

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

ANNUAL FINANCIAL REPORT

2010

TOWN OF BROWNSBURG

HENDRICKS COUNTY, INDIANA



**FILED**  
08/18/2011



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### SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Jeanette Brickler	01-01-08 to 12-31-11
President of the Town Council	Matthew Bowles	01-01-10 to 12-31-11
Town Manager	Jim Wagonner Dale Cheatham	01-01-10 to 01-02-10 01-03-10 to 12-31-11
Superintendent of Water Utility	Mike Good	01-01-10 to 12-31-11
Superintendent of Wastewater Utility and Storm Water Utility	Kathy Dillon	01-01-10 to 12-31-11
Utility Office Superintendent	Debbie Bernhardt	01-01-10 to 12-31-11



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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

TO: THE OFFICIALS OF THE TOWN OF BROWNSBURG, HENDRICKS COUNTY, INDIANA

We have audited the accompanying financial statement of the Town of Brownsburg (Town), for the year ended December 31, 2010. This financial statement is the responsibility of the Town's management. Our responsibility is to express an opinion on the financial statement based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town's internal control over reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement. 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 opinion.

As discussed in Note 1, the Town prepares its financial statement on the prescribed basis of accounting that demonstrates compliance with the reporting requirements established by the State Board of Accounts as allowed by state statute (IC 5-11-1-6), which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The basis of accounting noted above is a different basis than that used in the prior year.

In our opinion, the financial statement referred to above presents fairly, in all material respects, the financial position and results of operations of the Town for the year ended December 31, 2010, on the basis of accounting described in Note 1.

In accordance with Government Auditing Standards, we have also issued a report dated July 27, 2011, on our consideration of the Town'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.

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

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

Our audit was conducted for the purpose of forming an opinion on the Town's financial statement. The Combining Schedule(s) of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis and Schedule of Long-Term Debt are presented for additional analysis and are not required parts of the financial statement. The Combining Schedule(s) of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis and Schedule of Long-Term Debt have not been subjected to the auditing procedures applied by us in the audit of the financial statement and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of the Town's management, the Town Council, 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

July 27, 2011



**STATE OF INDIANA**  
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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 TOWN OF BROWNSBURG, HENDRICKS COUNTY, INDIANA

We have audited the financial statement of the Town of Brownsburg (Town), for the year ended December 31, 2010, and have issued our report thereon dated July 27, 2011. 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 Town's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the Town's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Town's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statement will not be prevented or detected and corrected on a timely basis.

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

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)

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Town's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed 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 Town's management, the Town Council, 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

July 27, 2011

FINANCIAL STATEMENT(S)

TOWN OF BROWNSBURG  
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -  
REGULATORY BASIS  
For The Year Ended December 31, 2010

	Cash and Investments 01-01-10	Receipts	Disbursements	Cash and Investments 12-31-10
General Fund	\$ 2,210,141	\$ 10,538,316	\$ 10,402,437	\$ 2,346,020
Motor Vehicle Highway	1,389,413	867,509	780,522	1,476,400
Local Road And Street	612,744	202,805	89,348	726,201
Park Nonreverting Operating	306,478	133,009	130,984	308,503
Edit Fund	4,259,954	3,411,043	2,058,131	5,612,866
Building Demolition	53,731	171	1,472	52,430
Lecef	41,763	21,870	27,492	36,141
Clerk's Records Perpetuation	19,666	8,032	3,591	24,107
Riverboat	529,723	94,878	-	624,601
Fire Gift Fund	8,285	20,861	21,139	8,007
Fire Grant Fund	1,114	5,210	3,925	2,399
Rainy Day	2,073,086	681,841	417,775	2,337,152
Lecef Agency Fund	24,687	78,650	82,613	20,724
Build Indiana	1,185	-	-	1,185
Dare	10,912	-	-	10,912
Investgations	9,742	2,500	-	12,242
1% Food And Beverage Tax	684,979	465,531	199,811	950,699
Police Gift Fund	6,034	10,492	8,110	8,416
Fire Territory	2,896,011	8,040,835	10,532,354	404,492
Fire Service Fee	4,439	2,413	5,271	1,581
Fire Rainy Day Fund	531,650	304,245	44,717	791,178
Police Investigations Fund	59,292	21,976	20,188	61,080
Levy Excess	-	15,063	-	15,063
Levy Excess - Fire Territory	-	13,312	-	13,312
Economic Redevelopment Fund	6,491,676	2,537,560	1,508,504	7,520,732
Building Debt Fund	1,573,850	358,180	1,835,976	96,054
Ccd	424,844	574,235	274,970	724,109
Cumulative Fire Capital Equipment	605,617	704,310	79,139	1,230,788
Ccif	95,100	43,018	24,000	114,118
Municipal Complex Construction	103,616	530	81,236	22,910
Parks & Recreation Fund	10,716	29	-	10,745
Park Impact Fee Fund	22,526	176,473	-	198,999
Police Pension	696,290	181,179	181,788	695,681
Payroll Clearing Fund	115,124	10,059,053	10,064,929	109,248
Health Insurance Risk Fund	474,238	2,269,245	2,540,873	202,610
Claims Fund	62,479	20,766	27,648	55,597
Fire Insurance Claims	47,144	42,405	48,503	41,046
County Court Agency Fund	1	58,876	50,443	8,434
Fire Non-Budgeted	1,388	3,989	4,365	1,012
Non-Budgeted	112,257	21,980	66,313	67,924
City Court	119,274	786,007	813,097	92,184
Storm Water Utility-Operating	2,165,860	1,045,279	453,943	2,757,196
Wastewater Utility-Operating	1,200,841	3,839,211	3,207,821	1,832,231
Wastewater Util-Bond And Interest	-	-	-	-
Wwtp Equipment Replacement Fund	1,532,592	7,293	223,419	1,316,466
Wastewater Utility-Debt Reserve	170,615	-	-	170,615
Water Utility-Operating	1,099,474	3,290,155	3,050,533	1,339,096
Water Utility-Bond And Interest	112,718	196,935	134,550	175,103
Water Utility-Customer Deposit	662,881	64,183	41,647	685,417
Water Utility-Debt Reserve	161,357	-	-	161,357
Redevelopment Authority Sinking Fund 2003 Bonds	183,695	152,542	304,500	31,737
Redevelopment Authority Operation Reserve - 2003	25,665	5,358	-	31,023
Redevelopment Authority Operation Reserve - 1999	3,375	1	3,376	-
Redevelopment Authority Sinking Fund 1999 Bonds	240,514	2,994,171	3,234,685	-
Redevelopment Authority Allocation Fund 1999 Bonds	113,546	75	113,621	-
Redevelopment Authority Bond Interest Acct. - 2007	10,132	-	10,132	-
Redevelopment Authority Construction Fund - 2007	380,335	24,886	58,051	347,170
Redevelopment Authority Bond Expense 2007 Bonds	14,296	1	14,297	-
Redevelopment Authority Sinking Fund 2007 Bonds	202,500	406,084	405,000	203,584
Redevelopment Authority Debt Service 2007 Bonds	866,000	1,039	1,039	866,000
Redevelopment Authority Operating & Reserve - 2007	29,096	5,807	-	34,903
Redevelopment Authority Bond Expense 2010 Bonds	-	196,588	188,044	8,544
Redevelopment Authority Bond Interest Acct. - 2010	-	181,880	208	181,672
Redevelopment Authority Construction Fund - 2010	-	5,103,724	4,685,902	417,822
Redevelopment Authority Debt Service 2010 Bonds	-	462,279	-	462,279
Redevelopment Authority Bond Expense 2010 Refunding Bonds	-	92,982	92,982	-
Redevelopment Authority Sinking Fund 2010 Refunding Bonds	-	21	-	21
Redevelopment Authority Escrow Fund 1999 Bonds	-	2,783,725	2,783,725	-
State Revolving Loan - Bond & Interest	52,176	595,444	513,164	134,456
State Revolving Loan - Debt Service Reserve	479,931	30,441	-	510,372
State Revolving Loan - SRF Loan Acct.	-	2,617,781	2,617,781	-
State Revolving Loan - ARRA Funds SRF Loan Acct	-	29,137	29,137	-
<b>Total of All Funds</b>	<b>\$ 36,398,768</b>	<b>\$ 66,905,419</b>	<b>\$ 64,599,221</b>	<b>\$ 38,704,966</b>

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

TOWN OF BROWNSBURG  
NOTES TO FINANCIAL STATEMENT(S)

**Note 1. Summary of Significant Accounting Policies**

*A. Reporting Entity*

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

The accompanying financial statement(s) present(s) the financial information for the Town (primary government), and does not include financial information for any of the Town's legally separate component units, which accounting principles generally accepted in the United States of America require to be reported with the financial information of the Town (primary government).

*B. Basis of Accounting*

The financial statements are reported on a regulatory basis of accounting prescribed by the State Board of Accounts in accordance with state statute (IC 5-11-1-6), which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Receipts are recorded when received and disbursements are recorded when paid.

The regulatory basis of accounting differs from accounting principles generally accepted in the United States of America in that receipts are recognized when received in cash, rather than when earned, and disbursements are recognized when paid, rather than when a liability is incurred.

*C. Cash and Investments*

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

*D. Receipts*

Receipts are presented in the aggregate on the face of the financial statements. The aggregate receipts may include, but are not limited to, the following sources:

Taxes which can include one or more of the following: property taxes, certified shares (local option tax), property tax replacement credit (local option tax), county option income tax, wheel tax, innkeepers tax, food and beverage tax, county economic development income tax, boat and trailer excise tax, county adjusted gross income tax, and other taxes that are set by the Town.

Licenses and permits which include amounts received from businesses, occupations, or nonbusinesses that must be licensed before doing business within the government's jurisdiction or permits levied according to the benefits presumably conferred by the permit. Examples of licenses and permits include: peddler licenses, dog tax licenses, auctioneer license, building and planning permits, demolition permits, electrical permits, sign permits, and gun permits.

TOWN OF BROWNSBURG  
NOTES TO FINANCIAL STATEMENT(S)  
(Continued)

Intergovernmental receipts which include receipts from other governments in the form of operating grants, entitlements, or payments in lieu of taxes. Examples of this type of receipts include, but are not limited to: federal grants, state grants, cigarette tax distributions received from the state, motor vehicle highway distribution received from the state, local road and street distribution received from the state, financial institution tax received from the state, auto excise surtax received from the state, commercial vehicle excise tax received from the state, major moves distributions received from the state, and riverboat receipts received from the county.

Charges for services which can include, but are not limited to the following: planning commission charges, building department charges, copies of public records, copy machine charges, accident report copies, gun permit applications, 911 telephone services, recycling fees, dog pound fees, emergency medical service fees, park rental fees, swimming pool receipts, cable tv receipts, ordinance violations, fines and fees, bond forfeitures, court costs, and court receipts.

Fines and forfeits which include receipts derived from fines and penalties imposed for the commission of statutory offenses, violation of lawful administrative rules and regulations (fines), and for the neglect of official duty and monies derived from confiscating deposits held as performance guarantees (forfeitures).

Utility fees which are comprised mostly of charges for current services.

Other receipts which include amounts received from various sources which can include, but are not limited to the following: net proceeds from borrowings; interfund loan activity; transfers authorized by statute, ordinance, resolution or court order; internal service receipts; and fiduciary receipts.

*E. Disbursements*

Disbursements are presented in the aggregate on the face of the financial statements. The aggregate disbursements may include, but are not limited to, the following uses:

Personal services include outflows for salaries, wages, and related employee benefits provided for all persons employed. In those units where sick leave, vacation leave, overtime compensation, and other such benefits are appropriated separately, such payments would also be included.

Supplies which include articles and commodities that are entirely consumed and materially altered when used and/or show rapid depreciation after use for a short period of time. Examples of supplies include office supplies, operating supplies, and repair and maintenance supplies.

Other services and charges which include, but are not limited to: professional services, communication and transportation, printing and advertising, insurance, utility services, repairs and maintenance, and rental charges.

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

TOWN OF BROWNSBURG  
NOTES TO FINANCIAL STATEMENT(S)  
(Continued)

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

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

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

*F. Interfund Transfers*

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

*G. Fund Accounting*

Separate funds are established, maintained, and reported by the Town. Each fund is used to account for money received from and used for specific sources and uses as determined by various regulations. Restrictions on some funds are set by statute while other funds are internally restricted by the Town. The money accounted for in a specific fund may only be available for use for certain, legally restricted purposes. Additionally, some funds are used to account for assets held by the Town in a trustee capacity as an agent of individuals, private organizations, other funds, or other governmental units and therefore the funds cannot be used for any expenditures of the unit itself.

*H. Restatements and Reclassifications*

For the year ended December 31, 2009, certain changes have been made to the financial statement to more appropriately reflect the financial activity of the Town. The following schedule presents a summary of restated beginning balances.

Fund Name	Balance as Reported December 31, 2009	Prior Period Adjustments	Balance as Restated January 1, 2010
Cumulative Capital Development (Ccd)	\$ 1,060,299.00	\$ (635,455)	\$ 424,844
Building Debt	938,395.00	635,455	1,573,850
State Revolving Loan-ARRA Funds SRF Loan Acct.	1,325,000.00	(1,325,000)	-

**Note 2. Budgets**

The operating budget is initially prepared and approved at the local level. The fiscal officer of the Town submits a proposed operating budget to the governing board for the following calendar year. The budget is advertised as required by law. Prior to adopting the budget, the governing board conducts public hearings and obtains taxpayer comments. Prior to November 1, the governing board approves the budget for the next year. The budget for funds for which property taxes are levied or highway use taxes are received is subject to final approval by the Indiana Department of Local Government Finance.

TOWN OF BROWNSBURG  
NOTES TO FINANCIAL STATEMENT(S)  
(Continued)

**Note 3. Property Taxes**

Property taxes levied are collected by the County Treasurer and are scheduled to be distributed to the Town in June and December; however, situations can arise which would delay the distributions. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's March 1 (lien date) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100 percent of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which normally become delinquent if not paid by May 10 and November 10, respectively.

**Note 4. Deposits and Investments**

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

State statutes authorize the Town to invest in securities including, but not limited to, federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local governmental units.

**Note 5. Risk Management**

The Town may be exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; job related illnesses or injuries to employees; medical benefits to employees, retirees, and dependents; and natural disasters.

These risks can be mitigated through the purchase of insurance, establishment of a self-insurance fund, and/or participation in a risk pool. The purchase of insurance transfers the risk to an independent third party. The establishment of a self-insurance fund allows the Town to set aside money for claim settlements. The self-insurance fund would be included in the financial statements. The purpose of participation in a risk pool is to provide a medium for the funding and administration of the risks. These risks may also be mitigated by the Town by recording as a disbursement and replacement items purchased.

**Note 6. Pension Plan(s)**

*A. Public Employees' Retirement Fund*

*Plan Description*

The Indiana Public Employees' Retirement Fund (PERF) is a defined benefit pension plan. PERF is an agent multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All full-time employees are eligible to participate in this defined benefit plan. State statutes (IC 5-10.2 and 5-10.3) govern, through the PERF Board, most requirements of the system, and give the Town authority to contribute to the plan. The PERF retirement benefit consists of the pension provided by

TOWN OF BROWNSBURG  
NOTES TO FINANCIAL STATEMENT(S)  
(Continued)

employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of members' contributions, set by state statute at 3 percent of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

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. That 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 the plan members for PERF are established by the Board of Trustees of PERF.

*B. 1925 Police Officers' Pension Plan*

*Plan Description*

The 1925 Police Officers' Pension Plan is a single-employer defined benefit pension plan. The plan is administered by the local pension board as authorized by state statute (IC 36-8-6). The plan provides retirement, disability, and death benefits to plan members and beneficiaries. The plan was established by the plan administrator, as provided by state statute. The plan administrator does not issue a publicly available financial report that includes financial statements and required supplementary information of the plan.

*Funding Policy*

The contribution requirements of plan members for the 1925 Police Officers' Pension Plan are established by state statute.

*On Behalf Payments*

The 1925 Police Officers' Pension Plan is funded by the State of Indiana through the Public Employees' Retirement Fund as provided under Indiana Code 5-10.3-11.

*C. 1977 Police Officers' and Firefighters' Pension and Disability Fund*

*Plan Description*

The 1977 Police Officers' and Firefighters' Pension and Disability Fund is a cost-sharing multiple-employer defined benefit pension plan administered by the Indiana Public Employees' Retirement Plan (PERF) for all police officers and firefighters hired after April 30, 1977.

TOWN OF BROWNSBURG  
NOTES TO FINANCIAL STATEMENT(S)  
(Continued)

State statute (IC 36-8-8) regulates the operations of the system, including benefits, vesting, and requirements for contributions by employers and by employees. Covered employees may retire at age 52 with 20 years of service. An employee with 20 years of service may leave service, but will not receive benefits until reaching age 52. The plan also provides for death and disability benefits.

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:

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

*Funding Policy*

The contribution requirements of plan members and the Town are established by the Board of Trustees of PERF.

The Town also contributes to additional pension plan(s) unique to the Town. Information regarding these plans may be obtained from the Town.

SUPPLEMENTARY INFORMATION – UNAUDITED

For additional financial information, the Town of Brownsburg's Annual Report(s) can be found on the Indiana Transparency Portal website: [www.in.gov/itp/annual\\_reports/](http://www.in.gov/itp/annual_reports/).

TOWN OF BROWNSBURG  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2010

	General Fund	Motor Vehicle Highway	Local Road And Street	Park Nonreverting Operating	Edit Fund	Building Demolition	Lecef
Cash and investments - beginning	\$ 2,210,141	\$ 1,389,413	\$ 612,744	\$ 306,478	\$ 4,259,954	\$ 53,731	\$ 41,763
Receipts:							
Taxes	3,755,904	76,053	-	-	-	-	-
Licenses and permits	180,627	-	-	-	-	50	9,670
Intergovernmental	3,256,469	756,981	198,174	-	1,826,544	-	-
Charges for services	524,147	-	-	130,275	-	-	2,742
Fines and forfeits	152,917	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	2,668,252	34,475	4,631	2,734	1,584,499	121	9,458
Total receipts	<u>10,538,316</u>	<u>867,509</u>	<u>202,805</u>	<u>133,009</u>	<u>3,411,043</u>	<u>171</u>	<u>21,870</u>
Disbursements:							
Personal services	5,289,487	336,525	-	31,040	-	-	-
Supplies	595,479	132,053	-	23,318	41,621	-	556
Other services and charges	1,943,853	307,493	89,348	76,626	2,016,510	1,472	20,936
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	85,794	4,451	-	-	-	-	6,000
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	2,487,824	-	-	-	-	-	-
Total disbursements	<u>10,402,437</u>	<u>780,522</u>	<u>89,348</u>	<u>130,984</u>	<u>2,058,131</u>	<u>1,472</u>	<u>27,492</u>
Excess (deficiency) of receipts over disbursements	<u>135,879</u>	<u>86,987</u>	<u>113,457</u>	<u>2,025</u>	<u>1,352,912</u>	<u>(1,301)</u>	<u>(5,622)</u>
Cash and investments - ending	<u>\$ 2,346,020</u>	<u>\$ 1,476,400</u>	<u>\$ 726,201</u>	<u>\$ 308,503</u>	<u>\$ 5,612,866</u>	<u>\$ 52,430</u>	<u>\$ 36,141</u>

TOWN OF BROWNSBURG  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2010  
 (Continued)

	Clerk's Records Perpetuation	Riverboat	Fire Gift Fund	Fire Grant Fund	Rainy Day	Lecef Agency Fund	Build Indiana
Cash and investments - beginning	\$ 19,666	\$ 529,723	\$ 8,285	\$ 1,114	\$ 2,073,086	\$ 24,687	\$ 1,185
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	90,867	-	-	666,019	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	8,032	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	-	4,011	20,861	5,210	15,822	78,650	-
Total receipts	<u>8,032</u>	<u>94,878</u>	<u>20,861</u>	<u>5,210</u>	<u>681,841</u>	<u>78,650</u>	<u>-</u>
Disbursements:							
Personal services	-	-	1,331	-	-	-	-
Supplies	2,146	-	-	869	-	-	-
Other services and charges	1,445	-	-	3,056	267,775	82,613	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	7,514	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	12,294	-	150,000	-	-
Total disbursements	<u>3,591</u>	<u>-</u>	<u>21,139</u>	<u>3,925</u>	<u>417,775</u>	<u>82,613</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>4,441</u>	<u>94,878</u>	<u>(278)</u>	<u>1,285</u>	<u>264,066</u>	<u>(3,963)</u>	<u>-</u>
Cash and investments - ending	<u>\$ 24,107</u>	<u>\$ 624,601</u>	<u>\$ 8,007</u>	<u>\$ 2,399</u>	<u>\$ 2,337,152</u>	<u>\$ 20,724</u>	<u>\$ 1,185</u>

TOWN OF BROWNSBURG  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2010  
 (Continued)

	Dare	Investgations	1% Food And Beverage Tax	Police Gift Fund	Fire Territory	Fire Service Fee	Fire Rainy Day Fund
Cash and investments - beginning	\$ 10,912	\$ 9,742	\$ 684,979	\$ 6,034	\$ 2,896,011	\$ 4,439	\$ 531,650
Receipts:							
Taxes	-	-	447,881	-	4,488,603	-	-
Licenses and permits	-	-	-	-	8,601	-	-
Intergovernmental	-	-	-	-	2,820,831	-	300,630
Charges for services	-	-	-	-	584,519	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	-	2,500	17,650	10,492	138,281	2,413	3,615
Total receipts	-	2,500	465,531	10,492	8,040,835	2,413	304,245
Disbursements:							
Personal services	-	-	16,267	-	7,180,289	-	-
Supplies	-	-	18,715	7,915	220,949	4,351	28,472
Other services and charges	-	-	128,366	195	754,793	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	36,463	-	15,980	920	16,245
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	2,360,343	-	-
Total disbursements	-	-	199,811	8,110	10,532,354	5,271	44,717
Excess (deficiency) of receipts over disbursements	-	2,500	265,720	2,382	(2,491,519)	(2,858)	259,528
Cash and investments - ending	\$ 10,912	\$ 12,242	\$ 950,699	\$ 8,416	\$ 404,492	\$ 1,581	\$ 791,178

TOWN OF BROWNSBURG  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2010  
 (Continued)

	Police Investigations Fund	Levy Excess	Levy Excess - Fire Territory	Economic Redevelopment Fund	Building Debt Fund	Ccd	Cumulative Fire Capital Equipment
Cash and investments - beginning	\$ 59,292	\$ -	\$ -	\$ 6,491,676	\$ 1,573,850	\$ 424,844	\$ 605,617
Receipts:							
Taxes	-	15,063	13,312	2,497,269	321,959	400,547	503,839
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	27,644	34,392	25,538
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	21,976	-	-	40,291	8,577	139,296	174,933
Total receipts	<u>21,976</u>	<u>15,063</u>	<u>13,312</u>	<u>2,537,560</u>	<u>358,180</u>	<u>574,235</u>	<u>704,310</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	9,730	-	-	-	-	-	-
Other services and charges	10,458	-	-	1,508,504	1,835,976	74,365	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	197,605	79,139
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	3,000	-
Total disbursements	<u>20,188</u>	<u>-</u>	<u>-</u>	<u>1,508,504</u>	<u>1,835,976</u>	<u>274,970</u>	<u>79,139</u>
Excess (deficiency) of receipts over disbursements	<u>1,788</u>	<u>15,063</u>	<u>13,312</u>	<u>1,029,056</u>	<u>(1,477,796)</u>	<u>299,265</u>	<u>625,171</u>
Cash and investments - ending	<u>\$ 61,080</u>	<u>\$ 15,063</u>	<u>\$ 13,312</u>	<u>\$ 7,520,732</u>	<u>\$ 96,054</u>	<u>\$ 724,109</u>	<u>\$ 1,230,788</u>

TOWN OF BROWNSBURG  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2010  
 (Continued)

	Ccif	Municipal Complex Construction	Parks & Recreation Fund	Park Impact Fee Fund	Police Pension	Payroll Clearing Fund	Health Insurance Risk Fund
Cash and investments - beginning	\$ 95,100	\$ 103,616	\$ 10,716	\$ 22,526	\$ 696,290	\$ 115,124	\$ 474,238
Receipts:							
Taxes	-	-	-	-	286	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	42,514	-	-	-	175,599	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	504	530	29	176,473	5,294	10,059,053	2,269,245
Total receipts	43,018	530	29	176,473	181,179	10,059,053	2,269,245
Disbursements:							
Personal services	-	-	-	-	181,613	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	24,000	81,236	-	-	175	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	10,064,929	2,540,873
Total disbursements	24,000	81,236	-	-	181,788	10,064,929	2,540,873
Excess (deficiency) of receipts over disbursements	19,018	(80,706)	29	176,473	(609)	(5,876)	(271,628)
Cash and investments - ending	\$ 114,118	\$ 22,910	\$ 10,745	\$ 198,999	\$ 695,681	\$ 109,248	\$ 202,610

TOWN OF BROWNSBURG  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2010  
 (Continued)

	Claims Fund	Fire Insurance Claims	County Court Agency Fund	Fire Non-Budgeted	Non-Budgeted	City Court	Storm Water Utility-Operating
Cash and investments - beginning	\$ 62,479	\$ 47,144	\$ 1	\$ 1,388	\$ 112,257	\$ 119,274	\$ 2,165,860
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	1,031,809
Penalties	-	-	-	-	-	-	-
Other receipts	20,766	42,405	58,876	3,989	21,980	786,007	13,470
Total receipts	<u>20,766</u>	<u>42,405</u>	<u>58,876</u>	<u>3,989</u>	<u>21,980</u>	<u>786,007</u>	<u>1,045,279</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	321,123
Other disbursements	27,648	48,503	50,443	4,365	66,313	813,097	132,820
Total disbursements	<u>27,648</u>	<u>48,503</u>	<u>50,443</u>	<u>4,365</u>	<u>66,313</u>	<u>813,097</u>	<u>453,943</u>
Excess (deficiency) of receipts over disbursements	<u>(6,882)</u>	<u>(6,098)</u>	<u>8,433</u>	<u>(376)</u>	<u>(44,333)</u>	<u>(27,090)</u>	<u>591,336</u>
Cash and investments - ending	<u>\$ 55,597</u>	<u>\$ 41,046</u>	<u>\$ 8,434</u>	<u>\$ 1,012</u>	<u>\$ 67,924</u>	<u>\$ 92,184</u>	<u>\$ 2,757,196</u>

TOWN OF BROWNSBURG  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2010  
 (Continued)

	Wastewater Utility-Operating	Wastewater Util-Bond And Interest	Wwtp Equipment Replacement Fund	Wastewater Utility-Debt Reserve	Water Utility-Operating	Water Utility-Bond And Interest	Water Utility-Customer Deposit
Cash and investments - beginning	\$ 1,200,841	\$ -	\$ 1,532,592	\$ 170,615	\$ 1,099,474	\$ 112,718	\$ 662,881
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	3,467,992	-	-	-	2,639,231	-	-
Penalties	15,483	-	-	-	-	-	-
Other receipts	355,736	-	7,293	-	650,924	196,935	64,183
Total receipts	<u>3,839,211</u>	<u>-</u>	<u>7,293</u>	<u>-</u>	<u>3,290,155</u>	<u>196,935</u>	<u>64,183</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	625,760	-	-	-	-	134,250	-
Capital outlay	358,565	-	220,419	-	49,948	-	-
Utility operating expenses	1,806,414	-	-	-	1,517,912	-	26,671
Other disbursements	417,082	-	3,000	-	1,482,673	300	14,976
Total disbursements	<u>3,207,821</u>	<u>-</u>	<u>223,419</u>	<u>-</u>	<u>3,050,533</u>	<u>134,550</u>	<u>41,647</u>
Excess (deficiency) of receipts over disbursements	<u>631,390</u>	<u>-</u>	<u>(216,126)</u>	<u>-</u>	<u>239,622</u>	<u>62,385</u>	<u>22,536</u>
Cash and investments - ending	<u>\$ 1,832,231</u>	<u>\$ -</u>	<u>\$ 1,316,466</u>	<u>\$ 170,615</u>	<u>\$ 1,339,096</u>	<u>\$ 175,103</u>	<u>\$ 685,417</u>

TOWN OF BROWNSBURG  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2010  
 (Continued)

	Water Utility-Debt Reserve	Redevelopment Authority Sinking Fund 2003 Bonds	Redevelopment Authority Operation Reserve - 2003	Redevelopment Authority Operation Reserve - 1999	Redevelopment Authority Sinking Fund 1999 Bonds	Redevelopment Authority Allocation Fund 1999 Bonds
Cash and investments - beginning	\$ 161,357	\$ 183,695	\$ 25,665	\$ 3,375	\$ 240,514	\$ 113,546
Receipts:						
Taxes						
Licenses and permits						
Intergovernmental						
Charges for services						
Fines and forfeits						
Utility fees						
Penalties						
Other receipts	-	152,542	5,358	1	2,994,171	75
Total receipts	-	152,542	5,358	1	2,994,171	75
Disbursements:						
Personal services	-					
Supplies	-					
Other services and charges	-					
Debt service - principal and interest	-					
Capital outlay	-					
Utility operating expenses	-					
Other disbursements	-	304,500	-	3,376	3,234,685	113,621
Total disbursements	-	304,500	-	3,376	3,234,685	113,621
Excess (deficiency) of receipts over disbursements	-	(151,958)	5,358	(3,375)	(240,514)	(113,546)
Cash and investments - ending	\$ 161,357	\$ 31,737	\$ 31,023	\$ -	\$ -	\$ -

TOWN OF BROWNSBURG  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2010  
 (Continued)

	Redevelopment Authority Bond Interest Acct. - 2007	Redevelopment Authority Construction Fund - 2007	Redevelopment Authority Bond Expense 2007 Bonds	Redevelopment Authority Sinking Fund 2007 Bonds	Redevelopment Authority Debt Service 2007 Bonds	Redevelopment Authority Operating & Reserve - 2007
Cash and investments - beginning	\$ 10,132	\$ 380,335	\$ 14,296	\$ 202,500	\$ 866,000	\$ 29,096
Receipts:						
Taxes						
Licenses and permits						
Intergovernmental						
Charges for services						
Fines and forfeits						
Utility fees						
Penalties						
Other receipts	-	24,886	1	406,084	1,039	5,807
Total receipts	-	24,886	1	406,084	1,039	5,807
Disbursements:						
Personal services						
Supplies						
Other services and charges						
Debt service - principal and interest				405,000		
Capital outlay		58,051				
Utility operating expenses						
Other disbursements	10,132	-	14,297	-	1,039	-
Total disbursements	10,132	58,051	14,297	405,000	1,039	-
Excess (deficiency) of receipts over disbursements	(10,132)	(33,165)	(14,296)	1,084	-	5,807
Cash and investments - ending	<u>\$ -</u>	<u>\$ 347,170</u>	<u>\$ -</u>	<u>\$ 203,584</u>	<u>\$ 866,000</u>	<u>\$ 34,903</u>

TOWN OF BROWNSBURG  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2010  
 (Continued)

	Redevelopment Authority Bond Expense 2010 Bonds	Redevelopment Authority Bond Interest Acct. - 2010	Redevelopment Authority Construction Fund - 2010	Redevelopment Authority Debt Service 2010 Bonds	Redevelopment Authority Bond Expense 2010 Refunding Bonds	Redevelopment Authority Sinking Fund 2010 Refunding Bonds
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:						
Taxes						
Licenses and permits						
Intergovernmental						
Charges for services						
Fines and forfeits						
Utility fees						
Penalties						
Other receipts	<u>196,588</u>	<u>181,880</u>	<u>5,103,724</u>	<u>462,279</u>	<u>92,982</u>	<u>21</u>
Total receipts	<u>196,588</u>	<u>181,880</u>	<u>5,103,724</u>	<u>462,279</u>	<u>92,982</u>	<u>21</u>
Disbursements:						
Personal services						
Supplies						
Other services and charges						
Debt service - principal and interest						
Capital outlay			4,685,902			
Utility operating expenses						
Other disbursements	<u>188,044</u>	<u>208</u>	<u>-</u>	<u>-</u>	<u>92,982</u>	<u>-</u>
Total disbursements	<u>188,044</u>	<u>208</u>	<u>4,685,902</u>	<u>-</u>	<u>92,982</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>8,544</u>	<u>181,672</u>	<u>417,822</u>	<u>462,279</u>	<u>-</u>	<u>21</u>
Cash and investments - ending	<u>\$ 8,544</u>	<u>\$ 181,672</u>	<u>\$ 417,822</u>	<u>\$ 462,279</u>	<u>\$ -</u>	<u>\$ 21</u>

TOWN OF BROWNSBURG  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2010  
 (Continued)

	Redevelopment Authority Escrow Fund 1999 Bonds	State Revolving Loan - Bond & Interest Acct.	State Revolving Debt Service Fund	State Revolving Loan - SRF Loan Acct.	State Revolving Loan - ARRA Funds SRF Loan	Totals
Cash and investments - beginning	\$ -	\$ 52,176	\$ 479,931	\$ -	\$ -	\$ 36,398,768
Receipts:						
Taxes						12,520,716
Licenses and permits						198,948
Intergovernmental				2,617,781	29,137	12,869,120
Charges for services						1,241,683
Fines and forfeits						160,949
Utility fees						7,139,032
Penalties						15,483
Other receipts	<u>2,783,725</u>	<u>595,444</u>	<u>30,441</u>	<u>-</u>	<u>-</u>	<u>32,759,488</u>
Total receipts	<u>2,783,725</u>	<u>595,444</u>	<u>30,441</u>	<u>2,617,781</u>	<u>29,137</u>	<u>66,905,419</u>
Disbursements:						
Personal services						13,036,552
Supplies						1,086,174
Other services and charges						9,229,195
Debt service - principal and interest		513,164				1,678,174
Capital outlay				2,617,781	29,137	8,469,914
Utility operating expenses						3,672,120
Other disbursements	<u>2,783,725</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>27,427,092</u>
Total disbursements	<u>2,783,725</u>	<u>513,164</u>	<u>-</u>	<u>2,617,781</u>	<u>29,137</u>	<u>64,599,221</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>82,280</u>	<u>30,441</u>	<u>-</u>	<u>-</u>	<u>2,306,198</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 134,456</u>	<u>\$ 510,372</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 38,704,966</u>

TOWN OF BROWNSBURG  
 SUPPLEMENTARY INFORMATION  
 SCHEDULE OF LONG-TERM DEBT  
 December 31, 2010

The Town has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Town Debt:		
Capital leases:		
Town Municipal Complex	\$ 14,335,000	\$ 1,379,000
North Fire Station	176,321	67,218
Downtown Fire Station & Police Station	1,010,951	177,357
Fire Training Facility	954,015	103,121
Fire Station 3	1,970,000	106,900
Bonds payable:		
Revenue bonds:		
Northfield Drive	2,465,000	400,000
Northfield Drive II	430,000	304,500
56th Street	8,660,000	405,000
Northfield Drive III	<u>6,000,000</u>	<u>441,000</u>
<b>Total Town Debt</b>	<b><u>\$ 36,001,287</u></b>	<b><u>\$ 3,384,096</u></b>
Utility Debt:		
Water Utility:		
Revenue bonds:		
2003 Water Improvements	<u>\$ 1,460,000</u>	<u>\$ 131,970</u>
<b>Total Water Utility</b>	<b><u>1,460,000</u></b>	<b><u>131,970</u></b>
Wastewater Utility:		
Notes and loans payable:		
SRF Loan - 1998	3,558,000	436,762
SRF Loan - 2009	<u>3,975,000</u>	<u>185,168</u>
<b>Total Wastewater Utility</b>	<b><u>7,533,000</u></b>	<b><u>621,930</u></b>
<b>Total Utility Debt</b>	<b><u>\$ 8,993,000</u></b>	<b><u>\$ 753,900</u></b>

TOWN OF BROWNSBURG  
AUDIT RESULT(S) AND COMMENT(S)

**INTERNAL CONTROLS - CREDIT CARDS**

Controls over the receipting, disbursing, recording, and accounting for credit card payments were insufficient during the audit period. The unit did not follow its own resolution concerning credit card usage. The credit card policy indicates that each charge card payment will contain all the charge receipts as well as the purchase orders/purchase order information and claim forms. In multiple instances, supporting documentation was not included with the claims. In many other cases, receipts that were provided were not properly itemized. There was also an instance of a gift card being purchased as well as multiple instances where sales tax was paid on credit card expenditures.

Governmental units should have internal controls in effect which provide reasonable assurance regarding the reliability of financial information and records, effectiveness and efficiency of operations, proper execution of management's objectives, and compliance with laws and regulations. Among other things, segregation of duties, safeguarding controls over cash and all other assets and all forms of information processing are necessary for proper internal control. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

Governmental funds generally are exempt from the payment of sales tax on qualifying purchases. Respective tax agencies should always be contacted concerning tax exemptions and payments. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

Supporting documentation such as receipts, canceled checks, tickets, 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)

Indiana Code 5-11-10-1.6 states in part:

"(b) As used in this section, 'claim' means a bill or an invoice submitted to a governmental entity for goods or services."

"(c) The fiscal officer of a governmental entity may not draw a warrant or check for payment of a claim unless: (1) there is a fully itemized invoice or bill for the claim . . ."

Each governmental unit is responsible for complying with the ordinances, resolutions, and policies it adopts. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

TOWN OF BROWNSBURG  
AUDIT RESULT(S) AND COMMENT(S)  
(Continued)

**TEMPORARY TRANSFER OF FUNDS**

As stated in prior Report B37558, a temporary transfer of \$1,000,000 was made in 2008 from the Rainy Day Fund to the Building Debt Fund and not repaid by June 30, 2009, as required by the Town's resolution 2008-61. The loan has not been repaid as of June 21, 2011.

Indiana Code 36-1-8-4 concerning temporary transfer states in part:

"(a) . . . (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. . . ."

"(b) If the fiscal body of a political subdivision determines that an emergency exists that requires an extension of the prescribed period of a transfer under this section, the prescribed period may be extended for not more than six (6) months beyond the budget year of the year in which the transfer occurs if the fiscal body does the following: (1) Passes an ordinance or a resolution that contains the following: (A) A statement that the fiscal body has determined that an emergency exists. (B) A brief description of the grounds for the emergency. (C) The date the loan will be repaid that is not more than six (6) months beyond the budget year in which the transfer occurs. (2) Immediately forwards the ordinance or resolution to the state board of accounts and the department of local government finance."

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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

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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 TOWN OF BROWNSBURG, HENDRICKS COUNTY, INDIANA

Compliance

We have audited the compliance of the Town of Brownsburg (Town) 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 its major federal program for the year ended December 31, 2010. The Town's major federal program is 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 program is the responsibility of the Town's management. Our responsibility is to express an opinion on the Town'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 Town'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 Town's compliance with those requirements.

In our opinion, the Town complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended December 31, 2010.

Internal Control Over Compliance

Management of the Town 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 Town'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 and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Town'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 deficiency in 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 and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

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

This report is intended solely for the information and use of the Town's management, the Town Council, others within the entity, 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

July 27, 2011

TOWN OF BROWNSBURG  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For The Year Ended December 31, 2010

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 JUSTICE</u>			
Direct Grant			
Bulletproof Vest Partnership Program	16.607	FY 2010	\$ <u>8,172</u>
Pass-Through Indiana Criminal Justice Institute			
Missing Children's Assistance	16.543	2008-MC-CX-K006	<u>4,874</u>
Edward Byrne Memorial Justice Assistance Grant Program	16.738	09-DJ-058	<u>10,000</u>
ARRA - Recovery Act - Internet Crimes Against Children Task Force Program (ICAC)	16.800	2009-SN-B9-K051	<u>4,788</u>
Total for federal grantor agency			<u>27,834</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Pass-Through Indiana Criminal Justice Institute			
Highway Safety Cluster			
State and Community Highway Safety	20.600	FY 2010	6,992
Alcohol Impaired Driving Countermeasures Incentive Grants I	20.601	FY 2010	<u>5,268</u>
Total For Highway Safety Cluster			<u>12,260</u>
Total for federal grantor agency			<u>12,260</u>
<u>U.S. ENVIRONMENTAL PROTECTION AGENCY</u>			
Pass-Through Indiana Finance Authority			
Capitalization Grants for Clean Water State Revolving Funds	66.458	WW08013202	<u>824,486</u>
Total for federal grantor agency			<u>824,486</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Homeland Security			
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	FY 2010	<u>178</u>
Total for federal grantor agency			<u>178</u>
Grand Totals			<u>\$ 864,758</u>

The accompanying note(s) are an integral part of the Schedule of Expenditures of Federal Awards.

TOWN OF BROWNSBURG  
NOTE(S) TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

**Note 1. Basis of Presentation**

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the Town of Brownsburg (Town) and is presented in accordance with the cash and investment basis of accounting used in the preparation of the financial statements. Accordingly, the amount of federal awards expended is based on when the disbursement related to the award occurs except when the federal award is received on a reimbursement basis. In these instances the federal awards are considered expended when the reimbursement is received.

TOWN OF BROWNSBURG  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

**Section I – Summary of Auditor's Results**

Financial Statement(s):

Type of auditor's report issued:	Unqualified
Internal control over financial reporting:	
Material weaknesses identified?	no
Significant deficiency identified?	none reported
Noncompliance material to financial statements noted?	no

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	no
Significant deficiency identified?	none reported
Type of auditor's report issued on compliance for major program:	Unqualified
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?	no

Identification of Major Programs:

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

**Section II – Financial Statement Findings**

No matters are reportable.

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

No matters are reportable.

TOWN OF BROWNSBURG  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

TOWN OF BROWNSBURG  
EXIT CONFERENCE

The contents of this report were discussed on July 27, 2011, with Jeanette Brickler, Clerk-Treasurer; Susan Kaytar, Deputy Clerk-Treasurer; Dale Cheatham, Town Manager; Grant Kleinhenz, Assistant Town Manager; and Matthew Bowles, President of the Town Council. The officials concurred with our audit findings.