31, 2008, based on information presented for audit. The reconstructed reconcilment showed unidentified cash necessary to balance in the amount of \$432. Prior Report B33749 reported a cash long of \$809; thus a variance of \$1,241 from the prior audit has occurred.

IC 5-13-6-1(e) states: "All local investment officers shall reconcile at least monthly the balance of public funds, as disclosed by the records of the local officers, with the balance statements provided by the respective depositories."

At all times, the manual and/or computerized records, subsidiary ledgers, control ledger, and reconciled bank balance should agree. If the reconciled bank balance is less than the subsidiary or control ledgers, then the responsible official or employee may be held personally responsibility for the amount needed to balance the fund. (Accounting and Uniform Compliance Guidelines Manual for City and Town Courts, Chapter 4)

Financial records of a city or town court shall be reconciled with the balance statements provided by the respective depository (or depositories) at least monthly. [IC 5-13-6-1(e)] (Accounting and Uniform Compliance Guidelines Manual for City and Town Courts, Chapter 4)

SUBSIDIARY TRUST LEDGER NOT RECONCILED (Applies to City Court)

The following schedule is a comparison of individual trust items recorded in the subsidiary trust ledger with the available monies as shown in the cash book as of December 31, 2007 and 2008:

<u>Date</u>	<u>Cash Book Trust Balance</u>	<u>Trust Ledger Trust Balance</u>	<u>Cash Necessary to Balance</u>
12-31-07	\$ 136,281	\$ 143,237	\$ 6,956
12-31-08	148,871	152,802	3,931

We noted the following errors between the trust activity recorded in the Cash Book and the Subsidiary Trust Ledger:

CITY OF JEFFERSONVILLE
AUDIT RESULTS AND COMMENTS
(Continued)

1. The Cash Book showed \$4,150 disbursed for cash bonds in the year 2008 that were not shown as disbursed in the Subsidiary Trust Ledger.
2. The Cash Book showed receipts for cash bonds, restitution and trust items were \$4,040 greater than the receipts posted to the Subsidiary Trust Ledger.

Patty Rush, City Court Clerk, stated she does not perform any procedures to reconcile the Cash Book Trust Balance to the Subsidiary Trust Ledger. Patty Rush has been City Court Clerk since September 7, 2006.

Failure to reconcile the Cash Book balance to the Subsidiary Trust Ledger allows errors to occur and to go undetected for long periods of time which may be difficult to find and correct.

The total of all unpaid items as shown by the trust fund register must agree to the balance in trust as shown by the court cash book. (Accounting and Uniform Compliance Guidelines Manual for City and Town Courts, Chapter 1)

At all times, the manual and/or computerized records, subsidiary ledgers, control ledger, and reconciled bank balance should agree. If the reconciled bank balance is less than the subsidiary or control ledgers, then the responsible official or employee may be held personally responsible for the amount needed to balance the fund. (Accounting and Uniform Compliance Guidelines Manual for City and Town Courts, Chapter 4)

A similar comment was reported in prior Report B31275 and B33749.

CONDITION OF RECORDS (Applies to City Court)

We noted the following other deficiencies related to recordkeeping at the City Court:

1. In September of 2008, the City Court opened a new bank account at PNC Bank. PNC Bank did not list the check numbers on the statement nor did it provide a hard copy of the cleared checks or optical images of the checks.

Supporting documentation such as receipts, canceled checks, invoices, bills, contracts, and other public records must be available for audit to provide supporting information for the validity and accountability of monies disbursed. Payments without supporting documentation may be the personal obligation of the responsible official or employee. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

2. The following is a description of errors made recording financial transactions to the Cash Book:
 - a. Cash bonds disbursed in the amount of \$48,021 during the year 2008 were not recorded in the Cash Book.
 - b. Disbursements in the amount of \$40,004 were shown as being disbursed in the month of December. A review of the duplicate checks did not disclose any checks written that totaled this amount.

CITY OF JEFFERSONVILLE
AUDIT RESULTS AND COMMENTS
(Continued)

c. The City Court received restitution payments to replenish funds that were stolen from City Court in the year 2005. When these payments were received, the Clerk posted the receipts to the restitution column in the Cash Book resulting in a duplication of receipts recorded in the amount of \$2,595. The Clerk did not make any adjustment to the Cash Book for these receipts to compensate for the duplicate receipt recording.

All documents and entries to records should be done in a timely manner to ensure that accurate financial information is available to allow the governmental unit to make informed management decisions and to help ensure compliance with IC 5-15-1-1 et seq., commonly referred to as the Public Records Law. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

Controls over the receipting, disbursing, recording, and accounting for the financial activities are necessary to avoid substantial risk of invalid transactions, inaccurate records and financial statements and incorrect decision making. (Accounting and Uniform Compliance Guidelines Manual for City and Town Courts, Chapter 4)

A similar comment was reported in the prior Report B33749.

UNCLAIMED MONEY OVER FIVE YEARS OLD (Applies to City Court)

The City Court is holding open trust items in the amount of \$43,300 that are over five years old. We recommended the City Court Clerk review each of these cases to ensure that no activity has occurred recently; then submit these amounts to the Attorney General.

IC 32-34-1-20 (c) states in part: "Property that is held, issued, or owed in the ordinary course of a holder's business is presumed abandoned if the owner or apparent owner has not communicated in writing with the holder concerning the property or has not otherwise given an indication of interest in the property during the following times: . . . (6) For property or proceeds held by a court or a court clerk, five (5) years after the property or proceeds become distributable. The property or proceeds must be treated as unclaimed property under IC 32-34-3. . . ."

All items that can be legally disbursed should be paid immediately to the person or persons entitled thereto. All fees and funds five or more years old, including outstanding checks, should be scheduled on forms provided by the Attorney General and paid over to the Attorney General as required by IC 32-34-1-20(C)(7). Items should not be allowed to accumulate beyond the five year anniversary date. (Accounting and Uniform Compliance Guidelines Manual for City and Town Courts, Chapter 4).

RESTITUTION ORDER – INFORMATIONAL COMMENT (Applies to City Court)

During prior audits, we reported that receipts from October 5, 2005 to October 11, 2005, totaling \$7,324, were not deposited. The former City Court Clerk, Christy Herchenrader, admitted to diverting the deposit for personal use. On July 13, 2007, the Clark County Superior Court 3 ordered Christy Herchenrader to pay restitution in the amount of \$7,324. As of December 31, 2008, the City has received payments in the amount of \$2,845 leaving a balance due of \$4,479.

CITY OF JEFFERSONVILLE
AUDIT RESULTS AND COMMENTS
(Continued)

OVERPAYMENT OF CASH BOND (Applies to City Court)

In April of 2004, the Clark County Sheriff's office received a cash bond from Gracie Casillas in the amount of \$250. However, the receipt was written for \$2,500 instead of the \$250 actually received. When the bond was transferred to the City Court from the Sheriff's office, a note was attached to the documentation indicating the mistake that had been made on the amount of the receipt. When Gracie Casillas went to City Court to claim the cash bond in November of 2004, the City Court Clerk disbursed from the trust ledger the amount of \$2,500 as stated on the receipt which resulted in an overpayment of \$2,225.

An agreement, dated January 23, 2006, was entered into between the City of Jeffersonville and Gracie A. Casillas. The agreement requires Gracie Casillas to refund the overpayment to the City Court at the rate of \$50 a month. A review of the case history shows that, as of December 21, 2009, no bi-weekly payments had been received since July 19, 2006. The balance remaining to be collected as of December 21, 2009, is \$1,885.

The City Court has filed an action in Clark County Superior Court 3 (Cause #10D030905FC732).

Governmental units should collect any overpayments made. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

A similar comment was reported in the prior Report B33749.

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
302 WEST WASHINGTON STREET
ROOM E418
INDIANAPOLIS, INDIANA 46204-2769

Telephone: (317) 232-2513
Fax: (317) 232-4711
Web Site: www.in.gov/sboa

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

TO: THE OFFICIALS OF THE CITY OF JEFFERSONVILLE, CLARK COUNTY, INDIANA

Compliance

We have audited the compliance of the City of Jeffersonville (City) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended December 31, 2008. The City's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the City's compliance with those requirements.

In our opinion, the City complied in all material respects with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2008.

Internal Control Over Compliance

The management of the City is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the City's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133
(Continued)

A control deficiency in a City's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be significant deficiencies or material weaknesses, as defined above.

This report is intended solely for the information and use of the City's management, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. In accordance with Indiana Code 5-11-5-1, this report is a part of the public records of the State Board of Accounts and of the office examined.

STATE BOARD OF ACCOUNTS

December 21, 2009

CITY OF JEFFERSONVILLE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended December 31, 2008

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>			
Direct Grant			
Community Development Block Grants/Brownfields Economic Development Initiative Spring Street Improvement Project	14.246	B-05-SP-IN-0070	\$ 165,848
Total for federal grantor agency			<u>165,848</u>
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Pass-Through Indiana Criminal Justice Institute			
Juvenile Accountability Incentive Block Grants	16.523		
Clark County Juvenile Justice Program		04-JB-100	5,870
Clark County Juvenile Justice Program		05-JB-030	4,994
Clark County Juvenile Justice Program		06-JB-103	<u>8,968</u>
Total for program			<u>19,832</u>
Edward Byrne Memorial Justice Assistance Grant Program	16.738		
		04-DB-115	5,000
		07-DJ-038	<u>72,884</u>
Total for program			<u>77,884</u>
Total for federal grantor agency			<u>97,716</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Pass-Through Town of Sellersburg			
Highway Safety Cluster			
State and Community Highway Safety	20.600		
Operation Pullover		PT-08-04-01-42	5,500
Operation Pullover		PT-09-04-01-39	<u>721</u>
Total for program			<u>6,221</u>
Safety Incentive Grants for Use of Seatbelts	20.604		
D.U.I - Enforcement		K8-08-02-03-04	5,000
D.U.I - Enforcement		K8-09-03-03-05	<u>1,376</u>
Total for program			<u>6,376</u>
Total for federal grantor agency			<u>12,597</u>
<u>U.S. ENVIRONMENTAL PROTECTION AGENCY</u>			
Pass-Through Indiana Finance Authority			
Capitalization Grants for Clean Water State Revolving Funds	66.458		
State Revolving Loan		WW06121002	<u>1,791,672</u>
Total for federal grantor agency			<u>1,791,672</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Direct Grant			
Assistance to Firefighters Grant	97.044		
Staffing for Adequate Fire and Emergency Response		EMW-2007-FF-00649	<u>23,399</u>
Total for federal grantor agency			<u>23,399</u>
Total federal awards expended			<u>\$ 2,091,232</u>

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

CITY OF JEFFERSONVILLE
NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the City of Jeffersonville (City) and is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Accordingly, the amount of federal awards expended is based on when the activity related to the award occurs. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

CITY OF JEFFERSONVILLE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Qualified

Internal control over financial reporting:

Material weaknesses identified?	no
Significant deficiencies identified that are not considered to be material weaknesses?	none reported

Noncompliance material to financial statements noted?	no
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Federal Awards:

Internal control over major programs:

Material weaknesses identified?	no
Significant deficiencies identified that are not considered to be material weaknesses?	none reported

Type of auditor's report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?	no
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Identification of Major Program:

CFDA Number	Name of Federal Program or Cluster
66.458	Capitalization Grants for Clean Water State Revolving Funds

Dollar threshold used to distinguish between Type A and Type B programs: \$300,000

Auditee qualified as low-risk auditee?	no
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Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

CITY OF JEFFERSONVILLE
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

CITY OF JEFFERSONVILLE
EXIT CONFERENCE

The contents of this report were discussed on December 21, 2009, with Thomas R. Galligan, Mayor, Suzy Bass, Chief Deputy Clerk-Treasurer; and Connie Sellers, President of the Common Council. The official response has been made a part of this report and may be found on page 61.

The contents of this report were discussed on December 21, 2009, with Jim Urban, Executive Director of the Department of Redevelopment, and Mary Sue Ellenbrand, Assistant to Director. The officials concurred with our findings.

The contents of this report were discussed on December 21, 2009, with Ken Pierce, City Court Judge; and Patty Rush, City Court Clerk.



OFFICE OF THE CLERK TREASURER

PEGGY WILDER
Clerk Treasurer812 - 285 - 6422 office
812 - 285 - 6426 fax
502 - 741 - 6812 cell
pwilder@cityofjeff.net
www.cityofjeff.netJeffersonville City Hall
500 Quartermaster Court, Suite 300
Jeffersonville, Indiana 47130

December 21, 2009

To: State Board of Accounts

Re: Response to the City of Jeffersonville Audit Results and Comments
Audit of 2008

I am responding to a finding by the State Board of Accounts findings concerning payroll reconciliation for 2008.

I have done payroll for the City of Jeffersonville for twenty-seven years. We have had audits each year and never have had a finding for not balancing the payroll bank account to the fund report.

As stated in the audit results and comments, we use an alternate method for balancing payroll thru Excel. The field examiner last year did not find a problem with this method. I am aware that all field examiners examine different areas each year and our field examiner this year has taken exception to this process.

The payroll is a pretty simple fund as only gross pay money is sent to the payroll checking account. At the end of each month, this account comes back to a zero balance.

Because I was told by the field examiners last year to always run all checks through the computer, I set up an account number to run gross pay, thus resulting in a double entry for gross pay which is where the \$6,166,032 results from.

The most important fact is that the findings are bookkeeping processes only and since meeting with our field examiner earlier in the year, I have since began balancing to the fund report and also to my excel form.

Thank you for the opportunity to respond to this finding.

Sincerely,

Suzy Bass
Chief Deputy Clerk Treasurer