

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

FINANCIAL STATEMENTS EXAMINATION REPORT

OF

TOWN OF CAMPBELLSBURG

WASHINGTON COUNTY, INDIANA

January 1, 2010 to December 31, 2011



FILED
11/16/2012

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	2
Independent Accountant's Report.....	3
Financial Statements:	
Statements of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis	6-7
Notes to Financial Statements	8-11
Supplementary Information:	
Combining Schedules of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis	14-19
Schedule of Payables and Receivables	20
Schedule of Capital Assets.....	21
Examination Result and Comment:	
Hydrant Rental Payable.....	22
Exit Conference.....	23

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Anita Collins	01-01-07 to 12-31-14
President of the Town Council	Donnie Williams	01-01-10 to 12-31-12
Superintendent of Utilities	Christopher Boulet	01-01-10 to 12-31-12



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE TOWN OF CAMPBELLSBURG, WASHINGTON COUNTY, INDIANA

We have examined the accompanying financial statements of the Town of Campbellsburg (Town), for the years ended December 31, 2010 and 2011. The financial statements are the responsibility of the Town's management. Our responsibility is to express an opinion on the financial statements 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 statements 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 statements 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 statements referred to above present fairly, in all material respects, the financial position and results of operations of the Town for the years ended December 31, 2010 and 2011, on the basis of accounting described in Note 1.

Our examination was conducted for the purpose of forming an opinion on the Town's financial statements. The Combining Schedules of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis, Schedule of Payables and Receivables, and Schedule of Capital Assets, as listed in the Table of Contents, are presented for additional analysis and are not required parts of the financial statements. They have not been subjected to the examination procedures applied to the financial statements and, accordingly, we express no opinion on them.

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

October 17, 2012

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FINANCIAL STATEMENTS

The financial statements and accompanying notes were approved by management of the Town. The financial statements and notes are presented as intended by the Town.

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

Fund	Cash and Investments 01-01-10	Receipts	Disbursements	Cash and Investments 12-31-10
General	\$ 23,533	\$ 120,486	\$ 101,343	\$ 42,676
Motor Vehicle Highway	11,746	15,154	24,429	2,471
Local Road And Street	2,183	3,046	1,972	3,257
Parks And Recreation Operating	5,928	16,186	14,997	7,117
Law Enforcement Continuing Education	682	290	-	972
Riverboat	4,727	3,618	4,500	3,845
Rainy Day	3,036	495	-	3,531
Cedit Special Revenue	16,045	8,138	11,700	12,483
Park And Recreation Capital	7,752	3,000	5,909	4,843
Payroll	2,305	120,292	118,850	3,747
Capital Improvements	12,821	1,801	1,230	13,392
Wastewater Utility Operating	28,153	123,569	110,405	41,317
Wastewater Bond And Interest	2,341	29,597	31,686	252
Wastewater Debt Reserve	3,100	-	3,100	-
Water Utility Operating	228,286	278,035	254,873	251,448
Water Petty Cash / Change	50	-	-	50
Water Bond And Interest	2,254	-	1,161	1,093
Water Depreciation	5,515	83	-	5,598
Water Customer Deposits	13,892	6,005	4,550	15,347
Totals	<u>\$ 374,349</u>	<u>\$ 729,795</u>	<u>\$ 690,705</u>	<u>\$ 413,439</u>

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

TOWN OF CAMPBELLSBURG
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For The Year Ended December 31, 2011

Fund	Cash and Investments 01-01-11	Receipts	Disbursements	Cash and Investments 12-31-11
General	\$ 42,676	\$ 97,226	\$ 102,592	\$ 37,310
Motor Vehicle Highway	2,471	15,295	12,158	5,608
Local Road And Street	3,257	2,951	330	5,878
Law Enforcement Continuing Education	972	60	-	1,032
Riverboat	3,845	3,617	1,500	5,962
Parks And Recreation Operating	7,117	12,691	13,664	6,144
Rainy Day	3,531	-	1,400	2,131
Cedit Special Revenue	12,483	7,046	1,500	18,029
Park And Recreation Capital	4,843	1,200	577	5,466
Payroll	3,747	125,658	125,905	3,500
Capital Improvements	13,392	1,702	5,231	9,863
Wastewater Utility Operating	41,317	133,339	86,416	88,240
Wastewater Bond And Interest	252	-	-	252
Water Utility Operating	251,448	335,226	423,771	162,903
Water Petty Cash / Change	50	-	-	50
Water Bond And Interest	1,093	-	-	1,093
Water Depreciation	5,598	-	-	5,598
Water Customer Deposits	15,347	3,106	3,165	15,288
Totals	<u>\$ 413,439</u>	<u>\$ 739,117</u>	<u>\$ 778,209</u>	<u>\$ 374,347</u>

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

TOWN OF CAMPBELLSBURG
NOTES TO FINANCIAL STATEMENTS

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 the following services: public safety (police and fire), highways and streets, culture and recreation, public improvements, general administrative services, water, and wastewater.

The accompanying financial statements present the financial information for the Town.

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 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.

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.

TOWN OF CAMPBELLSBURG
NOTES TO FINANCIAL STATEMENTS
(Continued)

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 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.

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.

TOWN OF CAMPBELLSBURG
NOTES TO FINANCIAL STATEMENTS
(Continued)

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.

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.

TOWN OF CAMPBELLSBURG
NOTES TO FINANCIAL STATEMENTS
(Continued)

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.

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 Indiana Public Retirement System (INPRS) 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.

INPRS administers the plan and issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole and for its participants. That report may be obtained by contacting:

Indiana Public Retirement System
1 North Capital Street, Suite 001
Indianapolis, IN 46204
Ph. (888) 526-1687

Funding Policy and Annual Pension Cost

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

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SUPPLEMENTARY INFORMATION – UNAUDITED

For additional financial information, the Town's 2010 Annual Report can be found on the Indiana Transparency Portal website: www.in.gov/itp/annual_reports/.

For additional financial information, the Town's 2011 Annual Report information can be found on the Gateway website: <https://gateway.ifionline.org/>.

Differences may be noted between the financial information presented in the financial statements contained in this report and the financial information presented in the Annual Reports of the Town which are referenced above. These differences, if any, are due to adjustments made to the financial information during the course of the examination. This is a common occurrence in any financial statement examination. The financial information presented in this report is examined information, and the accuracy of such information can be determined by reading the opinion given in the Independent Accountant's Report.

The supplementary information presented was approved by management of the Town. It is presented as intended by the Town.

TOWN OF CAMPBELLSBURG
 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	Parks And Recreation Operating	Law Enforcement Continuing Education	Riverboat	Rainy Day
Cash and investments - beginning	\$ 23,533	\$ 11,746	\$ 2,183	\$ 5,928	\$ 682	\$ 4,727	\$ 3,036
Receipts:							
Taxes	86,008	-	-	-	-	-	-
Intergovernmental	29,935	15,129	3,046	-	-	3,618	495
Charges for services	206	-	-	12,479	290	-	-
Fines and forfeits	546	-	-	25	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	3,791	25	-	3,682	-	-	-
Total receipts	<u>120,486</u>	<u>15,154</u>	<u>3,046</u>	<u>16,186</u>	<u>290</u>	<u>3,618</u>	<u>495</u>
Disbursements:							
Personal services	48,120	9,743	-	-	-	-	-
Supplies	6,819	1,107	300	10,261	-	-	-
Other services and charges	37,175	13,579	1,672	2,361	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	6,883	-	-	375	-	4,500	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	2,346	-	-	2,000	-	-	-
Total disbursements	<u>101,343</u>	<u>24,429</u>	<u>1,972</u>	<u>14,997</u>	<u>-</u>	<u>4,500</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>19,143</u>	<u>(9,275)</u>	<u>1,074</u>	<u>1,189</u>	<u>290</u>	<u>(882)</u>	<u>495</u>
Cash and investments - ending	<u>\$ 42,676</u>	<u>\$ 2,471</u>	<u>\$ 3,257</u>	<u>\$ 7,117</u>	<u>\$ 972</u>	<u>\$ 3,845</u>	<u>\$ 3,531</u>

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

	Cedit Special Revenue	Park And Recreation Capital	Payroll	Capital Improvements	Wastewater Utility Operating	Wastewater Bond And Interest	Wastewater Debt Reserve
Cash and investments - beginning	\$ 16,045	\$ 7,752	\$ 2,305	\$ 12,821	\$ 28,153	\$ 2,341	\$ 3,100
Receipts:							
Taxes	-	-	-	-	-	-	-
Intergovernmental	8,138	-	-	1,692	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	118,476	-	-
Other receipts	-	3,000	120,292	109	5,093	29,597	-
Total receipts	<u>8,138</u>	<u>3,000</u>	<u>120,292</u>	<u>1,801</u>	<u>123,569</u>	<u>29,597</u>	<u>-</u>
Disbursements:							
Personal services	-	-	118,850	-	-	-	-
Supplies	-	-	-	308	-	-	-
Other services and charges	-	1,509	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	31,686	-
Capital outlay	10,700	4,400	-	922	8,894	-	-
Utility operating expenses	-	-	-	-	73,763	-	-
Other disbursements	1,000	-	-	-	27,748	-	3,100
Total disbursements	<u>11,700</u>	<u>5,909</u>	<u>118,850</u>	<u>1,230</u>	<u>110,405</u>	<u>31,686</u>	<u>3,100</u>
Excess (deficiency) of receipts over disbursements	<u>(3,562)</u>	<u>(2,909)</u>	<u>1,442</u>	<u>571</u>	<u>13,164</u>	<u>(2,089)</u>	<u>(3,100)</u>
Cash and investments - ending	<u>\$ 12,483</u>	<u>\$ 4,843</u>	<u>\$ 3,747</u>	<u>\$ 13,392</u>	<u>\$ 41,317</u>	<u>\$ 252</u>	<u>\$ -</u>

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

	Water Utility Operating	Water Petty Cash/ Change	Water Bond And Interest	Water Depreciation	Water Customer Deposits	Totals
Cash and investments - beginning	\$ 228,286	\$ 50	\$ 2,254	\$ 5,515	\$ 13,892	\$ 374,349
Receipts:						
Taxes	-	-	-	-	-	86,008
Intergovernmental	-	-	-	-	-	62,053
Charges for services	-	-	-	-	-	12,975
Fines and forfeits	-	-	-	-	-	571
Utility fees	262,362	-	-	-	-	380,838
Other receipts	15,673	-	-	83	6,005	187,350
Total receipts	<u>278,035</u>	<u>-</u>	<u>-</u>	<u>83</u>	<u>6,005</u>	<u>729,795</u>
Disbursements:						
Personal services	-	-	-	-	-	176,713
Supplies	-	-	-	-	-	18,795
Other services and charges	-	-	-	-	-	56,296
Debt service - principal and interest	-	-	161	-	-	31,847
Capital outlay	8,139	-	-	-	-	44,813
Utility operating expenses	235,888	-	-	-	4,550	314,201
Other disbursements	10,846	-	1,000	-	-	48,040
Total disbursements	<u>254,873</u>	<u>-</u>	<u>1,161</u>	<u>-</u>	<u>4,550</u>	<u>690,705</u>
Excess (deficiency) of receipts over disbursements	<u>23,162</u>	<u>-</u>	<u>(1,161)</u>	<u>83</u>	<u>1,455</u>	<u>39,090</u>
Cash and investments - ending	<u>\$ 251,448</u>	<u>\$ 50</u>	<u>\$ 1,093</u>	<u>\$ 5,598</u>	<u>\$ 15,347</u>	<u>\$ 413,439</u>

TOWN OF CAMPBELLSBURG
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011

	General	Motor Vehicle Highway	Local Road And Street	Law Enforcement Continuing Education	Riverboat	Parks And Recreation Operating	Rainy Day
Cash and investments - beginning	\$ 42,676	\$ 2,471	\$ 3,257	\$ 972	\$ 3,845	\$ 7,117	\$ 3,531
Receipts:							
Taxes	64,964	-	-	-	-	-	-
Licenses and permits	-	-	-	60	-	-	-
Intergovernmental	27,698	15,289	2,951	-	3,617	-	-
Charges for services	241	-	-	-	-	12,257	-
Fines and forfeits	422	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	3,901	6	-	-	-	434	-
Total receipts	<u>97,226</u>	<u>15,295</u>	<u>2,951</u>	<u>60</u>	<u>3,617</u>	<u>12,691</u>	<u>-</u>
Disbursements:							
Personal services	48,969	9,963	-	-	-	-	-
Supplies	6,550	1,253	145	-	-	11,783	-
Other services and charges	42,525	942	185	-	1,500	1,881	1,400
Capital outlay	4,548	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>102,592</u>	<u>12,158</u>	<u>330</u>	<u>-</u>	<u>1,500</u>	<u>13,664</u>	<u>1,400</u>
Excess (deficiency) of receipts over disbursements	<u>(5,366)</u>	<u>3,137</u>	<u>2,621</u>	<u>60</u>	<u>2,117</u>	<u>(973)</u>	<u>(1,400)</u>
Cash and investments - ending	<u>\$ 37,310</u>	<u>\$ 5,608</u>	<u>\$ 5,878</u>	<u>\$ 1,032</u>	<u>\$ 5,962</u>	<u>\$ 6,144</u>	<u>\$ 2,131</u>

TOWN OF CAMPBELLSBURG
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	Cedit Special Revenue	Park And Recreation Capital	Payroll	Capital Improvements	Wastewater Utility Operating	Wastewater Bond And Interest
Cash and investments - beginning	\$ 12,483	\$ 4,843	\$ 3,747	\$ 13,392	\$ 41,317	\$ 252
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	7,046	-	-	1,660	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	126,247	-
Other receipts	-	1,200	125,658	42	7,092	-
Total receipts	<u>7,046</u>	<u>1,200</u>	<u>125,658</u>	<u>1,702</u>	<u>133,339</u>	<u>-</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	247	-	-
Other services and charges	-	577	-	-	-	-
Capital outlay	1,000	-	-	4,984	-	-
Utility operating expenses	-	-	-	-	86,416	-
Other disbursements	500	-	125,905	-	-	-
Total disbursements	<u>1,500</u>	<u>577</u>	<u>125,905</u>	<u>5,231</u>	<u>86,416</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>5,546</u>	<u>623</u>	<u>(247)</u>	<u>(3,529)</u>	<u>46,923</u>	<u>-</u>
Cash and investments - ending	<u>\$ 18,029</u>	<u>\$ 5,466</u>	<u>\$ 3,500</u>	<u>\$ 9,863</u>	<u>\$ 88,240</u>	<u>\$ 252</u>

TOWN OF CAMPBELLSBURG
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	Water Utility Operating	Water Petty Cash/ Change	Water Bond And Interest	Water Depreciation	Water Customer Deposits	Totals
Cash and investments - beginning	\$ 251,448	\$ 50	\$ 1,093	\$ 5,598	\$ 15,347	\$ 413,439
Receipts:						
Taxes	-	-	-	-	-	64,964
Licenses and permits	-	-	-	-	-	60
Intergovernmental	30,000	-	-	-	-	88,261
Charges for services	-	-	-	-	-	12,498
Fines and forfeits	-	-	-	-	-	422
Utility fees	269,742	-	-	-	-	395,989
Other receipts	35,484	-	-	-	3,106	176,923
Total receipts	<u>335,226</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,106</u>	<u>739,117</u>
Disbursements:						
Personal services	-	-	-	-	-	58,932
Supplies	-	-	-	-	-	19,978
Other services and charges	-	-	-	-	-	49,010
Capital outlay	-	-	-	-	-	10,532
Utility operating expenses	393,163	-	-	-	-	479,579
Other disbursements	30,608	-	-	-	3,165	160,178
Total disbursements	<u>423,771</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,165</u>	<u>778,209</u>
Excess (deficiency) of receipts over disbursements	<u>(88,545)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(59)</u>	<u>(39,092)</u>
Cash and investments - ending	<u>\$ 162,903</u>	<u>\$ 50</u>	<u>\$ 1,093</u>	<u>\$ 5,598</u>	<u>\$ 15,288</u>	<u>\$ 374,347</u>

TOWN OF CAMPBELLSBURG
 SCHEDULE OF PAYABLES AND RECEIVABLES
 December 31, 2011

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	\$ 69,313	\$ -
Wastewater	1,056	9,029
Water	<u>1,510</u>	<u>71,664</u>
Totals	<u>\$ 71,879</u>	<u>\$ 80,693</u>

TOWN OF CAMPBELLSBURG
 SCHEDULE OF CAPITAL ASSETS
 December 31, 2011

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed or donated assets are reported at estimated fair value at the time received.

	Ending Balance
Governmental activities:	
Infrastructure	\$ 104,947
Buildings	433,204
Machinery, equipment and vehicles	91,672
Total governmental activities	629,823
Wastewater:	
Land	2,500
Buildings	318,870
Improvements other than buildings	1,738,511
Machinery, equipment and vehicles	82,799
Total Wastewater	2,142,680
Water:	
Land	50,000
Buildings	548,568
Improvements other than buildings	1,037,616
Machinery, equipment and vehicles	329,950
Total Water	1,966,134
Total capital assets	\$ 4,738,637

TOWN OF CAMPBELLSBURG
EXAMINATION RESULT AND COMMENT

HYDRANT RENTAL PAYABLE

In prior years, the Town failed to pay hydrant rental to the Water Utility in approved amounts. As noted in the prior report, the Town owed the Water Utility hydrant rental of \$76,750.12 as of December 31, 2009.

During the current examination period, the Town paid the required annual hydrant rental of \$12,172.46 to the Water Utility. Additionally, during the years 2010 and 2011, the Town paid the Water Utility a total of \$8,655.08 towards the previously owed amount. Therefore, as of December 31, 2011, the Town still owes the Water Utility \$68,095.04.

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 CAMPBELLSBURG
EXIT CONFERENCE

The contents of this report were discussed on October 17, 2012, with Tim Chastain, Town Council member, and Anita Collins, Clerk-Treasurer. The officials concurred with our finding.