

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

EXAMINATION REPORT
OF
TOWN OF LAPEL
MADISON COUNTY, INDIANA
January 1, 2010 to December 31, 2010



FILED
11/15/2011

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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Thomas G. Tudor	01-01-08 to 12-31-11
President of the Town Council	Gary Shuck	01-01-10 to 12-31-11



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE TOWN OF LAPEL, MADISON COUNTY, INDIANA

We have examined the financial statement of the Town of Lapel (Town), for the period of January 1, 2010 to December 31, 2010. The Town's management is responsible for the financial statement. Our responsibility is to express an opinion based on our examination.

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

As discussed in Note 1, the 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 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.

The Combining Schedule of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis and Schedule of Long-Term Debt, as listed in the Table of Contents, are presented for additional analysis and are not required parts of the financial statement. They have not been subjected to the examination procedures applied to the financial statement and, accordingly, we express no opinion on them.

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

September 22, 2011

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FINANCIAL STATEMENT

TOWN OF LAPEL
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	\$ (21,184)	\$ 875,792	\$ 838,565	\$ 16,043
Motor Vehicle Highway	26,181	86,492	85,474	27,199
Local Road And Street	815	16,693	14,877	2,631
Law Enforcement Continuing Ed	7,538	8,589	10,770	5,357
Parks And Recreation	(596)	22,709	20,289	1,824
Park Donation	588	-	-	588
Rainy Day	39,079	26,653	15,840	49,892
Food And Beverage Tax	-	31,000	-	31,000
Farmers Market	160	30	-	190
Spl Fire Territory General	-	51,068	51,068	-
Spl Fire Territory Equip Replace	-	62,433	62,433	-
Office Cash	-	800	-	800
Cumulative Capl Imprv Cigarette Tax	51,302	5,781	14,056	43,027
Cumulative Fire	24,755	6,538	-	31,293
Payroll	6,200	553,791	552,382	7,609
Gas Utility-Operating	71,222	700,581	681,290	90,513
Gas Utility Construction	-	109,796	109,796	-
Gas Customer Deposits	37,927	4,760	4,796	37,891
Gas-Cash Reserve	103,814	232,912	336,373	353
Gas Meter Replacements	4,431	6,600	6,882	4,149
Wastewater Utility-Operating	37,591	602,899	603,835	36,655
Wastewater Utility-Customer Deposit	5,904	328	328	5,904
Wastewater Sinking	423,180	223,944	224,866	422,258
Wastewater Improvements	126,730	27,274	2,574	151,430
Wastewater-Cash Reserve	264	89,502	75,786	13,980
Wastewater Impact Fees	4,624	4,046	-	8,670
Water Utility-Operating	18,154	355,915	339,852	34,217
Water Utility-Customer Deposit	16,180	1,890	4,500	13,570
Water Utility B&I Sinking	147,390	82,608	75,048	154,950
Water Utility Improvements	12,603	12,105	22,568	2,140
Water Meter Replacements	58,012	1,063	-	59,075
Water Well Maint	24,593	6,146	27,120	3,619
Water Impact Fees	80,792	4,624	-	85,416
Water Tower Maint	54,277	5,827	-	60,104
Totals	<u>\$ 1,362,526</u>	<u>\$ 4,221,189</u>	<u>\$ 4,181,368</u>	<u>\$ 1,402,347</u>

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

TOWN OF LAPEL
NOTES TO FINANCIAL STATEMENT

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, gas, storm water, trash, and urban redevelopment and housing.

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

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

C. Cash and Investments

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

D. Receipts

Receipts are presented in the aggregate on the face of the financial statement. The aggregate receipts 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 non-businesses 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 LAPEL
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

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

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

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

E. Disbursements

Disbursements are presented in the aggregate on the face of the financial 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 LAPEL
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

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

F. Interfund Transfers

The 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.

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.

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.

TOWN OF LAPEL
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 4. Deposits and Investments

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

State statutes authorize the 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

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 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:

TOWN OF LAPEL
NOTES TO FINANCIAL STATEMENT
(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 Cost

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

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SUPPLEMENTARY INFORMATION – UNAUDITED

For additional financial information, the Town's Annual Report can be found on the Indiana Transparency Portal website: www.in.gov/itp/annual_reports/.

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

	General	Motor Vehicle Highway	Local Road And Street	Law Enforcement Continuing Ed	Parks And Recreation	Park Donation	Rainy Day
Cash and investments - beginning	\$ (21,184)	\$ 26,181	\$ 815	\$ 7,538	\$ (596)	\$ 588	\$ 39,079
Receipts:							
Taxes	278,851	-	-	-	12,980	-	-
Licenses and permits	4,376	-	-	1,135	-	-	-
Intergovernmental	248,938	84,933	16,679	-	1,946	-	-
Charges for services	117,619	-	-	110	-	-	-
Fines and forfeits	460	-	-	878	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	225,548	1,559	14	6,466	7,783	-	26,653
Total receipts	<u>875,792</u>	<u>86,492</u>	<u>16,693</u>	<u>8,589</u>	<u>22,709</u>	<u>-</u>	<u>26,653</u>
Disbursements:							
Personal services	248,889	29,938	-	-	5,366	-	-
Supplies	16,468	2,029	-	-	2,517	-	-
Other services and charges	271,007	16,548	-	10,770	7,019	-	15,840
Debt service - principal and interest	-	36,959	-	-	-	-	-
Capital outlay	91,846	-	14,877	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	210,355	-	-	-	5,387	-	-
Total disbursements	<u>838,565</u>	<u>85,474</u>	<u>14,877</u>	<u>10,770</u>	<u>20,289</u>	<u>-</u>	<u>15,840</u>
Excess (deficiency) of receipts over disbursements	<u>37,227</u>	<u>1,018</u>	<u>1,816</u>	<u>(2,181)</u>	<u>2,420</u>	<u>-</u>	<u>10,813</u>
Cash and investments - ending	<u>\$ 16,043</u>	<u>\$ 27,199</u>	<u>\$ 2,631</u>	<u>\$ 5,357</u>	<u>\$ 1,824</u>	<u>\$ 588</u>	<u>\$ 49,892</u>

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

	Levy Excess	Food And Beverage Tax	Farmers Market	Ambulance Replacement	Spl Fire Territory General	Spl Fire Territory Equip Replace
Cash and investments - beginning	\$ -	\$ -	\$ 160	\$ -	\$ -	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	31,000	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	-	30	-	51,068	62,433
Total receipts	-	31,000	30	-	51,068	62,433
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	51,068	62,433
Total disbursements	-	-	-	-	51,068	62,433
Excess (deficiency) of receipts over disbursements	-	31,000	30	-	-	-
Cash and investments - ending	\$ -	\$ 31,000	\$ 190	\$ -	\$ -	\$ -

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

	Office Cash	Cumulative Capl Imprv Cigarette Tax	Cumulative Fire	Payroll	Gas Utility-Operating	Gas Utility Construction
Cash and investments - beginning	\$ -	\$ 51,302	\$ 24,755	\$ 6,200	\$ 71,222	\$ -
Receipts:						
Taxes	-	-	5,412	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	5,431	859	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	652,895	-
Other receipts	800	350	267	553,791	47,686	109,796
Total receipts	<u>800</u>	<u>5,781</u>	<u>6,538</u>	<u>553,791</u>	<u>700,581</u>	<u>109,796</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	14,056	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	672,480	109,796
Other disbursements	-	-	-	552,382	8,810	-
Total disbursements	<u>-</u>	<u>14,056</u>	<u>-</u>	<u>552,382</u>	<u>681,290</u>	<u>109,796</u>
Excess (deficiency) of receipts over disbursements	<u>800</u>	<u>(8,275)</u>	<u>6,538</u>	<u>1,409</u>	<u>19,291</u>	<u>-</u>
Cash and investments - ending	<u>\$ 800</u>	<u>\$ 43,027</u>	<u>\$ 31,293</u>	<u>\$ 7,609</u>	<u>\$ 90,513</u>	<u>\$ -</u>

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

	Gas Customer Deposits	Gas-Cash Reserve	Gas Meter Replacements	Wastewater Utility-Operating	Wastewater Utility-Customer Deposit	Wastewater Sinking
Cash and investments - beginning	\$ 37,927	\$ 103,814	\$ 4,431	\$ 37,591	\$ 5,904	\$ 423,180
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	232,912	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	587,516	-	-
Other receipts	4,760	-	6,600	15,383	328	223,944
Total receipts	4,760	232,912	6,600	602,899	328	223,944
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	146,422	-	-	-	224,542
Capital outlay	4,796	-	-	-	-	-
Utility operating expenses	-	-	-	267,385	-	-
Other disbursements	-	189,951	6,882	336,450	328	324
Total disbursements	4,796	336,373	6,882	603,835	328	224,866
Excess (deficiency) of receipts over disbursements	(36)	(103,461)	(282)	(936)	-	(922)
Cash and investments - ending	\$ 37,891	\$ 353	\$ 4,149	\$ 36,655	\$ 5,904	\$ 422,258

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

	Wastewater Improvements	Wastewater-Cash Reserve	Wastewater Impact Fees	Water Utility-Operating	Water Utility-Customer Deposit	Water Utility B&I Sinking
Cash and investments - beginning	\$ 126,730	\$ 264	\$ 4,624	\$ 18,154	\$ 16,180	\$ 147,390
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	345,580	-	-
Other receipts	27,274	89,502	4,046	10,335	1,890	82,608
Total receipts	<u>27,274</u>	<u>89,502</u>	<u>4,046</u>	<u>355,915</u>	<u>1,890</u>	<u>82,608</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	62,039	-	9,572	-	75,048
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	184,456	-	-
Other disbursements	2,574	13,747	-	145,824	4,500	-
Total disbursements	<u>2,574</u>	<u>75,786</u>	<u>-</u>	<u>339,852</u>	<u>4,500</u>	<u>75,048</u>
Excess (deficiency) of receipts over disbursements	<u>24,700</u>	<u>13,716</u>	<u>4,046</u>	<u>16,063</u>	<u>(2,610)</u>	<u>7,560</u>
Cash and investments - ending	<u>\$ 151,430</u>	<u>\$ 13,980</u>	<u>\$ 8,670</u>	<u>\$ 34,217</u>	<u>\$ 13,570</u>	<u>\$ 154,950</u>

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

	Water Utility Improvements	Water Meter Replacements	Water Well Maint	Water Impact Fees	Water Tower Maint	Totals
Cash and investments - beginning	\$ 12,603	\$ 58,012	\$ 24,593	\$ 80,792	\$ 54,277	\$ 1,362,526
Receipts:						
Taxes	-	-	-	-	-	297,243
Licenses and permits	-	-	-	-	-	5,511
Intergovernmental	-	-	-	-	5,100	627,798
Charges for services	-	-	-	-	-	117,729
Fines and forfeits	-	-	-	-	-	1,338
Utility fees	-	-	-	-	-	1,585,991
Other receipts	12,105	1,063	6,146	4,624	727	1,585,579
Total receipts	12,105	1,063	6,146	4,624	5,827	4,221,189
Disbursements:						
Personal services	-	-	-	-	-	284,193
Supplies	-	-	-	-	-	21,014
Other services and charges	-	-	-	-	-	335,240
Debt service - principal and interest	-	-	-	-	-	554,582
Capital outlay	-	-	-	-	-	111,519
Utility operating expenses	-	-	-	-	-	1,234,117
Other disbursements	22,568	-	27,120	-	-	1,640,703
Total disbursements	22,568	-	27,120	-	-	4,181,368
Excess (deficiency) of receipts over disbursements	(10,463)	1,063	(20,974)	4,624	5,827	39,821
Cash and investments - ending	\$ 2,140	\$ 59,075	\$ 3,619	\$ 85,416	\$ 60,104	\$ 1,402,347

TOWN OF LAPEL
 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:		
2007 Fire Truck Lease	\$ 130,409	\$ 23,251
Utility Debt:		
Water Utility:		
Revenue bonds:		
Rural Development	\$ 1,183,000	\$ 75,193
Wastewater Utility:		
Revenue bonds:		
GMAC	156,000	30,800
2000 Rural Development	1,550,000	97,625
Fishersburg	52,300	3,154
2005 Rural Development	1,694,000	91,878
Total Wastewater Utility	3,452,300	223,457
Total Utility Debt	\$ 4,635,300	\$ 298,650

TOWN OF LAPEL
EXAMINATION RESULT AND COMMENT

DEPOSITS

As stated in the prior Report B37326, some police department receipts were deposited later than the next business day. In one instance, five months lapsed between the police department receipt and bank deposit.

Receipts and fees collected by a police department should be remitted to the clerk-treasurer or city controller at least once each week. (Cities and Towns Bulletin and Uniform Compliance Guidelines, September 2003)

TOWN OF LAPEL
EXIT CONFERENCE

The contents of this report were discussed on September 22, 2011, with Thomas G. Tudor, Clerk-Treasurer, and Gary Shuck, President of the Town Council. The officials concurred with our finding.